

COMPREHENSIVE

ANNUAL

FINANCIAL

REPORT

COUNTY OF MUSKEGON

MUSKEGON, MICHIGAN

For the period ended September 30, 1998

COMPREHENSIVE ANNUAL FINANCIAL REPORT

of

COUNTY OF MUSKEGON MUSKEGON, MICHIGAN

September 30, 1998

BOARD OF COMMISSIONERS KENNETH HULKA, CHAIRMAN

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CLARENCE START

COUNTY ADMINISTRATOR/CONTROLLER FRANK BEDNAREK

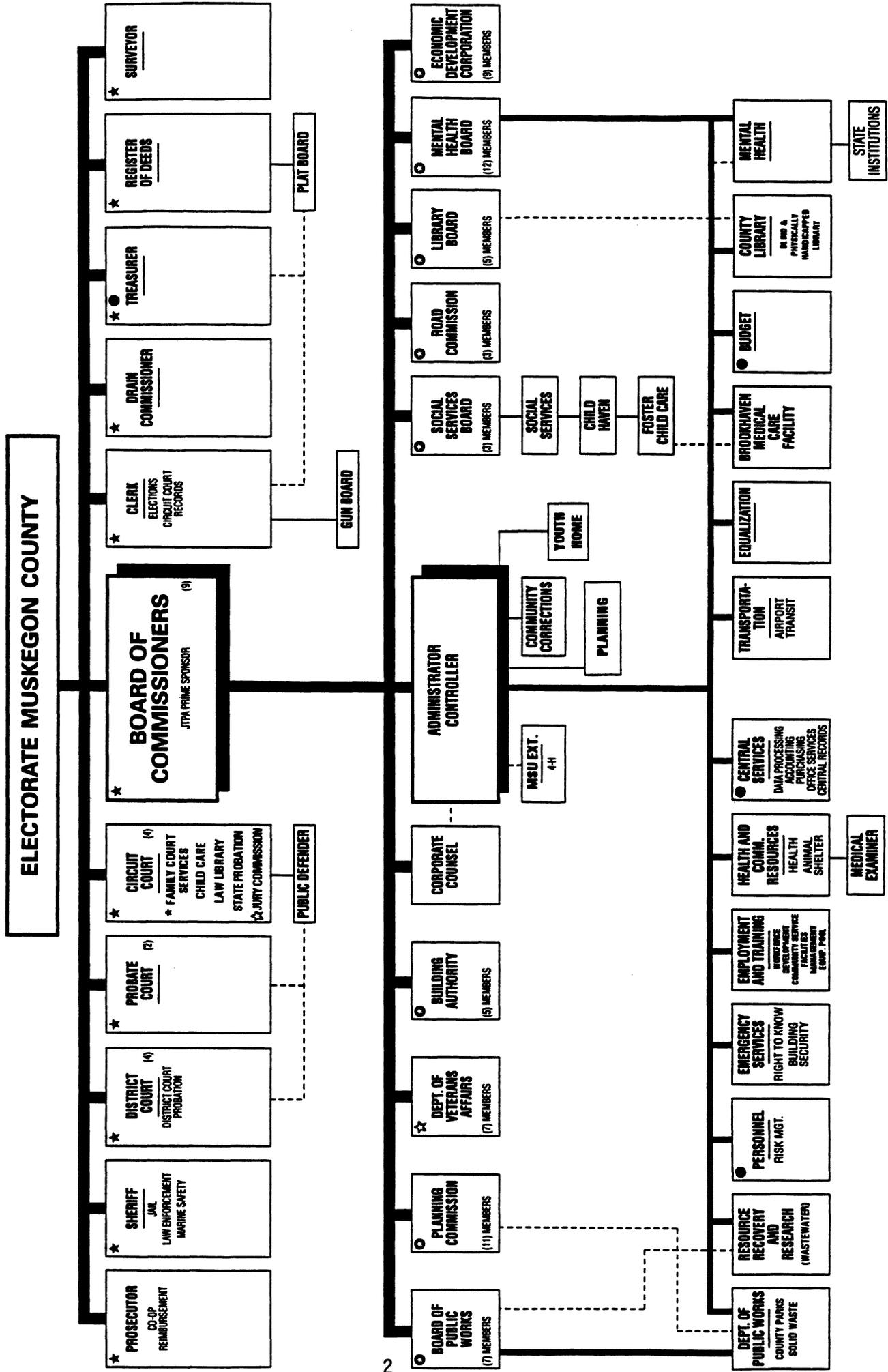
Prepared By
Accounting

JOSEPH W. SIEDENSTRANG, CPA

Accounting Director

Published February, 1999

1998 ORGANIZATIONAL CHART



LEGEND:

- ★ ELECTED POSITION
- ☆ STATE APPOINTMENT OR CONCURRENCE
- AUTONOMOUS OR SEMI-AUTONOMOUS FUNCTION (MEMBERS APPOINTED BY BOARD OF COMMISSIONERS)
- INTRAGOVERNMENTAL
- RELATED FUNCTION (OPERATIONS)
- ★ FAMILY COURT SERVICES CONSISTS OF: FRIEND OF THE COURT, FOC CO-OP REIMBURSEMENT, FAMILY COUNSELING SERVICE, JUVENILE COURT AND INTENSIVE PROBATION

Comprehensive Annual Financial Report

County of Muskegon

September 30, 1998

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MUSKEGON COUNTY

M I C H I G A N

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

FAX • 616-724-6673

ADMINISTRATOR/CONTROLLER

BOARD OF COMMISSIONERS

Kenneth J. Hulka, Chair
Nancy G. Frye, Vice Chair
Dennis L. Babcock
Mark F. Fairchild
Jacob O. Funkhouser
Bill Gill
James J. Kobza
Louis McMurray
Clarence Start

December 19, 1998

Honorable Kenneth J. Hulka, Chairman and Members
Muskegon County Board of Commissioners
County of Muskegon
Muskegon, Michigan 49442

Dear Sirs:

The Comprehensive Annual Financial Report of the County of Muskegon, Michigan, for the fiscal year ended September 30, 1998 is submitted herewith. This report has been audited by BDO Seidman, LLP, 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.

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The Reporting Entity and Its Services

In conformance with Government Accounting Standards Board Statement No. 14, Defining the Reporting 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 Family Independence Agency 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, mental health, welfare, culture, libraries, recreation, public improvements, highways and streets, Wastewater treatment, solid waste disposal, transportation (airport and public transit), and general administrative services, including vital statistics, record keeping for births, deaths and property.

Economic Condition and Outlook

In recent years, the County's economic position has been improved by tourism related developments which compliment our strong industrial base. We are looking towards the future for an increase in the service/professional area (accountants, insurance, repair) in order to diversify more. Important individual companies in the area and their position in the marketplace are:

Brunswick Indoor Recreation Group - This company has approximately 625 employees and is in the leisure activities market, producing bowling equipment.

GTE North - This company, locally based, has approximately 450 employees and provides communication services throughout the state of Michigan.

Howmet Turbine Components Corp. - This company has approximately 2,000 employees and is our largest employer. They manufacture investment grade castings for the aerospace industry. Howmet is the largest defense contractor in West Michigan.

Kaydon Corp. - This company has approximately 400 employees. They manufacture precision bearings for the defense industry.

Mercy General Partners - This company employs approximately 1,650 employees. They provide comprehensive health care services and are a regional heart center.

Knoll - This company is a wholly owned subsidiary of the Knoll Group, with approximately 400 employees. It manufactures quality office furniture, accessories, and modular.

S. D. Warren Company - This company has approximately 825 employees. They manufacture a high-grade coated paper used in the printing of corporate annual reports.

Dana Corporation/Perfect Circle Division - This company has approximately 1150 employees and is a Fortune 500 company. They manufacture automotive piston rings and are the world's largest supplier. They maintain their division headquarters in Muskegon.

General Dynamics Corporation - This company has approximately 450 employees and manufactures military engines and is a large prime defense contractor.

SPX Corporation - Muskegon is home to this Fortune 500 company with its world headquarters based here.

Briggs and Stratton - This company has approximately 150 employees and manufactures small engines.

Employment Data

For the period from October, 1994 through September, 1998, Muskegon County unemployment rates as compared to national rates were as follows:

	<u>1998</u> <u>County</u>	<u>1998</u> <u>USA</u>	<u>1997</u> <u>County</u>	<u>1997</u> <u>USA</u>	<u>1996</u> <u>County</u>	<u>1996</u> <u>USA</u>	<u>1995</u> <u>County</u>	<u>1995</u> <u>USA</u>
October	4.2	4.7	5.1	5.2	5.6	5.5	6.2	5.8
November	4.3	4.6	5.3	5.4	6.3	5.6	5.5	5.6
December	3.7	4.7	4.7	5.4	6.5	5.6	4.7	5.5
January	4.8	4.6	6.3	5.3	6.5	5.6	7.3	5.6
February	5.0	4.6	5.6	5.3	6.9	5.5	7.3	5.4
March	5.1	4.7	5.2	5.1	5.9	5.5	7.4	5.4
April	4.0	4.3	4.9	5.0	5.4	5.5	6.9	5.8
May	4.1	4.4	4.4	4.9	5.4	5.6	6.4	5.6
June	4.6	4.5	5.3	5.0	6.5	5.3	9.0	5.6
July	4.2	4.5	5.0	4.9	6.8	5.5	7.5	5.7
August	4.0	4.5	4.1	4.9	5.5	5.1	6.6	5.7
September	<u>3.6</u>	<u>4.5</u>	<u>4.7</u>	<u>4.9</u>	<u>5.3</u>	<u>5.2</u>	<u>6.0</u>	<u>5.7</u>
Average	<u>4.3</u>	<u>4.6</u>	<u>5.1</u>	<u>5.1</u>	<u>6.0</u>	<u>5.5</u>	<u>5.4</u>	<u>5.6</u>

Muskegon County's unemployment rate has declined 26 % as compared to 1995. This decline is attributed to the strong retail and tourism growth seen in the area. Muskegon County's growth and image as a good place to live, work, and do business, will even further reduce the unemployment rate.

General

The economic climate in Muskegon and West Michigan continues to improve. Unemployment and welfare caseloads are at all time lows.

Significant activities have been initiated to improve the quality of life in the community and other projects have been completed that increase our operational efficiency. Some of these are:

Sold a number of buildings and assets that were vacant or surplus due to a land exchange in 1997 between the County and Baker College of Muskegon. This resulted in a consolidation of services in a campus environment which will save overhead and provide more easily accessible services.

Continued the development of the Airport Business Park , a high tech industrial park designed to attract high technology companies, which has created over 700 new jobs thus far.

Refinanced existing debt for a net current value savings of over \$382,000.

Converted all county operations, effective January 1, 1998, to a September 30 fiscal year for improved financial reporting and management efficiencies.

Approved plans and began expansion of the jail to add 108 beds.

Made significant improvements to the County's Twin Lake Park.

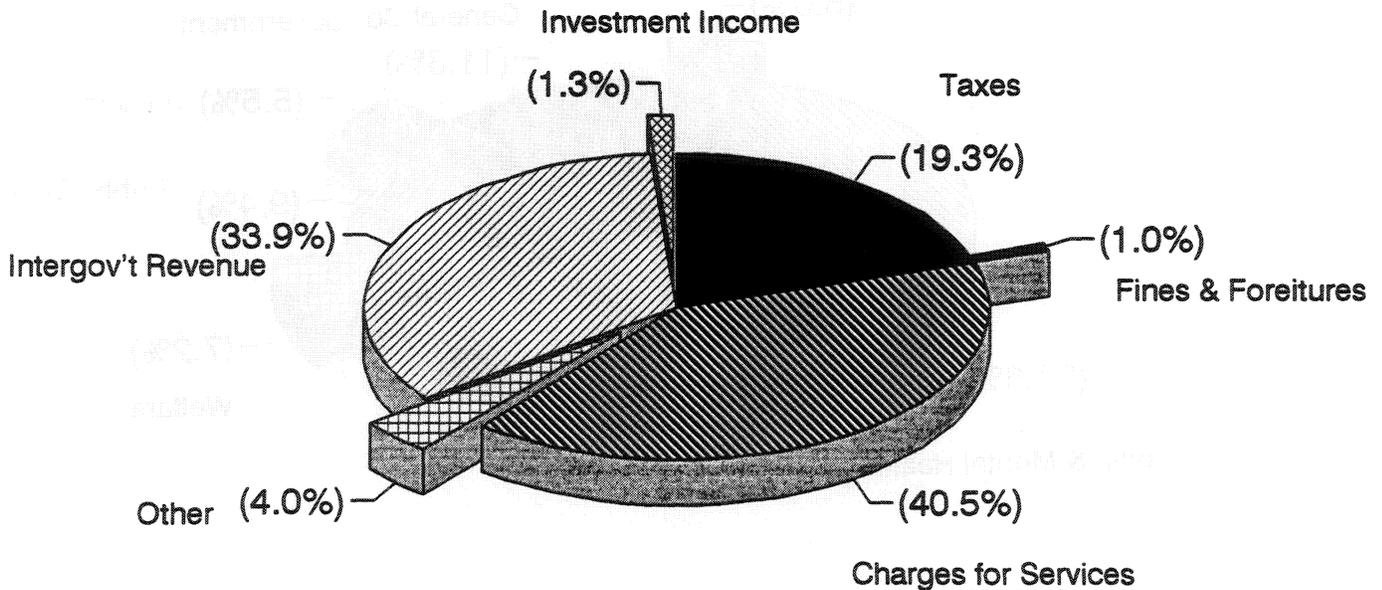
Budgetary Control

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 \$80,912,605. The major source of these revenues was property taxes totaling \$15,269,285. Intergovernmental receipts totaled \$27,438,948 and charges for services totaled \$32,733,641. The detail of general governmental revenues is as follows:

	<u>1998 (000)</u>	<u>1998 Percent of Total</u>
Taxes	\$15,629	19.3%
Licenses & Permits	6	-
Intergov't. Revenue	27,439	33.9
Charges for Services	32,734	40.5
Fines & Forfeitures	838	1.0
Investment Income	1,043	1.3
Other	<u>3,224</u>	<u>4.0</u>
	<u>\$ 80,913</u>	<u>100.0%</u>

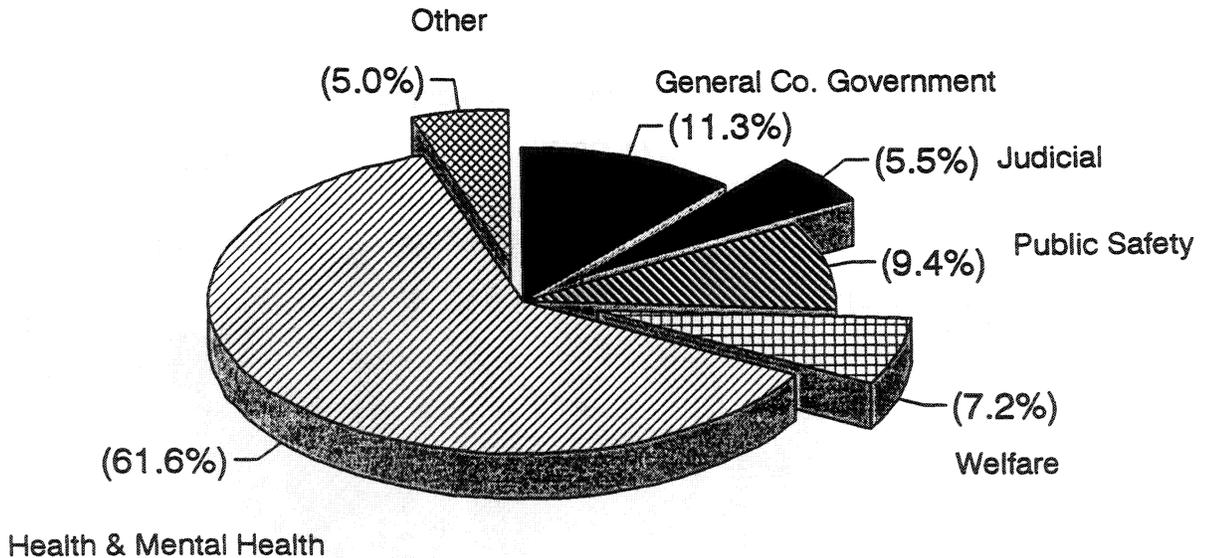


1998	General and Special Revenue Fund Revenues
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General Governmental Expenditures

Expenditures for the county's general and special revenue funds totaled \$78,528,269. State and federal grants-in-aid support these programs. Local public health accounted for the largest category of expenditures. It amounted to \$48,259,782 or 62 percent of total expenditures. A summary of expenditures by general category is as follows:

	1998 <u>(000)</u>	1998 <u>Percent of Total</u>
Legislative	\$243	.3%
Judicial	4,351	5.5
General Co. Government	8,896	11.3
Public Safety	7,390	9.4
Health & Mental Health	48,260	61.6
Welfare	5,666	7.2
Culture	1,371	1.7
Recreation	343	.4
Other	175	.2
Capital Outlay	<u>1,833</u>	<u>2.4</u>
	<u>\$78,528</u>	<u>100.0%</u>



1998	General and Special Revenue Fund Expenditures
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Enterprise Operations

The county's enterprise funds in 1998 provide a detailed analysis of operations relating to tourism and business within the county:

	1998 Income (Loss) Transferred to <u>Retained Earnings</u>	1998 Unreserved Retained Earnings <u>(Deficit)</u>
Fairgrounds Operation	\$28,981	\$589,290
Solid Waste Management	165,720	-
Fly Ash Program	2,511,972	2,686,917
Muskegon County Airport	137,756	1,353,541
Transit System	(40,664)	241,871
Northside Water	(43,753)	890,258
Wastewater Mgmt. System	1,510,778	15,298,326

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

	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>Nine Months 1998</u>
Average gallons per day (000)	33,040	33,031	32,000	32,000	32,000
Operating revenues (000)	\$9,457	\$9,985	\$12,790	\$11,267	\$9,195
Operating expense before depreciation (000)	\$10,046	\$7,236	\$9,133	\$8,810	\$7,181
Operating profit (loss) (before transfers) (000)	(\$1,789)	\$1,463	(\$1,839)	\$2,457	(\$652)

The Wastewater Management System ended the fiscal year with a retained earnings balance of \$18,369,348 (of which \$15,298,326 is unreserved).

Airline deregulation has impacted on the financial operations of the county's airport over the last ten 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 the horse racing industry.

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 \$4,222,847 in 1997, and \$3,021,932 for nine months in 1998. Interest returns on investments in 1997 and 1998 were as follows:

	<u>1997</u>	<u>1998</u>
Treasury Bills	5.06-7.57 %	4.6-6.46 %
Certificates of Deposit	5.20-6.25	4.9-6.25
Commercial Paper	5.28-6.06	5.07-6.06
Money Market	4.50-5.50	4.75-5.00

The average daily investment was \$58.0 million. Treasury bills averaged \$21.9 million. Certificates of deposit averaged \$23.1 million. Commercial paper averaged \$12.6 million, and money market funds averaged \$.4 million. This resulted in an average yield of 6.95 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 exposure to loss 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 (\$300,000 per occurrence), general liability (\$250,000 per occurrence), and property damage (\$50,000 per occurrence) with the excess being insured through outside insurance companies. Currently the Risk Management Fund is adequately funded.

Independent Audit

The county is not required by ordinance or statute to have an annual independent audit. In 1998 however, independent auditors were engaged for the twenty fourth consecutive fiscal year to perform an annual audit of the county's books of account, financial records, and transactions. The opinion of BDO Seidman, LLP, independent certified public accountants, is included in this report.

Financial Reporting Excellence Award

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Muskegon for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 1997. This was the twentieth consecutive year that the county has received this prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized (comprehensive annual/component unit) financial report, whose contents conform to program standards. Such (CAFR)s must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

Debt Structure

The general obligation debt issued by the county is \$19.5 million. A county mental health center was built for 3.5 million in 1980 and bonds were issued for that amount. Ad valorem taxes can be levied if patient revenues are not sufficient to cover debt service requirements. Current projections indicate that no millage will be needed. A renovation of the arts and sports complex was approved by the voters in 1995 and bonds of 16 million were issued in 1996. Ad valorem taxes of .47 mills were levied to make all bond and interest payments through the last bond year of 2016.

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 \$2,876,769,060. The county's current general obligation debt is \$17,335,000. The ratio of debt to assessed value was .60 percent. The general obligation debt per capita was \$109.16.

County building authority bonds of \$2.6 million issued in 1984, were used to build a convention center in combination with a 200-room hotel (Fund 3100 - Convention Center).

County Building Authority Bonds of \$2.3 million issued in 1990, were used to remodel a mental health center. Lease payments are pledged for the payment of annual debt service (Fund 3142 - Halmond Center).

County fairground bonds of \$2.3 million, issued in 1989, were used to construct county fairgrounds and a racehorse training track. Rental payments are pledged for the payment of annual debt service (Fund 5082 - Fairgrounds Operations).

County airport bonds of 3.0 million, issued in 1994, were used to construct a new terminal building at the airport. Passenger facility fees are legally mandated for the payment of annual debt service (Fund 5810-Airport).

The county's limited obligation debt is composed of bond issues for water, sewer, and sanitary treatment facilities, and totals \$26,115,000. This debt is considered self-supporting as user fees are pledged to retirement.

General Obligation Limited Tax notes are the next largest debt, totaling \$11,800,000. 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 two years the property is sold to pay the taxes.

In 1998, Standard and Poors gave the County a rating upgrade to A+ for unlimited tax issues. Moody's gave an increased rating to MIG1 for delinquent tax note issues. The improved ratings by these agencies is indicative of a stronger economy in Muskegon County and results in lower bond interest costs.

Cash Management

Investment Policies

Per Michigan Statutes Annotated (M.S.A.) 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.

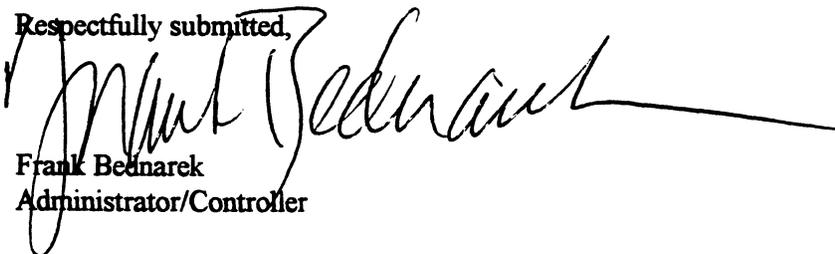
Safeguarding (Safekeeping) of Investments

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.

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 Central Services Department and particularly our accounting staff. 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,

A handwritten signature in black ink, appearing to read "Frank Bednarek", with a long horizontal flourish extending to the right.

Frank Bednarek
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 according to 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.

BDO Seidman LLP, independent certified public accountants, have audited the accompanying general purpose financial statements and supplemental financial information and their audit report appears on Page 17.

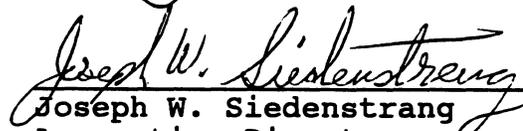
12/19/98



Frank Bednarek
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, 1997

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.



Douglas R. Ellsworth
President

Jeffrey L. Esler
Executive Director



Independent Auditors' Report

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

We have audited the accompanying general-purpose financial statements of the County of Muskegon, Michigan, as of and for the nine months ended September 30, 1998 (twelve months and fifteen months for certain special revenue funds). These general purpose financial statements are the responsibility of the County of Muskegon's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Muskegon County Road Commission, a discretely presented component unit. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Muskegon County Road Commission, is based solely on the report of the other auditors.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 other auditors provide a reasonable basis for our opinion.

Governmental Accounting Standards Board Technical Bulletin 98-1, Disclosures about Year 2000 Issues, requires disclosure of certain matters regarding the year 2000 issue. The County of Muskegon, Michigan has included such disclosures in Note 18. Because of the unprecedented nature of the year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Accordingly, insufficient audit evidence exists to support the County of Muskegon's disclosures with respect to the year 2000 issue made in Note 18. Further, we do not provide assurance that the County of Muskegon is or will be year 2000 ready, that the County of Muskegon's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the County of Muskegon does business will be year 2000 ready.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine evidence regarding year 2000 disclosures, based upon our audit and the report of other auditors, the general-purpose financial statements referred above present fairly, in all material respects, the financial position of the County of Muskegon, as of September 30, 1998, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust funds for the nine months (twelve months and fifteen months for certain special revenue funds) then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 1998, on our consideration of the County of Muskegon's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining, individual fund and account group financial statements and statistical data listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the County of Muskegon. Such information, except for the portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

BDO Seidman, LLP

Muskegon, Michigan
December 18, 1998

GENERAL PURPOSE FINANCIAL STATEMENTS

County of Muskegon
All Fund Types and Account Groups and Discretely Presented Component Units
COMBINED BALANCE SHEET

September 30, 1998

ASSETS	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Type Trust and Agency	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise		Internal Service
Cash and cash equivalents	\$ 633,486	\$ 1,695,574	\$ 1,506,919	\$ 819,258	\$ 9,847,523	\$ 6,916,470	\$ 3,515,319
Investments	889,941	2,381,999	2,116,969	1,150,921	13,834,125	9,716,485	4,938,436
Receivables							
Accounts	133,631	846,094	47,001	374,885	3,183,493	5,035	437,123
Intergovernmental	1,309,002	8,456,435	-	22,784	2,356,196	-	223,205
Accrued interest	493,038	39,412	41,244	2,722	272,374	185,429	77,819
Current taxes	1,647	-	-	-	-	5,776,540	-
Delinquent taxes	-	-	-	-	-	4,410,830	-
Interest and penalties on delinquent taxes	-	-	-	-	-	1,597,501	-
Special assessments	-	-	6,130,519	-	-	-	-
Other	15,071	-	-	-	-	-	-
Prepaid Items	-	14,398	-	-	-	-	-
Prepaid expenses	-	-	-	-	472,206	153,733	-
Due from other funds	3,445,469	-	-	-	-	-	-
Inventories	-	128,378	-	-	25,223	-	-
Restricted assets							
Cash	-	-	-	-	-	-	-
Long-term advances to other funds	618,618	-	-	-	107,339	-	-
Long-term note receivable	-	-	-	-	264,897	2,027,821	-
Property and equipment at cost, net of accumulated depreciation	-	-	-	800,000	-	200,000	-
Amount available in other funds	-	-	-	-	99,411,553	3,406,558	-
Amount to be provided for retirement of long-term debt	-	-	-	-	-	-	-
	<u>\$ 7,539,903</u>	<u>\$ 13,562,290</u>	<u>\$ 9,842,652</u>	<u>\$ 3,170,570</u>	<u>\$ 129,774,929</u>	<u>\$ 34,396,402</u>	<u>\$ 9,191,902</u>

This Statement covers more than one page

The accompanying notes are an integral part of this statement.

County of Muskegon
All Fund Types and Account Groups and Discretely Presented Component Units
COMBINED BALANCE SHEET

September 30, 1998

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	
LIABILITIES AND FUND EQUITY							
Payables	\$ 1,236,235	\$ 3,616,824	-	\$ 513,298	\$ 3,167,739	\$ 389,000	\$ 86,054
Accounts	-	2,754,588	-	-	286,322	-	535,309
Intergovernmental Advances	-	-	-	-	-	-	-
Undistributed current and delinquent taxes	-	-	-	-	-	-	150,273
Trust deposits	-	-	-	-	-	-	6,961,297
Accrued liabilities	1,250,908	1,661,306	151,633	3,041	7,833,010	2,815,319	44,043
Payable from restricted funds	-	-	-	-	255,159	-	-
Accrued interest	-	2,387,112	-	19,458	856,417	-	182,482
Due to other funds	-	-	-	-	-	-	1,139,873
Unallocated receipts	-	-	-	21,500	2,027,821	862,015	-
Long-term advances from other funds	-	-	-	-	24,024,045	15,400,000	-
Long-term debt	203,589	479,462	6,050,000	10,353	745,265	-	-
Deferred revenue	2,690,732	10,899,292	6,201,633	567,650	39,195,778	19,466,334	9,099,331
Total liabilities							
Fund equity							
Investment in general fixed assets	-	-	-	-	-	-	-
Contributions in aid of construction net of accumulated amortization	-	-	-	-	60,488,925	-	-
Retained earnings	-	-	-	-	9,030,023	3,252,605	-
Reserved	-	-	-	-	21,060,203	11,677,463	-
Unreserved	-	-	-	-	-	-	-
Designated	-	-	-	-	-	-	-
Fund balances (deficit)							
Reserved for long-term advances to other funds	618,618	-	-	-	-	-	-
Reserved for long-term note receivable	-	-	-	800,000	-	-	-
Reserved for prepaid items	-	14,398	-	-	-	-	-
Reserved for inventories	-	128,378	-	-	-	-	-
Unreserved	8,074	1,611,002	-	1,763,595	-	-	92,571
Designated for programs	-	-	3,641,019	-	-	-	-
Designated for debt service	4,222,479	909,220	-	39,325	-	-	-
Undesignated	4,849,171	2,662,998	3,641,019	2,602,920	90,579,151	14,930,068	92,571
Total Fund Equity and other credits	\$ 7,539,903	\$ 13,562,290	\$ 9,842,652	\$ 3,170,570	\$ 129,774,929	\$ 34,396,402	\$ 9,191,902

This Statement covers more than one page

The accompanying notes are an integral part of this statement.

County of Muskegon
All Fund Types and Account Groups and Discretely Presented Component Units
COMBINED BALANCE SHEET-CONTINUED

September 30, 1998

	Account Groups		Totals (memorandum only)		Discretely Presented Component Units			Totals (memorandum only)	
	General Fixed Assets	Long-term Debt	Government		Road Commission	Family Ind. Agency	1998	Reporting Entity	
			1998	1998				1998	1998
ASSETS									
Cash and cash equivalents	\$ -	\$ -	\$ 24,934,549	\$ 6,066,233	37,826		\$ 31,038,608		
Investments	-	-	35,028,876	-	-		35,028,876		
Receivables	-	-	-	-	-		-		
Accounts	-	-	5,027,262	-	-		5,027,262		
Intergovernmental	-	-	12,367,622	2,127,822	117,512		14,612,956		
Accrued interest	-	-	1,112,038	-	-		1,112,038		
Current taxes	-	-	5,778,187	-	-		5,778,187		
Delinquent taxes	-	-	4,410,830	-	-		4,410,830		
Interest and penalties on delinquent taxes	-	-	1,597,501	-	-		1,597,501		
Special assessments	-	-	6,130,519	-	-		6,130,519		
Other	-	-	15,071	115,008	-		130,079		
Prepaid Items	-	-	14,398	141,638	-		156,036		
Prepaid expenses	-	-	625,939	-	-		625,939		
Due from other funds	-	-	3,445,469	-	-		3,445,469		
Inventories	-	-	153,601	665,429	-		819,030		
Restricted assets									
Cash	-	-	107,339	-	-		107,339		
Long-term advances to other funds	-	-	2,911,336	-	-		2,911,336		
Long-term note receivable	-	-	1,000,000	-	-		1,000,000		
Property and equipment at cost, net of accumulated depreciation	42,446,479	-	145,264,590	5,090,899	-		150,355,489		
Amount available in other funds	-	3,641,019	3,641,019	-	-		3,641,019		
Amount to be provided for retirement of long-term debt	-	29,477,432	29,477,432	623,525	-		30,100,957		
	\$ 42,446,479	\$ 33,118,451	\$ 283,043,578	\$ 14,830,554	\$ 155,338		\$ 298,029,470		

The accompanying notes are an integral part of this statement.

This Statement covers more than one page

County of Muskegon
All Fund Types and Account Groups and Discretely Presented Component Units
COMBINED BALANCE SHEET-CONTINUED

September 30, 1998

	Account Groups		Totals (memorandum only)		Discretely Presented Component Units			Totals (memorandum only)	
	General	General Long-term Debt	Primary Government 1998	Road Commission 1998	Family Ind. Agency 1998	Reporting Entity 1998	Reporting Entity 1998	Reporting Entity 1998	
LIABILITIES AND FUND EQUITY									
Payables									
Accounts	-	-	\$ 9,009,150	\$ 778,111	\$ 22,116		\$ 9,809,377		
Intergovernmental	-	-	3,576,219	48,480	129,000		3,753,699		
Advances	-	-	-	431,565	-		431,565		
Undistributed current and delinquent taxes	-	-	150,273	-	-		150,273		
Trust deposits	-	-	6,961,297	-	4,222		6,965,519		
Accrued liabilities	-	-	13,759,260	88,501	-		13,847,761		
Payable from restricted funds	-	-	-	-	-		-		
Accrued interest	-	-	255,159	-	-		255,159		
Due to other funds	-	-	3,445,469	-	-		3,445,469		
Unallocated receipts	-	-	1,139,873	-	-		1,139,873		
Long-term advances from other funds	-	-	2,911,336	-	-		2,911,336		
Long-term debt	-	33,118,451	72,542,496	623,525	-		73,166,021		
Deferred revenue	-	-	7,488,669	261,678	-		7,750,347		
		33,118,451	121,239,201	2,231,860	155,338		123,626,399		
Total liabilities									
Fund equity									
Investment in general fixed assets	42,446,479	-	42,446,479	5,090,899	-		47,537,378		
Contributions in aid of construction net of accumulated amortization	-	-	60,488,925	-	-		60,488,925		
Retained earnings	-	-	12,282,628	-	-		12,282,628		
Reserved	-	-	32,737,666	-	-		32,737,666		
Unreserved	-	-	-	-	-		-		
Designated	-	-	-	-	-		-		
Fund balances (deficit)	-	-	618,618	-	-		618,618		
Reserved for long-term advances to other funds	-	-	800,000	-	-		800,000		
Reserved for long-term note receivable	-	-	14,398	141,638	-		156,036		
Reserved for prepaid items	-	-	-	665,429	-		665,429		
Reserved for inventories	-	-	128,378	-	-		128,378		
Unreserved	-	-	3,475,242	-	-		3,475,242		
Designated for programs	-	-	3,641,019	-	-		3,641,019		
Designated for debt service	-	-	5,171,024	6,700,728	-		11,871,752		
Undesignated	-	-	161,804,377	12,598,694	-		174,403,071		
Total Fund Equity and other credits	42,446,479	\$ 33,118,451	\$ 283,043,578	\$ 14,830,554	\$ 155,338		\$ 298,029,470		

This Statement covers more than one page

The accompanying notes are an integral part of this statement.

County of Muskegon
 All Governmental Fund Types, Expendable Trust Funds and Discretely Presented Component Units
**COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE**

For the Nine Months ended September 30, 1998

	Governmental Fund Types				Fiduciary Fund Type Expendable Trust	Totals (memorandum only)			Discretely Presented Component Units			Totals (memorandum only)
	General	Special Revenue	Debt Service	Capital Projects		1997	1998	Family Ind. Agency	1998	1998	1998	
Revenues												
Taxes	\$ 15,629,285	-	\$ 725,836	\$ -	\$ -	\$ 16,355,121	\$ -	\$ -	\$ -	\$ 16,355,121		
Licenses and permits	6,471	-	-	-	-	6,471	-	-	-	6,471		
Intergovernmental revenue	3,302,005	24,136,943	-	20,454	-	27,459,402	7,206,488	587,581	-	35,253,471		
Charges for services	1,598,335	-	-	-	-	1,598,335	-	-	-	1,598,335		
Administrative	2,982,646	28,152,660	-	-	-	31,135,306	1,291,933	-	-	32,427,239		
Services rendered	566,890	270,932	-	-	-	837,822	-	-	-	837,822		
Fines and forfeitures	822,107	221,810	140,457	214,098	2,376	1,400,848	248,374	-	-	1,649,222		
Investment income	-	-	447,044	-	-	447,044	-	-	-	447,044		
Rentals	-	-	875,000	-	-	875,000	-	-	-	875,000		
Special assessments	150,206	1,220,737	-	1,736	-	1,372,679	-	-	-	1,372,679		
Contributions from private sources	96,829	1,754,749	19,238	13,188	-	1,884,004	41,858	75,419	-	2,001,281		
Other	25,154,774	55,757,831	2,207,575	249,476	2,376	83,372,032	8,788,653	663,000	-	92,823,685		
Total revenues												
Expenditures												
Current operations												
Legislative	243,213	-	-	-	-	243,213	-	-	-	243,213		
Judicial	4,351,266	-	-	-	-	4,351,266	-	-	-	4,351,266		
General County government	6,577,128	2,318,291	-	-	-	8,895,419	-	670,078	-	9,565,497		
Public safety	5,807,299	1,582,762	-	-	-	7,390,061	-	-	-	7,390,061		
Health	251,867	48,007,915	-	-	-	48,259,782	-	-	-	48,259,782		
Welfare	-	5,666,256	-	-	-	5,666,256	-	-	-	5,666,256		
Culture	107,245	1,264,080	-	-	-	1,371,325	-	-	-	1,371,325		
Recreation	-	343,024	-	-	-	343,024	-	-	-	343,024		
Highways and streets	-	-	-	-	-	-	6,798,303	-	-	6,798,303		
Other	175,504	-	11,393	39,978	5,757	232,632	-	-	-	232,632		
Capital outlay	85,207	1,747,212	-	6,355,786	-	8,168,205	457,542	-	-	8,625,747		
Debt service	-	-	-	-	-	-	-	-	-	-		
Principal payments	-	-	1,725,000	-	-	1,725,000	279,502	-	-	2,004,502		
Interest	-	-	1,104,189	-	-	1,104,189	33,595	-	-	1,137,784		
Total expenditures	17,598,729	60,929,540	2,840,582	6,375,764	5,757	87,750,372	7,568,942	670,078	-	95,989,392		
Revenues over (under) expenditures	7,556,045	(5,171,709)	(633,007)	(6,126,288)	(3,381)	(4,378,340)	1,219,711	(7,078)	-	(3,165,707)		
Other financing sources (uses)	1,328,144	-	-	451,475	-	1,779,619	-	-	-	1,779,619		
Sales of Fixed Assets	-	5,704,900	1,030,146	591,100	-	7,326,146	-	-	-	7,326,146		
Operating transfers in	(7,078)	(159,858)	-	-	-	(166,936)	-	-	7,078	-		
Operating Transfer from (to) component units	(7,907,044)	(159,858)	-	-	-	(8,066,902)	-	-	-	(8,066,902)		
Operating transfers (out)	(6,585,978)	5,545,042	1,030,146	1,042,575	-	1,031,785	-	7,078	-	1,038,863		
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES												
Fund balance at beginning of year	970,067	373,333	397,139	(5,083,713)	(3,381)	(3,346,555)	1,219,711	-	-	(2,126,844)		
Equity transfer (to) from other funds	3,879,104	2,289,665	3,243,880	7,686,633	95,952	17,195,234	6,288,084	-	-	23,483,318		
Fund balance at end of year	\$ 4,849,171	\$ 2,662,998	\$ 3,641,019	\$ 2,602,920	\$ 92,571	\$ 13,848,679	\$ 7,507,795	\$ -	\$ -	\$ 21,356,474		

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

For the Nine Months Ended September 30, 1998

	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									
Taxes	\$ 15,563,142	\$ 15,629,285	\$ 66,143	\$ -	\$ -	\$ -	\$ 650,780	725,836	\$ 75,056
Licenses and permits	5,775	6,471	696	-	-	-	-	-	-
Intergovernmental revenue	3,278,166	3,302,005	23,839	30,475,987	24,136,943	(6,339,044)	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-
Administrative	1,613,619	1,598,335	(15,284)	-	-	-	-	-	-
Services rendered	2,871,005	2,982,646	111,641	27,714,294	28,152,660	438,366	-	-	-
Fines and forfeitures	587,400	566,890	(20,510)	281,406	270,932	(10,474)	-	-	-
Investment income	751,500	822,107	70,607	253,250	221,810	(31,440)	124,634	140,457	15,823
Rentals	-	-	-	-	-	-	523,500	447,044	(76,456)
Special assessments	-	-	-	-	-	-	1,275,000	875,000	(400,000)
Contributions from private sources	154,242	150,206	(4,036)	1,382,499	1,220,737	(161,762)	-	-	-
Other	109,425	96,829	(12,596)	1,594,366	1,754,749	160,383	-	-	-
Total revenues	24,934,274	25,154,774	220,500	61,701,802	55,757,831	(5,943,971)	4,277	19,238	14,961
Expenditures									
Current operations									
Legislative	247,634	243,213	4,421	-	-	-	-	-	-
Judicial	4,475,271	4,351,266	124,005	-	-	-	-	-	-
General County government	6,967,502	6,577,128	390,374	2,387,901	2,318,291	69,610	-	-	-
Public safety	5,860,601	5,807,299	53,302	1,796,369	1,582,762	213,607	-	-	-
Health	241,954	251,867	(9,913)	48,863,641	48,007,915	855,726	-	-	-
Welfare	-	-	-	9,697,677	5,666,256	4,031,421	-	-	-
Culture	110,581	107,245	3,336	1,651,009	1,264,080	386,929	-	-	-
Recreation	250,001	175,504	74,497	333,158	343,024	(9,866)	-	-	-
Other	113,221	85,207	28,014	2,345,515	1,747,212	598,303	11,757	11,393	364
Capital outlay	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Principal payments	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	18,266,765	17,598,729	668,036	67,075,270	60,929,540	6,145,730	1,725,000	1,725,000	-
Revenues over (under) expenditures	6,667,509	7,556,045	888,536	(5,373,468)	(5,171,709)	201,759	846,042	1,104,189	(258,147)
Other financing sources (uses)									
Sale of Fixed Assets	1,305,401	1,328,144	22,743	-	-	-	-	-	-
Operating transfers in	(8,504)	(7,078)	1,426	-	-	-	-	-	-
Operating Transfer from (to) component units	(8,636,456)	(7,907,044)	729,412	(150,170)	(159,858)	(9,688)	-	-	-
Operating transfers (out)	(7,339,559)	(6,385,978)	753,581	5,510,861	5,545,042	34,181	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(672,050)	970,067	1,642,117	137,393	373,333	235,940	1,018,779	1,030,146	11,367
Fund balance at beginning of year	3,879,104	3,879,104	-	2,289,665	2,289,665	-	3,243,880	3,243,880	-
Equity transfer (to) from other funds	672,054	-	(672,054)	-	-	-	-	-	-
Fund balance at end of year	\$ 3,879,108	\$ 4,849,171	\$ 970,063	\$ 2,427,058	\$ 2,662,998	\$ 235,940	\$ 4,258,051	\$ 3,641,019	(\$ 617,032)

The accompanying notes are an integral part of this statement.

County of Muskegon
All Proprietary Fund Types

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS/FUND BALANCE
For the Nine Months ended September 30, 1998

	Proprietary Fund Types		Totals (memorandum only)
	Enterprise Funds	Internal Service Funds	
Operating revenues			
Charges for services	\$ 13,691,754	\$ -	\$ 13,691,754
Interest and penalties on delinquent taxes	-	1,551,303	1,551,303
Intragovernmental revenues	-	8,264,815	8,264,815
Other	-	562,492	562,492
	<u>13,691,754</u>	<u>10,378,610</u>	<u>24,070,364</u>
Operating expenses			
Salaries and fringe benefits	4,122,092	684,481	4,806,573
Supplies and other operating expenses	7,544,829	839,927	8,384,756
Insurance benefits and claims	-	814,153	814,153
Insurance premiums	-	6,199,050	6,199,050
Interest expense	-	603,709	603,709
Depreciation and amortization	3,720,251	478,612	4,198,863
	<u>15,387,172</u>	<u>9,619,932</u>	<u>25,007,104</u>
	<u>(1,695,418)</u>	<u>758,678</u>	<u>(936,740)</u>
Operating income (loss)			
Other income or (deductions)	1,187,506	-	1,187,506
Operating subsidies	1,052,962	568,122	1,621,084
Interest income	(957,335)	-	(957,335)
Other - net	456,875	-	456,875
	<u>1,740,008</u>	<u>568,122</u>	<u>2,308,130</u>
Income before operating transfers	44,590	1,326,800	1,371,390
Operating transfers in	1,498,902	-	1,498,902
Operating transfers (out)	(32,844)	(725,302)	(758,146)
	<u>1,466,058</u>	<u>(725,302)</u>	<u>740,756</u>
NET INCOME	1,510,648	601,498	2,112,146
Transfer of depreciation and amortization to contributions in aid of construction			
Net income transferred to retained earnings	2,760,142	-	2,760,142
Retained earnings at beginning of year	4,270,790	601,498	4,872,288
Retained earnings at end of year	<u>25,819,436</u>	<u>14,328,570</u>	<u>40,148,006</u>
	<u>\$ 30,090,226</u>	<u>\$ 14,930,068</u>	<u>\$ 45,020,294</u>

The accompanying notes are an integral part of this statement.

County of Muskegon
All Proprietary Fund Types
COMBINED STATEMENT OF CASH FLOWS
For the Nine Months ended September 30, 1998

	Proprietary Fund Types		Totals (memorandum only)
	Enterprise Funds	Internal Service Funds	1998
CASH FLOW FROM OPERATIONS			
Operating income (loss)	(\$ 1,695,418)	\$ 758,678	(\$ 936,740)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operations:			
Increase (decrease) in deferred revenue	(2,916,290)	-	(2,916,290)
Depreciation expense	3,720,251	478,612	4,198,863
(Increase) decrease in accounts receivable	(228,365)	(1,433)	(229,798)
Decrease in intergovernmental receivable	490,501	-	490,501
Increase in advances payable	286,322	-	286,322
(Increase) decrease in inventory	929,525	-	929,525
Increase (decrease) in accounts payable	1,032,880	(30,319)	1,002,561
Other Income	622,170	-	622,170
Other (Expense)	(58,303)	-	(58,303)
Increase in due to other funds	387,670	9,405	397,075
Increase (decrease) in accrued liabilities	262,821	(221,482)	41,339
(Increase) decrease in prepaid expenses	(472,206)	189,527	(282,679)
(Decrease) in due to other funds	(923,726)	(7,480)	(931,206)
Decrease in due from other funds	630,914	(3,896)	627,018
Loss on sale of fixed assets	-	11,886	11,886
Debt service revenues	-	(1,551,303)	(1,551,303)
Debt service interest expense	-	586,510	586,510
Other debt service expense	-	18,596	18,596
Total adjustments	3,764,164	(521,377)	3,242,787
Net cash provided by operations	2,068,746	237,301	2,306,047
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Bond payments	(2,145,849)	-	(2,145,849)
Bond Proceeds	235,000	-	235,000
Interest expense and agent fees	(942,476)	-	(942,476)
Purchase of fixed assets	(2,675,271)	(346,095)	(3,021,366)
Construction in progress	277,201	-	277,201
Capital contributions and grants	1,597,389	-	1,597,389
Net cash used for capital and related financing activities	(\$ 3,654,006)	(\$ 346,095)	(\$ 4,000,101)

The accompanying notes are an integral part of this statement.

This Statement cover more that one page

County of Muskegon
All Proprietary Fund Types
COMBINED STATEMENT OF CASH FLOWS - CONTINUED
For the Nine Months ended September 30, 1998

	Proprietary Fund Types		Totals
	Enterprise Funds	Internal Funds	(memorandum only) 1998
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES			
Intragovernmental loans	\$ 21,747	-	\$ 21,747
Advances to other funds	-	555,000	555,000
Advances (from) other funds	-	(576,747)	(576,747)
Operating subsidies	626,182	-	626,182
Operating transfers out	(32,844)	(725,302)	(758,146)
Operating transfers in	1,498,902	-	1,498,902
Equity transfers to other funds	-	(4,622,516)	(4,622,516)
Equity transfers from other funds	-	4,622,516	4,622,516
Increase in closure costs	477,336	-	477,336
Bond payments	-	(3,050,000)	(3,050,000)
Bond proceeds	-	8,750,000	8,750,000
Interest and agent fees expenses	-	1,160,217	1,160,217
Tax collections	-	9,191,350	9,191,350
Delinquent tax payments to municipalities	-	(10,676,790)	(10,676,790)
Net cash provided by noncapital financing activities	2,591,323	4,627,728	7,219,051
CASH FLOW FROM INVESTING ACTIVITIES			
Interest received from investment pool	1,473,864	923,422	2,397,286
Net cash provided by investing activities	1,473,864	923,422	2,397,286
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,479,927	5,442,356	7,922,283
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	21,309,060	11,190,599	32,499,659
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 23,788,987	\$ 16,632,955	\$ 40,421,942

The accompanying notes are an integral part of this statement.

This Statement cover more that one page

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS

September 30, 1998

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 527.34 square miles with the county seat located in the City of Muskegon. The county operates under an elected Board of Commissioners (9 members) and provides services to its 159,000 residents in many areas, including law enforcement, administration of justice, transportation, waste disposal, road maintenance, community enrichment and development and human services.

The county adopted a September 30 year end to be consistent with the fiscal period of the respective federal and state grants.

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 governmental fund types.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

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

b) Basis of Accounting and Measurement Focus

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. In accordance with Governmental Accounting Standards Board (GASB) No. 20, Paragraph 7, Muskegon County has elected not to apply FASB pronouncements issued after November 30, 1989, in relation to proprietary fund activities.

The modified accrual basis of accounting is used by all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year end on behalf of the government also are recognized as revenue. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The government reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

c) Inventories

Inventories, which consist of replacement parts, office supplies, drugs and medical supplies, are stated at cost using the first in, first out (FIFO) method in governmental funds, and at the lower of average costs or market in proprietary funds. Harvested grain is valued at selling price less costs of disposal. 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 to roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

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

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 Governmental Accounting Standards Board, Statement No. 16, 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 \$5,933,451 is recorded in the general long-term debt account group. Compensated absences in the proprietary funds are accrued in full.

County Road Commission personnel are paid fully for accumulated vacation and nothing for sick leave upon termination. Upon retirement or death, personnel receive full accumulated vacation and one half the sick leave accrued.

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 City of Muskegon Downtown Development Authority, which is held jointly by the capital projects and internal service funds. Portions of the capital projects fund balance have been reserved and retained earnings of an 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 and reserved are:

<u>Special Revenue</u>	
Emergency Services	\$ 12,908
Park Fund	68,134
Friend of the Court	110,867

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED

September 30, 1998

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

Special Revenue - continued

Accommodations Tax	98,459
Michigan Enforcement Team (WMET)	26,802
TNT Drug	13
Prosecutor Drug Fund	4,185
Silent Observer	969
Library	33,596
EDC Loan Revolving	230,432
Dynatorque Loan	466,751
Cherry Hill Loan	35,369
Rambusch-Fuchs CDBG Grant	3,549
Briggs and Stratton	221
Housing Specialist Family Center	6,624
Remonumentation Program	15,544
Victim Restitution	19,817
Health Department	102,800
Community Mental Health	219,796
Community Corrections	1,412
Mental Health Building	147,168
John R. Campbell Building	5,586
	<u>\$1,611,002</u>

Debt Service

Designated for debt service	\$3,641,019
	<u>\$3,641,019</u>

Capital Projects

Capital improvements designated for arts and sports complex	\$1,508,188
Capital improvements designated for Heritage Landing	8,532
Capital improvements designated for drain projects	246,875
	<u>\$1,763,595</u>

Enterprise

Reserved for cell closure	\$5,959,001
Reserved for debt service	3,071,022
	<u>\$9,030,023</u>

Internal Service

Reserved for equipment purchases	<u>\$3,252,605</u>
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Trust and Agency

Designated for perpetual care	
Cemetery Trust Endowment	\$30,934
Medical Care Facility Endowment	61,637
	<u>\$ 92,571</u>

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 September 30, 1998, the status of contributions in aid of construction is as follows:

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED

September 30, 1998

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

	Muskegon County Airport <u>(5810)</u>	Muskegon Area Transit System <u>(5880)</u>
Contributions in aid of construction at beginning of year	\$9,772,479	\$3,178,236
Current year contributions	639	14,245
(Retirements) - transfers - net	-	(116,419)
Depreciation and amortization of fixed assets acquired through contributions in aid of construction	<u>(315,549)</u>	<u>(281,360)</u>
Contributions in aid of construction at end of year	<u>\$9,457,569</u>	<u>\$2,794,702</u>

	Muskegon County Wastewater Management System <u>(5920)</u>	Total <u>1998</u>
Contributions in aid of construction at beginning of year	\$48,803,030	\$61,753,745
Current year contributions	1,714,765	1,729,649
(Retirements) - transfers - net	(117,908)	(234,327)
Depreciation and amortization of fixed assets acquired through contributions in aid of construction	<u>(2,163,233)</u>	<u>(2,760,142)</u>
Contributions in aid of construction at end of year	<u>\$48,236,654</u>	<u>\$60,488,925</u>

i) Budgets

The general, special revenue, and debt service 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 August or September and a special meeting is held to give all elected officials the opportunity to discuss their budget with the Board.
2. The budget, and an appropriation ordinance implementing it, is then adopted in September.
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 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 fund. All other special revenue fund expenditures and debt service funds 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 June or July for any revision of estimates. Proposed increases or reductions in appropriations are presented to the Ways and Means Committee and the Board in August and September 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.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

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

Management has no authority to amend budgets at the fund level. Management can do transfers within funds at the departmental level without governing board approval but not between departments. 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 funds' fiscal year.

j) Reporting Entity

In accordance with GASB Statement No. 14, all funds and account groups under direct control of the county have been included in this report.

- 1) The component units of government included in this report are the Muskegon County Road Commission and the Muskegon County Family Independence Agency.
- 2) The Muskegon County Road Commission (MCRC) and Family Independence Agency (FIA) (Fund 2910) are discretely presented to emphasize that they are legally separate from the County. Their inclusion is based on the County Board appointing the legislative body. The MCRC financial statements can be obtained from the MCRC offices in Muskegon, MI. The FIA Financial Statement is included in the State of Michigan Financial Report and can be obtained from the State of Michigan Family Independence Agency in Lansing MI.
- 3) The criteria established by the GASB Statement No. 14 "The Financial Reporting Entity" for determining the reporting entity includes fiscal dependency and whether the financial statements present the Muskegon County Road Commission, a component unit of Muskegon County, and include the Road Commission Operating Fund, General Fixed Asset Account Group and General Long Term Debt Account Group. The financial statements also included the Family Independence Agency Special Revenue Fund as a component unit.
- 4) There are no other overlapping entities that generate a positive response in any of the criteria defined in GASB Statement No. 14.

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 each 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) 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 plan. Indirect costs are defined by Office of Management and Budget (OMB) Circular A-87 as costs "(a) incurred for a common or joint purpose benefitting more than one cost objective, and (b) not readily assignable to the cost objectives specifically benefitted 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. Upon the completion of an independent audit at the end of each fiscal year, the indirect cost rate is scrutinized and a revised fixed rate for future use is negotiated with the cognizant agency only if necessary. During 1998, the county's indirect cost rate was 11.9407% of direct salaries and wages, excluding fringe benefits. Certain other accounting policies are disclosed in subsequent footnotes.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENT - CONTINUED

September 30, 1998

NOTE 2 - PROPERTY TAX

Property taxes are levied and attached as an enforceable lien on property as of July 1 and December 1. Taxes are payable by March 1 with local treasurers. After March 1, 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 1. 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 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 EQUIVALENTS

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, U.S. treasury notes, and commercial paper primarily on a pooled investment basis.

Cash equivalents are short-term, highly liquid investments that have both of the following characteristics:

- . Investments that are readily convertible to known amounts of cash
- . Investments that mature in such a short period of time that their values are effectively immune from changes in interest rates
- . Original maturity of three months or less

Investments are stated at fair value. Investment income of the pooled investment account is allocated monthly to the respective funds on the basis of their average daily cash balance. As of September 30, 1998, investments consisted of the following:

	<u>Treasury Notes</u>	<u>Investment Funds</u>	<u>Commercial Paper</u>	<u>Total</u>
Pooled Investments	<u>\$24,278,876</u>	<u>\$4,566,910</u>	<u>\$10,750,000</u>	<u>\$39,095,786</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 equivalents" (and investments) on the combined and individual balance sheets.

Deposits: At year-end, the carrying amount of the county's deposits was \$25,041,888 and the bank balance was \$21,075,399. Of the balances, \$400,000 was covered by federal depository insurance in the County's name. The remaining \$20,675,399 is uninsured and uncollateralized.

Restricted Cash: At year-end, the restricted cash bank balance was \$107,339. Of this balance, \$100,000 was insured by federal depository insurance.

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, saving accounts, deposit accounts, or depository receipts of a bank which is a member of the federal deposit insurance corporation or a savings and loan association which is a member of the federal savings and loan insurance corporation or a credit union which is insured by the national credit union administration.
3. In commercial paper rated at the time of purchase within the three highest classifications established by not less than two 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.

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 3 - CASH AND CASH EQUIVALENTS - Continued

4. In United States government or federal agency obligation repurchase agreements.
5. In banker's 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 the entity at year-end. Category 1 includes investments that are insured or registered, or securities held by the county, or its agent in the county's name. Category 2 includes investments that are uninsured and unregistered, held by the counterparty's trust department or agent in the county's name. Category 3 includes investments that are uninsured and unregistered and held by the counterparty or by its trust department or agent but not in the county's name.

	Category 1	Category 2	Category 3	Amount
U.S. Treasury Notes	\$24,278,876	\$ -	\$ -	\$24,278,876
Commercial Paper	<u>10,750,000</u>	-	-	<u>10,750,000</u>
	<u>\$35,028,876</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$35,028,876</u>
Municipal sweep account				4,308,532
Government Investment Account				<u>258,378</u>
Total Investments				<u>\$39,095,786</u>

NOTE 4-LONG-TERM NOTE RECEIVABLE

The county has a long-term note receivable from the City of Muskegon Downtown Development Authority (a Michigan nonprofit corporation) dated August 17, 1989 (issued in the face amount of \$1,000,000, interest free), which is held jointly by capital projects and internal service funds.

The note is included in the accompanying combined financial statements at its original face amount. The note is collateralized by a certain tax increment financing plan 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 September 30, 1998 are summarized as follows:

	Proprietary Funds	General Fixed Asset Account Group	Total
In-service			
Land	\$11,855,623	\$2,282,514	\$14,138,137
Land improvements	15,670,955	1,868,268	17,539,223
Lagoons	9,517,671	-	9,517,671
Buildings and improvements	18,741,042	29,985,254	48,726,296
Machinery and equipment	16,036,052	8,310,443	24,346,495
Wastewater collection and distribution system	66,727,997	-	66,727,997
Capitalized interest and engineering	<u>7,383,202</u>	-	<u>7,383,202</u>
	145,932,542	42,446,479	188,379,021
Less accumulated depreciation	<u>(50,067,182)</u>	-	<u>(50,067,182)</u>
	95,865,360	42,446,479	138,311,839
Construction in progress	<u>6,952,751</u>	-	<u>6,952,751</u>
	<u>\$102,818,111</u>	<u>\$42,446,479</u>	<u>\$145,264,590</u>

County of Muskegon
NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED
September 30, 1998

NOTE 5 - PROPERTY AND EQUIPMENT - Continued

The following table summarizes the changes in the components of the general fixed assets account group for the year ended September 30, 1998:

	Balance January 1, 1998	Additions and Adjustments	Retirements and Adjustments	Balance September 30, 1998
Land	\$2,263,329	\$19,185	\$ -	\$2,282,514
Land improvements	570,794	1,297,475	1	1,868,268
Buildings and improvements	32,570,703	77,382	2,662,831	29,985,254
Equipment	8,207,323	339,405	236,285	8,310,443
Construction in progress	<u>1,297,475</u>	<u>-</u>	<u>1,297,475</u>	<u>-</u>
	<u>\$44,909,624</u>	<u>\$1,733,447</u>	<u>\$4,196,592</u>	<u>\$42,446,479</u>

General fixed assets at September 30, 1998 are utilized in the following functions:

Legislative	\$5,650
Judicial	1,230,044
General county government	15,246,171
Public safety	3,905,554
Health	12,347,447
Welfare	5,704,484
Culture	888,928
Recreation	<u>3,118,201</u>
	<u>\$42,446,479</u>

NOTE 6 - LONG-TERM DEBT

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

	Balance January 1, 1998	Borrowings (payments)	Balance September 30, 1998
<u>General Long-Term Debt Account Group</u>			
Special Assessment Debt with Governmental Commitment			
Series II - payable in annual installments of \$100,000 through 2004 with interest from 6% to 7.4% (8713)	\$ 700,000	\$ -	\$ 700,000
Egelston Township Extension Bonds - payable in annual installments of \$125,000 to 2000 with interest from 5% to 6.1% (8832)	375,000	(125,000)	250,000
Muskegon Township Extension Bonds - payable in annual installments of \$600,000 to 2002 with interest from 5% to 7% (8833)	3,000,000	(600,000)	2,400,000

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 6 - LONG TERM DEBT - Continued

General Long Term Debt Group-continued

Laketon Township Extension Bonds - payable in annual installments of \$150,000 to 2004 with interest from 6.1% to 6.4% (8834)	\$1,050,000	(\$150,000)	\$ 900,000
Muskegon County Water Supply System No. 1 Bonds - payable in increasing annual installments of \$300,000 in 2003 with interest from 5.5 to 5.9% (8711)	1,800,000	-	1,800,000
Northside Water Project Bonds - payable in increasing annual installments ranging from \$30,000 in 1998 to \$40,000 in 2021 with interest at 5% (8719)	870,000	(30,000)	840,000
Quality of Life Project Bond-payable in increasing annual installments ranging from \$225,000 in 1999 to \$1,525,000 in 2016 with interest from 5.375% to 7.875% (3110)	16,000,000	(225,000)	15,775,000

Other Debt

Muskegon County Building Authority - Convention Center (Refunded) - payable in increasing annual installments ranging from \$200,000 in 1998 to \$250,000 in 2003 with interest from 5.6% to 6.2% (3100)	1,400,000	(200,000)	1,200,000
Muskegon County Mental Health Center Bonds (refunded) - payable in increasing annual installments ranging from \$45,000 in 1998 to \$200,000 in 2005 with interest from 3.7% to 4.25% (3141)	1,725,000	110,000 (255,000)	1,580,000
Muskegon County Mental Health Center Bonds (refunded) - payable in 3 installments of \$175,000 in 2008 to 2010 with interest at 5.0% (3142)	1,775,000	(1,250,000)	525,000
Muskegon County Health Center Bonds - payable in increasing annual installments ranging from \$40,000 in 1998 in 2007 with interest from 3.7% to 4.35% (3143)	-	1,255,000 (40,000)	1,215,000
Sick leave and annual time payable as used or upon retirement or termination. (See Note 1(e) for limitations on payoff) (1010)	<u>5,612,165</u>	(2,246,575) <u>2,567,861</u>	<u>5,933,451</u>
Total General Long-Term Debt Account Group	<u>\$34,307,165</u>	<u>(\$ 1,188,714)</u>	<u>\$33,118,451</u>

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 6 - LONG-TERM DEBT - Continued

Enterprise Funds

1989 Muskegon County Wastewater Management System No. 1 Bonds Refunded - payable in varying annual installments ranging from \$1,680,000 in 1998 to \$1,650,000 in 2005 with interest from 3.9% to 5.7% (5920)	\$13,205,000	\$(1,680,000)	\$11,525,000
1992 Muskegon County Wastewater Management System No. 1 Bonds - payable in increasing annual installments ranging from \$125,000 in 1998 to \$200,000 in 2008 with interest from 4.75% to 6.4% (5920)	1,825,000	(125,000)	1,700,000
1989 Muskegon County Wastewater Management System No. 1 Bonds-payable in 3 annual installments of \$2,000,000 in 2006, 07, 08 with interest ranging from 5.75% to 10.75% (3912)	6,000,000	-	6,000,000
Five year promissory note payable for caterpillar hydraulic excavator due in monthly installments of \$10,423.12 including interest at 4.58% for 60 months through December 1998 (5920)	123,366	(90,849)	32,517
Muskegon County Building Authority (County Fairgrounds-partially refunded in 1998) portion not refunded payable with interest at 9.9% in 1999 (5083)	2,000,000	(1,850,000)	150,000
Muskegon County Building Authority (County Fairgrounds Refunding) payable in increasing annual installments ranging from \$65,000 in 1998 to \$185,000 in 2009 with interest from 5.5% to 6.25% (5083)	-	1,985,000 (65,000)	1,920,000
Muskegon County Airport Terminal - payable in increasing annual installments ranging from \$85,000 in 1998 to \$280,000 in 2013 with interest from 4.75% to 5.625% (5810)	2,770,000	(85,000)	2,685,000
Ten year promissory note payable for building improvements at 6% interest payable in annual installments of \$6,114 including interest through 2000 (5810)	<u>11,528</u>	<u>-</u>	<u>11,528</u>
Total Enterprise Funds	<u>\$25,934,894</u>	<u>\$ (1,910,849)</u>	<u>\$24,024,045</u>

Internal Service Funds

General Obligation Tax Notes

Delinquent Tax Series

1997-payable in annual installment of \$3,350,000 in 1999, \$3,600,000 in 2000 and \$1,800,000 in 2001 with interest ranging from 6.0% to 6.10% (6197)	-	8,750,000	8,750,000
1996-payable in annual installment of \$3,400,000 in 1999 and \$1,700,000 in 2000 with interest ranging from 6.6% to 7.35% (6196)	6,600,000	(1,500,000)	5,100,000
1995 - payable in annual installment of \$1,550,000 in 1998, and \$1,550,000 in 1999 with interest ranging from 6.5% to 6.55% (6195)	<u>3,100,000</u>	<u>(1,550,000)</u>	<u>1,550,000</u>
Total Internal Service Funds	<u>\$ 9,700,000</u>	<u>\$ 5,700,000</u>	<u>\$ 15,400,000</u>
Total Long-Term Debt (including current maturities of proprietary fund types long-term debt)	<u>\$ 69,942,059</u>	<u>(\$ 2,600,437)</u>	<u>\$ 72,542,496</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 6 - LONG-TERM DEBT - Continued

The total requirement for payment of principal and interest amount to \$72,542,496 and \$22,492,682, respectively, at September 30, 1998 as follows:

	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>	<u>Long-Term Debt Account Group</u>
1998-1999	\$3,385,450	\$12,860,938	\$10,196,780
2000-2004	15,458,102	3,763,800	14,914,495
2005-2009	12,318,910	-	8,556,703
2010-2014	1,179,063	-	8,776,031
2015-2019	-	-	3,540,906
2020-2021	-	-	84,000
	<u>\$32,341,525</u>	<u>\$16,624,738</u>	<u>\$46,068,915</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, Dalton Township, and the County Road Commission for the financing of additional sewage collection and disposal and water supply systems for the contractees. Under the terms of the agreements, the contractees are to pay the county each year amounts sufficient to provide for debt service. The full faith and credit of the county and that of the respective participating municipalities are pledged for repayment of the bonds.

The Muskegon County Wastewater Management System No. 1 Bonds issued 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 \$107,339 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 (\$22,841,611 at September 30, 1998) 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. In addition, ad valorem taxes can be levied if revenues are not sufficient to cover debt service requirements. In 1995, the voters approved a 16 million General Obligation Bond issued in 1996 for renovation of an arts and sports complex. Millage of .47 mills has been levied for the repayment of the bonds through the last bond payment in the year 2016. The full faith and credit of the county is pledged for repayment of the bonds. County Building Authority Bonds were used to build a new convention center in combination with a new 200-room hotel. The full faith and credit of the county is pledged for repayment of the bonds. County Building Authority Bonds were used to remodel the former Family Independence Agency building for Community Mental Health. 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 September 30, 1998

Year	Total Water	Total Sewer	Total General Obligation	Total Delinquent Tax	Totals	Principal Due Every Five Years
1999	\$ 330,000	\$ 2,700,000	\$1,115,000	\$8,300,000	\$12,445,000	
2000	330,000	2,670,000	1,210,000	5,300,000	9,510,000	
2001	330,000	2,515,000	1,255,000	1,800,000	5,900,000	
2002	335,000	2,760,000	1,325,000		4,420,000	
2003	335,000	2,145,000	1,370,000		3,850,000	36,125,000
2004	335,000	2,135,000	1,235,000		3,705,000	
2005	35,000	1,950,000	1,370,000		3,355,000	
2006	35,000	2,200,000	1,240,000		3,475,000	
2007	35,000	2,200,000	1,315,000		3,550,000	
2008	35,000	2,200,000	1,425,000		3,660,000	17,745,000
2009	35,000		1,535,000		1,570,000	
2010	35,000		1,460,000		1,495,000	
2011	35,000		1,425,000		1,460,000	
2012	40,000		1,540,000		1,580,000	
2013	40,000		1,680,000		1,720,000	7,825,000
2014	40,000		1,500,000		1,540,000	
2015	40,000		1,525,000		1,565,000	
2016	40,000		1,525,000		1,565,000	
2017	40,000				40,000	
2018	40,000				40,000	4,750,000
2019	40,000				40,000	
2020	40,000				40,000	
2021	40,000				40,000	120,000
2022	40,000				40,000	
	<u>\$2,640,000</u>	<u>\$23,475,000</u>	<u>\$25,050,000</u>	<u>\$15,400,000</u>	<u>\$66,565,000</u>	<u>\$66,565,000</u>

County of Muskegon
 NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED
 September 30, 1998

NOTE 6 - LONG -TERM DEBT-Continued

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

Debt Service Funds	<u>\$3,641,019</u>
Designated for Debt Service	

NOTE 7 - PENSION PLAN

Plan Description

The County of Muskegon has a defined benefit pension plan for its employees that provides retirement, disability and death benefits to its members and beneficiaries. The plan is administered by the Municipal Employees Retirement System (MERS), an agent multiple employer pension plan created under Public Act 135 of 1945.

MERS issues a publicly available financial report that includes financial statements and required supplemental information for the County. This report may be obtained by writing to MERS, 447 N. Canal Rd., Lansing, Michigan, 48917, or by calling (517) 622-4401.

Funding Policy

Members are required to contribute from 0-5% of their annual covered salary. The County is required to contribute at an actuarially determined rate; the current rate is 8.6% of annual covered payroll. The contribution requirements of plan members and the County are established and may be amended by the County Board of Commissioners.

Annual Pension Cost

For 1998, the County's annual pension cost of \$2,385,913 was equal to the County's required and actual contribution. The required contribution was determined as part of the December 31, 1996 actuarial valuation, using the entry age actuarial cost method. The actuarial assumptions include: a) 8% Investment Rate of Return (net of administrative expenses) and b) projected salary increases of 5-10% per year. The actuarial value of the County MERS plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five year period. The County's unfunded actuarial accrued liability is being amortized as a level percent of payroll over the next 30 years. The remaining amortization period on September 30, 1998 is 24 years.

Three Year Trend Information
 (Dollar Amounts in Thousands)

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual</u> <u>Pension Cost (APC)</u>	<u>Percentage</u> <u>of APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
12/31/96	\$ 2,902	100%	\$ -
12/31/97	2,710	100%	-
9/30/98	2,125	100%	-

NOTE 8 - CHANGE IN FISCAL YEAR

In conformance to statutory authority, the Muskegon County Board of Commissioners approved a change in their fiscal year end to September 30, effective January 1, 1998.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED

September 30, 1998

NOTE 9 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The county maintains seven enterprise funds which provide various services. Segment information for the year ended September 30, 1998 is presented below for each of these activities.

	<u>Fairgrounds Operations</u>	<u>Solid Waste Management</u>	<u>Fly Ash Program</u>	<u>Muskegon County Airport</u>
Operating revenues	\$ -	\$792,094	\$2,480,647	\$659,578
Depreciation and amortization	51,824	351,000	17,497	452,229
Operating income (loss)	(652,596)	(192,832)	2,333,631	(1,100,057)
Operating subsidies	-	-	-	107,383
Operating transfers	550,016	-	-	948,886
Net income (loss)	28,981	165,720	2,511,972	(177,793)
Current capital contributions	-	-	-	532
Property additions	-	18,500	-	51,333
Property deletions (transfers)	-	(6,499)	-	-
Total non-current liabilities	2,440,000	5,058,400	1,339,640	4,067,821
Net working capital	597,778	9,658,257	4,522,092	245,557
Total assets	3,274,364	11,187,847	4,807,108	15,676,525
Total equity	589,290	5,959,001	2,686,917	1,353,541

	<u>Muskegon Area Transit System</u>	<u>Northside Water</u>	<u>Wastewater Management System</u>	<u>Total</u>
Operating revenues	\$200,110	\$404,438	\$9,154,887	\$13,691,754
Depreciation and amortization	284,015	-	2,563,686	3,720,251
Operating income (loss)	(1,397,150)	(96,103)	(590,311)	(1,695,418)
Operating subsidies	1,080,123	-	-	1,187,506
Operating transfers	-	(32,844)	-	1,466,058
Net income (loss)	(322,024)	(43,753)	(652,455)	1,510,648
Current capital contributions	-	-	1,596,857	1,597,389
Property additions	16,627	-	2,311,610	2,398,070
Property deletions (transfers)	(116,419)	-	(117,908)	(240,826)
Total non-current liabilities	-	-	17,532,517	30,438,378
Net working capital	240,939	890,258	5,931,463	22,086,344
Total assets	3,606,848	943,822	90,278,415	129,774,929
Total equity	241,871	890,258	18,369,348	30,090,226

NOTE 10 - LEASES

The county leases certain office space and equipment under operating leases, which expire on various dates through 1998, with aggregate minimum monthly rentals of \$12,000. Rental expense under operating leases was \$375,445 for the nine months ended September 30, 1998.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 11 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

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

(a) Individual fund interfund receivable and payable balances. Such balances at September 30 were:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Fund</u>	<u>Interfund Payable</u>
General Fund (1010)	\$3,445,469	Co-Op Reimb. Pros. (1150)	\$109,415
		Marine Safety (1200)	74,657
		Sheriff Road Patrol (1210)	42,384
		Friend of the Court (2150)	136,447
		Community Mental Health (2220)	509,688
		Parks Development (2411)	6,274
		Wagner -Peysen (2731)	44,572
		Jobs Training Partnership Act (2740)	108,330
		SYETP (2742)	300,850
		Displaced Homemaker (2746)	1,259
		JTPA 8% Co-Ordination Grant (2747)	59,875
		Work First (2751)	330,689
		Family Center (2756)	2,084
		Welfare to Work (2758)	3,421
		Children's Justice Act ((2810)	8,790
		Juvenile Violence Reporting System (2830)	6,598
		Briggs & Stratton CDBG (2875)	5,200
		Brookhaven Medical Care Facility (2900)	634,596
		Veterans Trust (2940)	1,983
		Heritage Landing (4180)	19,458
		Muskegon County Airport (5810)	468,747
		Muskegon Area Transit System (5880)	74,643
		Muskegon Co. Wastewater Trtment (5920)	313,027
		Muskegon Veterans Affairs (7960)	<u>182,482</u>
			<u>\$3,445,469</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 11 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES - Continued

b) Operating transfers in (out) balances. Such balances at September 30 were:

<u>Fund</u>	<u>transfers in</u>	<u>transfers out</u>
General (1010)	\$ -	\$7,914,122
Co-Op Reimb.-Pros. (1150)	49,348	
Emergency Services (1190)	91,748	
Marine Safety (1200)	39,032	
Copsahead (1220)	5,435	
Parks (2080)	44,960	43,243
Friend of the Court (2150)	84,528	
Accommodations Tax (2300)		116,615
Health Department (2210)	1,867,171	
Community Mental Health (2220)	827,276	
Alternative Intermediate Services (2221)	94,973	
Managed Care (2222)	49,393	
Parks Development (2411)	43,243	
Community Corrections (2640)	211,136	
Law Library (2610)	11,599	
Library (2710)	555,385	
SYETP (2742)	2,778	
Crime Victims' Rights (2800)	3,575	
Re monumentation Program (2890)	4,216	
Brookhaven Medical Care Facility (2900)	373,422	
Family Independence Agency (2910)	7,078	
Child Care (2920)	1,306,860	
Muskegon County EDC (2960)	361	
Henry Street Building (2972)	38,461	
Convention Center Debt (3100)	997,302	
Water and Sewer Debt (3650)	32,844	
Fairgrounds Operations (5083)	550,016	
Fly Ash (5711)		
Muskegon County Airport (5810)	948,886	
Northside Water O & M (5910)		32,844
Delinquent Tax Revolving (6195)		725,302
Public Improvement (4930)	561,371	
Drain Projects (8010)	29,729	
	<u>\$8,832,126</u>	<u>\$8,832,126</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS -CONTINUED

September 30, 1998

NOTE 11 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES -Continued

c) Excess of expenditures over budget in individual funds and functions

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>
General Fund (1010)		
Cobo Hall Tax	\$83,357	\$83,705
Jury Commission	28,924	33,323
State Probation	26,556	27,145
Diversion Program	89,656	120,760
CASA Program	0	500
Administration	620,544	644,926
Accounting	300,093	310,164
Training Center	40,392	41,303
E-911 Funds	436,500	465,452
Treasurer	402,076	407,068
Southern Ave. Building	0	101
Maintenance	582,389	695,310
Heritage Landing	103,012	107,840
Drain	126,318	136,248
Print Shop	77,104	78,451
Equipment Pool	10,216	10,811
Training	4,500	8,965
State Institutions	169,767	186,081
Wage Payoffs	11,236	12,917
Cooperative Reimbursement - Prosecutor (1150)	150,312	177,417
Park Fund (2080)	300,589	320,204
Library (2710)	1,109,784	1,113,611
Jobs Training Partnership Act (2741)	113,109	129,668
Communities First (2755)	0	407
Children's Justice Act (2810)	35,537	41,775
EDC Loan Revolving (2860)	822	66,188
Dynatorque Loan (2870)	9,150	11,063
Brookhaven Medical Care Facility (2900)	7,651,985	7,667,578
Muskegon County Future Fund (2961)	26,206	27,527
Dislocated Workers (2745)	355,464	399,818
Henry Street Building (2972)	37,769	40,061
Older Workers (2994)	22,322	23,871
School to Work (2753)	209,702	289,551
Quality of Life (3110)	916,126	1,177,399
Convention Center Debt (3100)	259,238	259,513

All expenditures over appropriations have either been paid by excess revenues, operating transfers from other funds or by the reductions of current fund balance.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 11 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES-Continued

d) Individual fund advances to and from other funds. Such balances at September 30, 1998 were:

<u>Fund</u>	<u>Advances to other funds</u>	<u>Advances from other funds</u>
General (1010)		
Drain Revolving (6010)	21,500	
Central Stores (6330)	30,000	
Equipment Revolving (6660)	567,118	
Fairground Operations (5082)		555,000
Solid Waste Management (5710)	264,897	
Muskegon County Airport (5810)		1,472,821
Drain Revolving (6010)		21,500
1995 Delinquent Tax Revolving (6195)	555,000	
Central Stores (6330)		30,000
Equipment Revolving (6660)		832,015
Insurance (6770)	<u>1,472,821</u>	
	<u>\$2,911,336</u>	<u>\$2,911,336</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 12 - COMMITMENTS

The County has committed to renovate the new County South Campus. This commitment is approximately \$500,000 and will be done over the next year. The County also has two \$1,000,000 letters of credit with a local financial institution to cover any possible shortfalls in the County's coverage of the solid waste and fly ash landfills.

NOTE 13 - OTHER POST EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 7, the County provides post-retirement health care benefits, in accordance with County policies, to all employees who retire from the County on or after attaining the age of 55 with at least 15 years of service. Currently 262 retirees meet those eligibility requirements. The County pays up to 100 percent of the amount of premium (depending on length of service at time of retirement) for medical and hospitalization costs and reimburses retirees for a portion of their dental costs. The County also pays 100 percent of the premium for a Medicare supplement for each retiree eligible for Medicare. Expenditures for post-retirement health care benefits are recognized as retirees report claims and as invoices are received from the insurance carrier. A separate trust fund has been established and funded for the continued payment of these benefits for retirees. During the year, expenditures of \$726,069 were recognized for post-retirement health care.

NOTE 14 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees and the public; and natural disasters. The County has a self-insurance (internal service) fund to account for and finance its uninsured risk of losses. Under this program, the self-insurance fund provides coverage for up to a maximum of \$300,000 for each Workers' Compensation claim, \$250,000 for each general liability claim and \$50,000 for each property damage claim. The County purchases commercial insurance for claim in excess of the stated coverages and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three years.

All funds of the County participate in the program and make payments to the self-insurance fund based on experience estimates of the amounts needed to pay prior and current year claims and to establish a designation for catastrophic losses with the exception of Brookhaven Workers' Compensation claims which are funded directly by the department on actual claims paid. The designated amount at September 30, 1998 was \$4,468,078. The claim's liability of \$2,863,129 reported in the fund at September 30, 1998, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the funds claims liability amount in fiscal 1998 and 1997 were:

	<u>Beginning of Year Liability</u>	<u>Current year claims and changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at end of year</u>
1998	\$2,999,035	\$122,588	(\$258,494)	\$2,863,129
1997	2,663,456	942,970	(607,391)	2,999,035

NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED

September 30, 1998

NOTE 15 - CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require the County to place a final cover on its Solid Waste landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfills stops accepting waste, the County reports a portion of these closure and post closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$6.0 million reported as landfill closure and postclosure care liability at September 30, 1998 represents the cumulative amount reported to date based on the use of 39 percent of the estimated capacity of the landfills. The remaining life of the landfill is estimated to be 16 years. The County will recognize the remaining estimated cost of closure and postclosure care of \$9.5 million as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 1998. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to a trust to finance unanticipated closure and postclosure care. The County is in compliance with these requirements at September 30, 1998. The County expects that future inflation costs will be paid from interest earnings in the Solid Waste Funds. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by the trust fund set up for this purpose.

NOTE 16 - REFUNDED BONDS

On May 24, 1996, the County issued \$13.75 million in Limited Tax General Obligation bonds with an average interest rate of 4.3% to advance refund \$13.75 million of outstanding 1989 series bonds with an average interest rate of 8.33%, leaving \$6.75 million of the old issue outstanding. The net proceeds of \$13.6 million (after payment of \$.2 million in underwriting fees, insurance and other issuance costs) plus an additional \$.4 million from available debt funds were deposited with an escrow agent in an irrevocable trust to call on July 1, 1996 \$13.75 million of the 1989 series bonds plus \$.3 million in premiums. As a result, \$13.75 million of the 1989 series bonds are defeased and the liability for these bonds has been removed for the county books.

Although the advance refunding resulted in a \$.4 million accounting loss for the year ended December 31, 1996, the County in effect reduced its aggregate debt service payments by \$1.1 million over the next 9 years and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$.9 million.

On February 1, 1998, the County issued \$1.625 million in Unlimited Tax General Obligation bonds with an average interest rate of 4.39% to advance refund \$1.515 million of outstanding 1988 series bonds with an average interest rate of 7.41%, leaving \$210,000 of the old issue outstanding. The net proceeds of \$1.569 million (after payment of \$56,000 in underwriting fees, insurance and other issuance costs) were deposited with an escrow agent in an irrevocable trust to call as due, \$1.515 million of the 1988 series bonds. As a result, \$1.515 million of the 1988 series bonds are defeased and the liability for these bonds has been removed for the County books.

Although the advance refunding resulted in a \$166,000 accounting loss for the fiscal year ended September 30, 1998, the County in effect reduced its aggregate debt service payments by \$132,000 over the next 8 years and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$112,000.

On February 1, 1998, the County issued \$1.255 million in Limited Tax General Obligation bonds with an average interest rate of 4.45% to advance refund \$1.15 million of outstanding 1990 series bonds with an average interest rate of 7.31%, leaving \$625,000 of the old issue outstanding. The net proceeds of \$1.205 million (after payment of \$49,000 in underwriting fees, insurance and other issuance costs) were deposited with an escrow agent in an irrevocable trust to call as due, \$1.15 million of the 1990 series bonds. As a result, \$1.15 million of the 1990 series bonds are defeased and the liability for these bonds has been removed for the County books.

Although the advance refunding resulted in a \$154,000 accounting loss for the fiscal year ended September 30, 1998, the County in effect reduced its aggregate debt service payments by \$117,000 over the next 10 years and obtained an economic gain (difference between values of the old and new debt service payments) of \$95,000.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED

September 30, 1998

NOTE 16 - REFUNDED BONDS - Continued

On February 1, 1998, the County issued \$1.985 million in Limited Tax General Obligation bonds with an average interest rate of 6.29% to advance refund \$1.75 million of outstanding 1989 series bonds with an average interest rate of 9.83%, leaving \$250,000 of the old issue outstanding. The net proceeds of \$1.924 million (after payment of \$60,000 in underwriting fees, insurance and other issuance costs) were deposited with an escrow agent in an irrevocable trust to call as due, \$1.75 million of the 1989 series bonds. As a result, \$1.75 million of the 1989 series bonds are defeased and the liability for these bonds has been removed for the County books.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$235,000. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations through the year 2010. The government completed the advance refunding to reduce its total debt service payments over the next 12 years by \$247,000 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of \$175,000.

NOTE 17 - DISCRETE ENTITY NOTES

The following note relates to the Muskegon County Road Commission notes as they appear in their report. The notes are presented here to assure fair disclosure for those items as they appear in this comprehensive annual financial report.

(a) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Compensated Absences

Commission employees are granted vacation and sick leave in varying amounts based on length of service and employee group. Unused vacation and sick leave days are paid to employee upon termination under limits that vary by employee group.

The commission follows the accounting and reporting principles outlined in Governmental Accounting Standards Board Statement, GASB #16, with regards to employees vacation and sick leave. Accrued vacation and sick leave payable that is expected to be liquidated with expendable available resources in the governmental funds is accrued in those funds and the long-term portion is recorded in the general long-term debt account group.

(b) CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits

At year-end, the carrying amount of the commission's deposits was \$6,066,233 and the bank balance was \$6,310,357. Of the bank balance, \$100,000 was covered by federal depository insurance and \$6,210,357 was uninsured and uncollateralized.

The commission's deposits are categorized below according to level of credit risk: (1) insured or collateralized deposits with securities held by the commission or by its agent in the commission's name, (2) collateralized deposits with securities held by the pledging financial institution's trust department or agent in the commission's name, (3) uncollateralized deposits including any bank balances that are collateralized with securities held by the pledging financial institution's trust department or agent not in the commission's name.

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 17 - DISCRETE ENTITY NOTES - Continued

(c) FIXED ASSETS

A summary of changes in general fixed assets for the year follows:

	Balance January 1			Balance September 30
	<u>1998</u>	<u>Additions</u>	<u>Retirements</u>	<u>1998</u>
Land and improvements	\$998,179	\$38,807	\$ -	\$1,036,986
Buildings	4,274,991	119,044	-	4,394,035
Yard and storage equipment	208,046	-	-	208,046
Road equipment	6,361,328	256,469	79,193	6,538,604
Shop equipment	251,937	2,315	-	254,252
Office equipment	408,081	25,505	-	433,586
Engineering equipment	<u>196,348</u>	<u>15,400</u>	<u>-</u>	<u>211,748</u>
Total General Fixed Assets	12,698,910	457,540	79,193	13,077,257
Accumulated depreciation				
Buildings	1,750,463	97,002	-	1,847,465
Yard and storage equipment	180,364	5,131	-	185,495
Road equipment	5,050,450	376,544	78,639	5,348,355
Shop equipment	206,710	14,330	-	221,040
Office equipment	223,512	25,809	-	249,321
Engineering equipment	<u>125,424</u>	<u>9,258</u>	<u>-</u>	<u>134,682</u>
Total accumulated depreciation	<u>7,536,923</u>	<u>528,074</u>	<u>78,639</u>	<u>7,986,358</u>
Net General Fixed Assets	<u>\$5,161,987</u>	<u>\$ (70,534)</u>	<u>\$ 554</u>	<u>\$5,090,899</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS - CONTINUED

September 30, 1998

NOTE 17 - DISCRETE ENTITY NOTES - CONTINUED

(d) LONG-TERM DEBT

Long-term debt consisted of the following as of September 30, 1998:

Special loan program - 1983	\$174,210
Special loan program - 1984	29,077
Special loan program - 1985	<u>105,436</u>
Total Long-Term Debt	308,723
Long Term Compensated Absences	<u>314,802</u>
Total General Long-Term Debt	<u>\$623,525</u>

The Commission participates in the Michigan Department of Transportation Special Loan Program. Loans have been made available for the express purpose of constructing improvements to the roadway system or facilities related to roadway operations. Pursuant to the provisions of Act 51, Public Acts of Michigan, 1951, the Commission has irrevocably pledged a sufficient amount of funds to be received from the Michigan Transportation Fund to meet future obligations of these loans.

The annual requirements to amortize all long-term debt outstanding as of September 30, 1998, including interest payments of \$34,356, follow:

<u>Years Ending September 30</u>	<u>Special Loan Programs</u>
1999	<u>343,079</u>
	<u>\$343,079</u>

A summary of general long-term debt account group transactions for the year ended September 30, 1998 follows:

	<u>General Long-Term Debt</u>	<u>Long-Term Compensated Absences</u>	<u>Totals</u>
Balance at beginning of year	\$ 588,225	\$ 379,134	\$ 967,359
Repayments	<u>(279,502)</u>	<u>(64,332)</u>	<u>(343,834)</u>
Balance at end of year	<u>\$ 308,723</u>	<u>\$ 314,802</u>	<u>\$ 623,525</u>

County of Muskegon

NOTES TO COMBINED FINANCIAL STATEMENTS-CONTINUED

September 30, 1998

NOTE 18 - YEAR 2000 ISSUE

The Year 2000 issue is the result of a universal decision made in prior years to use only the last 2 digits of the four digit year for programming logic in financial, industrial and other electronic equipment. The usage of only two digits may adversely affect the County's operations as early as fiscal year 1999.

The County has completed an inventory of electronic equipment that may be affected by the Year 2000 issue and is taking the necessary steps to mediate the issue. The County has indentified the following major systems as needing attention:

- **Financial Reporting and Payroll.** The County is in the final stages of testing an upgrade to our current financial package and anticipates that it will be fully tested and installed by March 1999. No additional costs were incurred, as the change is part of our normal upgrade policy.
- **Wastewater Collection System.** The County has identified approximately 185 possible electronic components that need upgrading or replacement. All items have been assessed and ranked, based upon critical need. Items are systematically being investigated in order of priority. Software changes have been budgeted for in the 1999 fiscal year. Costs have not been fully estimated as yet, but it has been determined there will be no significant costs involved in the replacements that would unduly affect current operations. All critical systems will be changed by September 1999. This will be followed by validation testing for those components that can safely simulate Year 2000 conditions.
- **Airport Systems.** The Muskegon County Airport has developed a program to ensure full Year 2000 compliance. The program began with the appointment of a Year 2000 coordinator. Program direction criteria was established which included a full assessment of airport systems and identifying necessary modifications. In addition, the airport coordinator contacted each tenant on their individual Year 2000 compliance initiatives. The airport systems are presently 80% compliant, with a goal of 100% compliance by June 1999. Tenant Year 2000 compliance is expected at various times with 100% compliance expected by October 1999.

All other systems have been identified has having no major economic, social or environmental impact.

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GENERAL FUND

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

County of Muskegon
General Fund

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)

For the Nine Months ended September 30, 1998

	1998		Variance favorable (unfavorable)
	Budget	Actual	
Legislative			
Personal services	\$ 182,199	\$ 188,070	(\$ 5,871)
Supplies	5,335	3,631	1,704
Other services and charges	60,100	51,512	8,588
Capital outlay	-	-	-
	<u>247,634</u>	<u>243,213</u>	<u>4,421</u>
Judicial			
Personal services	3,232,007	3,214,825	17,182
Supplies	171,491	145,673	25,818
Other services and charges	1,071,773	990,768	81,005
Capital outlay	18,231	16,224	2,007
	<u>4,493,502</u>	<u>4,367,490</u>	<u>126,012</u>
General government			
Personal services	4,297,070	4,227,981	69,089
Supplies	426,293	338,799	87,494
Other services and charges	2,244,139	2,010,348	233,791
Capital outlay	86,590	61,583	25,007
	<u>7,054,092</u>	<u>6,638,711</u>	<u>415,381</u>
Public safety			
Personal services	4,189,650	4,020,921	168,729
Supplies	293,250	257,392	35,858
Other services and charges	1,377,701	1,528,986	(151,285)
Capital outlay	8,400	7,400	1,000
	<u>5,869,001</u>	<u>5,814,699</u>	<u>54,302</u>
Health			
Personal services	-	-	-
Supplies	-	-	-
Other services and charges	241,954	251,867	(9,913)
Capital outlay	-	-	-
	<u>\$ 241,954</u>	<u>\$ 251,867</u>	<u>(\$ 9,913)</u>

County of Muskegon
General Fund

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) - CONTINUED

For the Nine Months ended September 30, 1998

	1998		Variance favorable (unfavorable)
	Budget	Actual	
Welfare			
Personal services	\$ -	\$ -	\$ -
Supplies	-	-	-
Other services and charges	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Culture			
Personal services	56,926	58,241	(1,315)
Supplies	10,575	10,073	502
Other services and charges	43,080	38,931	4,149
Capital outlay	-	-	-
	<u>110,581</u>	<u>107,245</u>	<u>3,336</u>
Recreation			
Personal services	-	-	-
Supplies	-	-	-
Other services and charges	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Personal services	11,236	12,917	(1,681)
Supplies	-	-	-
Other services and charges	238,765	162,587	76,178
Capital outlay	-	-	-
	<u>250,001</u>	<u>175,504</u>	<u>74,497</u>
	<u>\$ 18,266,765</u>	<u>\$ 17,598,729</u>	<u>\$ 668,036</u>

COUNTY OF MUSKEGON
General Fund

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) - by Department

for the Nine Months ended September 30, 1998

	Budget	Actual	Variance favorable (unfavorable)
Board of Commissioners	\$ 247,634	\$ 243,213	\$ 4,421
Circuit Court	844,747	791,479	53,268
District Court	1,588,720	1,529,075	59,645
Cobo Hall Tax	83,357	83,705	(348)
Jury Commission	28,924	33,323	(4,399)
Probate Court	395,080	389,114	5,966
Juvenile Court	907,912	878,704	29,208
State Probation	26,556	27,145	(589)
Diversion Program	89,656	120,760	(31,104)
CASA Program	0	500	(500)
Public Defender	528,550	513,685	14,865
Administration	620,544	644,426	(23,882)
Elections	153,900	107,415	46,485
Accounting	300,093	310,164	(10,071)
Corporate Counsel	208,760	128,003	80,757
Clerk	203,405	176,547	26,858
Circuit Court Records	179,886	166,193	13,693
Equalization	578,090	570,333	7,757
Personnel	282,377	267,511	14,866
Prosecutor	1,013,649	977,665	35,984
Purchasing	136,724	134,927	1,797
Register of Deeds	224,964	220,010	4,954
Training Center	40,392	41,303	(911)
Youth Services Building	38,961	0	38,961
Health Building	43,838	0	43,838
Central Services Building	63,510	34,514	28,996
Facilities Management Building	42,648	0	42,648

COUNTY OF MUSKEGON
General Fund

SCHEDULE OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS) - by Department
(Continued)
for the Nine Months ended September 30, 1998

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
E-911 Funds	436,500	465,452	(28,952)
Treasurer	402,076	407,068	(4,992)
Shady Grove Cemetery	5,003	2,669	2,334
Southern Ave. Building	0	101	(101)
Maintenance	582,389	695,310	(112,921)
Building Security	29,465	29,439	26
Harris Building	29,291	27,277	2,014
Jail Building	236,505	140,458	96,047
Heritage Landing	103,012	107,840	(4,828)
Drain	126,318	136,248	(9,930)
Plat Board	1,372	864	508
Gypsy Moth	72,000	67,750	4,250
Print Shop	77,104	78,451	(1,347)
Equipment Pool	10,216	10,811	(595)
DPW	101,494	73,198	28,296
Data Processing	554,975	480,466	74,509
Insurance	154,631	136,298	18,333
Sheriff	5,864,501	5,805,734	58,767
Training	4,500	8,965	(4,465)
Health	72,187	65,786	6,401
State Institutions	169,767	186,081	(16,314)
MSU Extension	110,581	107,245	3,336
Wage Payoffs	11,236	12,917	(1,681)
Other	238,765	162,587	76,178
Contributions	8,825,832	8,078,024	747,808
	<u>\$ 27,092,597</u>	<u>\$ 25,676,753</u>	<u>\$ 1,415,844</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.

Cooperative Reimbursement - Prosecutor (1150)--to account for monies granted to the county by the Michigan Family Independence Agency 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 securing 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.

Copsahead (1220)--to account for monies granted by both federal and local governments in providing salaries and benefits for community oriented officers in jurisdictions with populations of 50,000 and over.

Park Fund (2080)--to account for monies received by park fees and vehicle permits and county appropriations for operation and administration of all park lands and properties in Muskegon County.

Friend of the Court (2150)--to account for monies received by Muskegon County from state 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 and state 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 fund has several separate programs for the mentally impaired and developmentally disabled individuals. Both out-patient and in-patient services for adults and children are provided.

Alternative Intermediate Services (2221)--to account for monies received by state and local contributions and charges for services to provide homes within the local communities for developmentally disabled individuals.

Managed Care (2222)-to account for monies to facilitate the alliance between Muskegon County Community Mental Health and West Michigan Community Mental Health to help prepare both boards for managed care services delivery.

Accommodations Tax (2300)--to account for the collection and related expenses connected with a five 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.

CDBG Home Rehab (2470)--to account for federal pass-through funds from the State Department of Commerce to administer community development as contracted with the West Michigan Shoreline Regional Development Commission. These funds are mostly targeted at households at or below 50% of the area median income.

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.

Community Corrections (2640)--to account for monies granted to the county by the state to provide alternatives such as tethers, bail screening and additional probation, to alleviate jail overcrowding problems.

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

TNT Drug (2671)--to account for proceeds of forfeited property seized in connection with a violation of the controlled substance statutes. These funds are set aside for drug law enforcement.

Prosecutor Drug (2672)--to account for the 10% administrative costs assessed to local municipalities on the proceeds of forfeitures in connection with drug related crimes handled by the Prosecutor's Office.

Silent Observer (2673)--to account for donations received from various sources to be used as rewards for silent observer information.

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.

Wagner Peyser (2731)-to account for monies for recruiting, selecting, and advancing employees on the basis of their relative ability, knowledge and skills.

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 identified skilled labor shortage areas in the private sector.

Jobs Training Partnership Act (JTPA) (2741)--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 the training and employment of economically disadvantaged youth.

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.

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

Displaced Homemaker (2746)--to account for federal pass-through grant monies targeted towards vocational and classroom training, institutional and job seeking skills, job placement assistance, referrals, job development, outreach and recruitment services for workers dislocated from employment.

JTPA 8% Coordination (2747)--to account for federal pass-through grant monies that targets and prepares eligible youth and adults for employment in the private sector.

Economic Development Job Training (2750)--to account for state grant monies to expand educational opportunities, encourage the creation of new jobs, retain existing workers in a changing workplace and strengthen the State of Michigan's economic base.

Workfirst (2751)--to account for federal pass-through funds from the Michigan Family Independence Agency to provide occupational skilled training for Muskegon and Oceana county adults.

School to Work (2753)--to account for federal grant monies that will provide a system of work-based learning, school-based learning and connecting activities.

Communities First (2755)--to account for state grants specifically received for a pilot social welfare reform demonstration project.

Family Center (2756)--to account for state grant monies with the overall mission to move participants of the Family Center from some form of public assistance into economic self-sufficiency.

Welfare to Work (2758)--to account for monies aimed at the creation of additional job opportunities for the hardest to employ TANF recipients.

Food Stamp Program (2759)--to account for monies that provide work activities for ABAWDS who would otherwise lose food stamp assistance because of the time limits imposed under welfare reform legislation.

Crime Victims' Rights (2800)--to account for federal and state funds received by the county to pay for coordinators to work with and support victims of a crime. The coordinators advise victims of their rights, make referrals to appropriate counseling agencies, if necessary, and acts as a liaison between the victim and the criminal justice system.

Children's Justice Act (2810)--to account for federal grant monies to children under the age of eighteen (18), who have been petitioned into the Muskegon Probate Court on allegations of neglect/abuse.

Juvenile Court CASA Program (2820)--to account for federal grant monies solely for the implementation of expansion of the activities of a CASA/GAL Program.

Juvenile Violence Reporting System (2830)--to account for revenues and expenditures to maintain an integrated database for information on juvenile offenders and victims of juvenile violence in Muskegon County.

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

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 from the state for the purpose of encouraging economic development and business expansion in the county.

Rambusch-Fuchs CDBG Grant (2873)--to account for monies from the federal government for use in the construction of a commercial lighting company in the County of Muskegon.

Briggs and Stratton CDBG (2875)--to account for federal grant monies to be used in expanding economic opportunities and to eliminate the blighting influences and the deterioration of property and neighborhood and community facilities of importance to the welfare of the community; principally for persons of low and moderate income.

Housing Specialist Family Center (2876)--to account for revenues and expenditures in providing a housing-related component to a multi-agency family self-sufficiency project for low and moderate income persons.

Remonumentation Program (2890)--to account for grants received from the State of Michigan for surveying and reestablishing section corners.

Brookhaven Medical Care Facility (2900)--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.

Child Care Facility (2920)--to account for state grant monies and county appropriations to aid children who need to be placed outside their homes, supporting a centralized care facility for children and the support of foster children in foster care homes.

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 and County of Muskegon.

Muskegon County Economic Development Commission (2960)-- to account for monies received from the county general fund for the primary purpose of encouraging business expansion in the county.

Muskegon County Future Fund (2961)--to account for contributions from private sources to encourage investment in the Muskegon community for the purpose of lessening the burden of government and for improvement of parks and recreation, environment, infrastructure, race relations and image.

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 the Department of Employment and Training for the rental and maintenance of the John R. Campbell Building.

Henry Street Building (2972)--to account for revenues and expenditures for a county owned building primarily used for storage.

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

Older Workers' Program (2994)--to account for federal pass-through funds from the state received by the County 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

September 30, 1998

ASSETS	Cooperative Reimbursement Prosecutor (1150)	Emergency Services (1190)	Marine Safety (1200)	Copsahead (1220)	Park Fund (2080)
Cash and cash equivalents	\$ -	\$ 7,295	\$ -	\$ -	\$ 87,680
Receivables	-	-	-	-	-
Accounts	120,578	16,345	80,620	-	-
Intergovernmental	-	-	-	-	954
Accrued interest	-	-	-	-	-
Prepaid items	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	-
	<u>\$ 120,578</u>	<u>\$ 23,640</u>	<u>\$ 80,620</u>	<u>\$ -</u>	<u>\$ 88,634</u>
	\$ 2,737	\$ 3,766	\$ -	\$ -	\$ 10,227
Accounts Payable	-	-	-	-	-
Intergovernmental payable	8,426	5,551	5,963	-	10,273
Accrued liabilities	109,415	-	74,657	-	-
Due to other funds	-	1,415	-	-	-
Deferred revenue	<u>120,578</u>	<u>10,732</u>	<u>80,620</u>	<u>-</u>	<u>20,500</u>
Fund balance (deficit)	-	12,908	-	-	68,134
Unreserved	-	-	-	-	-
Designated for programs	-	12,908	-	-	68,134
Undesignated	<u>\$ 120,578</u>	<u>\$ 23,640</u>	<u>\$ 80,620</u>	<u>\$ -</u>	<u>\$ 88,634</u>

LIABILITIES AND FUND BALANCE

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	Friend of the Court (2150)	Accommo- dations Tax (2300)	Parks Development (2411)	Sewage Facilities Step One (2430)	CDBG Home Rehab (2470)
Cash and cash equivalents	\$ -	\$ 44,504	\$ -	\$ 37,745	\$ -
Receivables					
Accounts	-	59,330	-	-	-
Intergovernmental	377,504	-	6,787	-	-
Accrued interest	-	417	-	457	-
Prepaid items	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	-
	<u>\$ 377,504</u>	<u>\$ 104,251</u>	<u>\$ 6,787</u>	<u>\$ 38,202</u>	<u>\$ -</u>
	\$ 12,808	\$ 4,926	\$ 513	\$ -	\$ -
Accounts Payable	18,966	-	-	-	-
Intergovernmental payable	98,416	866	-	-	-
Accrued liabilities	136,447	-	6,274	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	266,637	5,792	6,787	-	-
Fund balance (deficit)					
Unreserved	110,867	98,459	-	-	-
Designated for programs	-	-	-	38,202	-
Undesignated	110,867	98,459	-	38,202	-
	<u>\$ 377,504</u>	<u>\$ 104,251</u>	<u>\$ 6,787</u>	<u>\$ 38,202</u>	<u>\$ -</u>

LIABILITIES AND FUND BALANCE

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	Budget Stabilization (2570)	Law Library (2610)	WMET (2670)	TNT Drug (2671)	Prosecutor Drug Fund (2672)
Cash and cash equivalents	\$ 1,000,000	\$ 66	\$ 22,099	\$ 8	\$ 7,017
Receivables					
Accounts	-	-	4,563	-	-
Intergovernmental	-	-	-	-	-
Accrued interest	-	-	140	5	-
Prepaid items	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	-
	<u>\$ 1,000,000</u>	<u>\$ 66</u>	<u>\$ 26,802</u>	<u>\$ 13</u>	<u>\$ 7,017</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ -	\$ 66	\$ -	\$ -	\$ 2,832
Intergovernmental payable	-	-	-	-	-
Accrued liabilities	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	-	-
	<u>-</u>	<u>66</u>	<u>-</u>	<u>-</u>	<u>2,832</u>
Fund balance (deficit)					
Unreserved	-	-	26,802	13	4,185
Designated for programs	-	-	-	-	-
Undesignated	1,000,000	-	-	-	-
	<u>1,000,000</u>	<u>-</u>	<u>26,802</u>	<u>13</u>	<u>4,185</u>
	<u>\$ 1,000,000</u>	<u>\$ 66</u>	<u>\$ 26,802</u>	<u>\$ 13</u>	<u>\$ 7,017</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	Silent Observer (2673)	Library (2710)	Communities First (2755)	Family Center (2756)	Crime Victims' Rights (2800)
Cash and cash equivalents	\$ 969	\$ 115,398	\$ -	\$ -	\$ 2,981
Receivables					
Accounts	-	263	-	-	-
Intergovernmental	-	4,778	-	23,340	1,336
Accrued interest	-	-	-	429	-
Prepaid items	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	-
	<u>\$ 969</u>	<u>\$ 120,439</u>	<u>\$ -</u>	<u>\$ 23,769</u>	<u>\$ 4,317</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ -	\$ 38,899	\$ -	\$ 21,630	\$ 30
Intergovernmental payable	-	-	-	-	-
Accrued liabilities	-	47,944	-	55	4,287
Due to other funds	-	-	-	2,084	-
Deferred revenue	-	-	-	-	-
	<u>-</u>	<u>86,843</u>	<u>-</u>	<u>23,769</u>	<u>4,317</u>
Fund balance (deficit)					
Unreserved	969	33,596	-	-	-
Designated for programs	-	-	-	-	-
Undesignated	969	33,596	-	-	-
	<u>\$ 969</u>	<u>\$ 120,439</u>	<u>\$ -</u>	<u>\$ 23,769</u>	<u>\$ 4,317</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

		September 30, 1998					
		Juvenile					
		Childrens Justice Act (2810)	Violence Reporting System (2830)	EDC Loan Revolving (2860)	Dynatorque Loan (2870)	Cherry Hill Loan (2871)	
ASSETS							
Cash and cash equivalents	\$	-	\$	\$ 225,401	\$ 463,720	\$ 34,944	
Receivables							
Accounts		-	-	2,035	-	-	
Intergovernmental		9,782	7,878	-	-	-	
Accrued interest		-	-	2,996	3,031	425	
Prepaid items		-	-	-	-	-	
Due from other funds		-	-	-	-	-	
Inventory of supplies		-	-	-	-	-	
		<u>\$ 9,782</u>	<u>\$ 7,878</u>	<u>\$ 230,432</u>	<u>\$ 466,751</u>	<u>\$ 35,369</u>	
LIABILITIES AND FUND BALANCE							
Accounts Payable	\$	992	\$	\$	\$	\$	
Intergovernmental payable		-	-	-	-	-	
Accrued liabilities		-	1,280	-	-	-	
Due to other funds		8,790	6,598	-	-	-	
Deferred revenue		-	-	-	-	-	
		<u>9,782</u>	<u>7,878</u>	-	-	-	
Fund balance (deficit)							
Unreserved							
Designated for programs		-	-	230,432	466,751	35,369	
Undesignated		-	-	-	-	-	
		<u>\$ 9,782</u>	<u>\$ 7,878</u>	<u>\$ 230,432</u>	<u>\$ 466,751</u>	<u>\$ 35,369</u>	
							<u>\$ 35,369</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	R. Fuchs CDGB Grant (2873)	Briggs & Stratton (2875)	Housing Specialist Family Center (2876)	Remonument- ation Program (2890)	Brookhaven Medical Care Facility (2900)
Cash and cash equivalents	\$ 3,549	-	\$ 6,948	\$ 15,544	\$ -
Receivables	-	-	-	-	-
Accounts	-	-	2,490	-	-
Intergovernmental	-	10,399	-	-	1,215,120
Accrued interest	-	22	3	-	44
Prepaid items	-	-	-	-	14,398
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	51,416
	<u>\$ 3,549</u>	<u>\$ 10,421</u>	<u>\$ 9,441</u>	<u>\$ 15,544</u>	<u>\$ 1,280,978</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	-	\$ 5,000	\$ 2,817	-	\$ 240,475
Intergovernmental payable	-	-	-	-	-
Accrued liabilities	-	-	-	-	399,133
Due to other funds	-	5,200	-	-	634,596
Deferred revenue	-	-	-	-	-
	<u>-</u>	<u>10,200</u>	<u>2,817</u>	<u>-</u>	<u>1,274,204</u>
Fund balance (deficit)					
Unreserved	3,549	221	6,624	15,544	-
Designated for programs	-	-	-	-	6,774
Undesignated	<u>3,549</u>	<u>221</u>	<u>6,624</u>	<u>15,544</u>	<u>6,774</u>
	<u>\$ 3,549</u>	<u>\$ 10,421</u>	<u>\$ 9,441</u>	<u>\$ 15,544</u>	<u>\$ 1,280,978</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

		September 30, 1998		
		Muskegon County Economic Development Commission (2960)	Muskegon County Future Fund (2961)	Muskegon County Victim Restitution (2980)
ASSETS				
Cash and cash equivalents	\$ 86,032	\$ -	\$ 1,768	\$ 20,455
Receivables				
Accounts	41,806	-	-	-
Intergovernmental	166,714	7,235	-	-
Accrued interest	-	-	-	145
Prepaid items	-	-	-	-
Due from other funds	-	-	-	-
Inventory of supplies	-	-	-	-
	<u>\$ 294,552</u>	<u>\$ 7,235</u>	<u>\$ 1,768</u>	<u>\$ 20,600</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ 220,938	\$ -	\$ -	\$ 783
Intergovernmental payable	2,027	-	-	-
Accrued liabilities	71,587	-	-	-
Due to other funds	-	1,983	-	-
Deferred revenue	-	-	-	-
	<u>294,552</u>	<u>1,983</u>	<u>-</u>	<u>783</u>
Fund balance (deficit)				
Unreserved	-	-	-	19,817
Designated for programs	-	5,252	1,768	-
Undesignated	-	5,252	1,768	19,817
	<u>\$ 294,552</u>	<u>\$ 7,235</u>	<u>\$ 1,768</u>	<u>\$ 20,600</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

		September 30, 1998			
		Economic			
		Development	Juvenile	Older	
		Job	Court	Workers	
		Training	CASA Program	Program	
		(2750)	(2820)	(2994)	
		JTPA 8% Coordination (2747)	-	-	-
ASSETS					
Cash and cash equivalents		\$ 209,767	\$ -	\$ -	\$ 10,222
Receivables					
Accounts					
Intergovernmental		59,875	-	-	1,550
Accrued interest					
Prepaid items					
Due from other funds					
Inventory of supplies					
		<u>\$ 59,875</u>	<u>\$ 240,832</u>	<u>\$ -</u>	<u>\$ 11,772</u>
LIABILITIES AND FUND BALANCE					
Accounts Payable					
Intergovernmental payable		\$ -	\$ -	\$ -	\$ 11,772
Accrued liabilities		240,832	-	-	-
Due to other funds					
Deferred revenue					
		<u>59,875</u>	<u>240,832</u>	<u>-</u>	<u>11,772</u>
Fund balance (deficit)					
Unreserved					
Designated for programs					
Undesignated					
		<u>\$ 59,875</u>	<u>\$ 240,832</u>	<u>\$ -</u>	<u>\$ 11,772</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	Sheriff Road Patrol (1210)	Health Department (2210)	Community Mental Health (2220)	Alternative Intermediate Service (2221)	Managed Care (2222)	Community Corrections (2640)
Cash and cash equivalents	\$ -	\$ 105,248	\$ -	\$ 772,194	\$ 70,541	\$ 894
Receivables						
Accounts	-	15,608	387,188	195,270	137,541	-
Intergovernmental	69,315	928,218	2,183,428	892,542	-	92,648
Accrued interest	-	-	16,241	6,549	390	-
Prepaid items	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Inventory of supplies	-	76,962	-	-	-	-
	<u>\$ 69,315</u>	<u>\$ 1,126,036</u>	<u>\$ 2,586,857</u>	<u>\$ 1,866,555</u>	<u>\$ 208,472</u>	<u>\$ 93,542</u>

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ 21,559	\$ 317,023	\$ 980,957	\$ 50,700	\$ 170,660	\$ 50,537
Intergovernmental payable	-	472,962	214,466	1,796,145	-	-
Accrued liabilities	5,372	233,251	661,950	10,109	37,812	11,743
Due to other funds	42,384	-	509,688	-	-	-
Deferred revenue	-	-	-	9,601	-	29,850
	<u>69,315</u>	<u>1,023,236</u>	<u>2,367,061</u>	<u>1,866,555</u>	<u>208,472</u>	<u>92,130</u>
Fund balance (deficit)						
Unreserved	-	102,800	219,796	-	-	1,412
Designated for programs	-	-	-	-	-	-
Undesignated	-	102,800	219,796	-	-	1,412
	<u>\$ 69,315</u>	<u>\$ 1,126,036</u>	<u>\$ 2,586,857</u>	<u>\$ 1,866,555</u>	<u>\$ 208,472</u>	<u>\$ 93,542</u>

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	SYETP (2742)	Displaced Homemaker (2746)	Workfirst (2751)	School To Work (2753)	Welfare To Work (2758)
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 11,962	\$ -
Receivables					
Accounts					
Intergovernmental	435,996	10,450	1,125,870	201,277	3,421
Accrued interest	-	-	-	-	-
Prepaid items	-	-	-	-	-
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	-
	<u>\$ 435,996</u>	<u>\$ 10,450</u>	<u>\$ 1,125,870</u>	<u>\$ 213,239</u>	<u>\$ 3,421</u>
	\$ 134,489	\$ 9,191	\$ 784,068	\$ 213,239	\$ -
Accounts Payable					
Intergovernmental payable	-	-	-	-	-
Accrued liabilities	657	-	11,113	-	-
Due to other funds	300,850	1,259	330,689	-	3,421
Deferred revenue	-	-	-	-	-
	<u>435,996</u>	<u>10,450</u>	<u>1,125,870</u>	<u>213,239</u>	<u>3,421</u>
Fund balance (deficit)					
Unreserved	-	-	-	-	-
Designated for programs	-	-	-	-	-
Undesignated	-	-	-	-	-
	<u>\$ 435,996</u>	<u>\$ 10,450</u>	<u>\$ 1,125,870</u>	<u>\$ 213,239</u>	<u>\$ 3,421</u>

LIABILITIES AND FUND BALANCE

County of Muskegon
Special Revenue Funds

COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

ASSETS	Food Stamp Program (2759)	Mental Health Building (2970)	John R. Campbell Building (2971)	Henry Street Building (2972)	Total - All Funds 1998
Cash and cash equivalents	\$ -	\$ 539,423	\$ 58,359	\$ 1,199	\$ 4,077,573
Receivables					
Accounts	-	-	-	-	846,094
Intergovernmental	-	-	-	-	8,456,435
Accrued interest	-	6,396	768	-	39,412
Prepaid items	-	-	-	-	14,398
Due from other funds	-	-	-	-	-
Inventory of supplies	-	-	-	-	128,378
	\$ -	\$ 545,819	\$ 59,127	\$ 1,199	\$ 13,562,290

LIABILITIES AND FUND BALANCE

Accounts Payable	\$ -	\$ 11,677	\$ 1,007	\$ 1,184	\$ 3,616,824
Intergovernmental payable	-	-	-	-	2,754,588
Accrued liabilities	-	492	420	15	1,661,306
Due to other funds	-	-	-	-	2,387,112
Deferred revenue	-	386,482	52,114	-	479,462
	-	398,651	53,541	1,199	10,899,292
Fund balance (deficit)					
Unreserved	-	147,168	5,586	-	1,611,002
Designated for programs	-	-	-	-	1,051,996
Undesignated	-	147,168	5,586	-	2,662,998
	\$ -	\$ 545,819	\$ 59,127	\$ 1,199	\$ 13,562,290

County of Muskegon
Special Revenue Funds

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

For the Nine Months ended September 30, 1998

	Cooperative Prosecutor (1150)	Emergency Services (1190)	Marine Safety (1200)	Copsahead (1220)	Park Fund (2080)
Revenues					
Grants	\$ 40,997	-	\$ 118,505	-	-
State	-	-	-	5,454	-
Federal	79,582	34,699	-	-	-
Federal pass-thru	-	-	-	3,633	-
Local units	-	-	-	-	380,955
Charges for services rendered	-	-	-	-	-
Contributions from private sources	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Investment income	7,490	9,933	-	-	1,549
Other	-	-	420	-	-
	<u>128,069</u>	<u>44,632</u>	<u>118,925</u>	<u>9,087</u>	<u>382,504</u>
Expenditures					
Current operations	176,822	-	-	-	-
General County government	-	156,974	112,372	14,522	-
Public safety	-	-	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture	-	-	-	-	-
Recreation	-	-	-	-	318,788
Capital outlay	595	-	45,585	-	1,416
	<u>177,417</u>	<u>156,974</u>	<u>157,957</u>	<u>14,522</u>	<u>320,204</u>
	(49,348)	(112,342)	(39,032)	(5,435)	62,300
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	49,348	91,748	39,032	5,435	44,960
Operating transfers (out)	-	-	-	-	(43,243)
Net operating transfers	<u>49,348</u>	<u>91,748</u>	<u>39,032</u>	<u>5,435</u>	<u>1,717</u>
	-	(20,594)	-	-	64,017
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
Fund balance at beginning of year	-	33,502	-	-	4,117
Fund balance at end of year	<u>\$ -</u>	<u>\$ 12,908</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,134</u>

County of Muskegon
Special Revenue Funds

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

For the Nine Months ended September 30, 1998

	Friend of the Court (2150)	Accommo- dations Tax (2300)	Parks Development (2411)	Sewage Facilities Step One (2430)	CDBG Home Rehab (2470)
Revenues					
Grants					
State	\$ 691,941	-	\$ 20,600	-	-
Federal	-	-	-	-	-
Federal pass-thru	607,367	-	-	-	15,000
Local units	-	-	-	-	-
Charges for services rendered	219,299	-	-	-	-
Contributions from private sources	-	567,438	-	-	-
Fines and forfeitures	-	-	-	-	-
Investment income	-	1,192	-	1,468	-
Other	194	4	320	-	-
	<u>1,518,801</u>	<u>568,634</u>	<u>20,920</u>	<u>1,468</u>	<u>15,000</u>
Expenditures					
Current operations					
General County government	1,556,976	390,528	-	-	-
Public safety	-	-	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	15,000
Culture	-	-	-	-	-
Recreation	1,335	-	24,236	-	-
Capital outlay	-	-	39,927	-	-
	<u>1,558,311</u>	<u>390,528</u>	<u>64,163</u>	<u>-</u>	<u>15,000</u>
	(39,510)	178,106	(43,243)	1,468	-
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	84,528	-	43,243	-	-
Operating transfers (out)	-	(116,615)	-	-	-
Net operating transfers	<u>84,528</u>	<u>(116,615)</u>	<u>43,243</u>	<u>-</u>	<u>-</u>
	45,018	61,491	-	1,468	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
Fund balance at beginning of year	65,849	36,968	-	36,734	-
Fund balance at end of year	<u>\$ 110,867</u>	<u>\$ 98,459</u>	<u>\$ -</u>	<u>\$ 38,202</u>	<u>\$ -</u>

County of Muskegon
Special Revenue Funds

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

For the Nine Months ended September 30, 1998

	Budget Stabili- zation (2570)	Law Library (2610)	WMET (2670)	TNT Drug (2671)	Prosecutor Drug Fund (2672)
Revenues					
Grants					
State	\$ -	\$ -	\$ -	\$ -	\$ 92
Federal	-	-	-	-	-
Federal pass-thru	-	-	-	-	-
Local units	-	612	-	-	-
Charges for services rendered	-	-	3,500	-	-
Contributions from private sources	-	6,500	-	693	-
Fines and forfeitures	-	-	424	-	-
Investment income	-	-	-	25	3,240
Other	-	7,112	3,924	718	3,332
Expenditures					
Current operations					
General County government	-	18,402	843	6,087	3,238
Public safety	-	-	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture	-	-	-	-	-
Recreation	-	309	-	-	2,550
Capital outlay	-	18,711	843	6,087	5,788
	-	(11,599)	3,081	(5,369)	(2,456)
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	-	11,599	-	-	-
Operating transfers (out)	-	-	-	-	-
Net operating transfers	-	11,599	-	-	-
	-	-	3,081	(5,369)	(2,456)
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
Fund balance at beginning of year	1,000,000	-	23,721	5,382	6,641
Fund balance at end of year	\$ 1,000,000	\$ -	\$ 26,802	\$ 13	\$ 4,185

County of Muskegon
Special Revenue Funds

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

For the Nine Months ended September 30, 1998

	Silent Observer (2673)	Library (2710)	Communities First (2755)	Family Center (2756)	Crime Victims' Rights (2800)
Revenues					
Grants					
State	-	\$ 140,009	-	-	\$ 45,000
Federal	-	9,555	-	-	24,968
Federal pass-thru	-	-	-	-	-
Local units	-	1,258	-	194,968	-
Charges for services rendered	-	-	-	-	-
Contributions from private sources	800	69,021	-	-	-
Fines and forfeitures	-	263,739	-	-	-
Investment income	-	-	226	1,721	-
Other	-	90,722	-	-	-
	800	574,304	226	196,689	69,968
Expenditures					
Current operations					
General County government	-	-	-	-	-
Public safety	-	-	-	-	73,543
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture	-	1,062,570	407	196,689	-
Recreation	-	-	-	-	-
Capital outlay	-	51,041	-	-	-
	-	1,113,611	407	196,689	73,543
	800	(539,307)	(181)	-	(3,575)
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	-	555,385	-	-	3,575
Operating transfers (out)	-	-	-	-	-
Net operating transfers	-	555,385	-	-	3,575
	800	16,078	(181)	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
Fund balance at beginning of year	169	17,518	181	-	-
Fund balance at end of year	\$ 969	\$ 33,596	\$ -	\$ -	\$ -

County of Muskegon
Special Revenue Funds

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

For the Nine Months ended September 30, 1998

		Juvenile Violence Reporting System (2830)	EDC Loan Revolving (2860)	Dynatorque Loan (2870)	Cherry Hill Loan (2871)
Revenues					
Grants					
State	\$ 41,775	\$ 71,409	\$ -	\$ -	\$ -
Federal	-	-	-	-	-
Federal pass-thru	-	-	-	-	-
Local units	-	-	-	-	-
Charges for services rendered	-	-	-	-	-
Contributions from private sources	-	-	-	-	-
Fines and forfeitures	-	-	13,883	61,404	1,368
Investment income	-	-	-	-	-
Other	-	-	-	-	-
	<u>41,775</u>	<u>71,409</u>	<u>13,883</u>	<u>61,404</u>	<u>1,368</u>
Expenditures					
Current operations					
General County government	-	-	66,188	11,063	256
Public safety	41,775	69,230	-	-	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture	-	-	-	-	-
Recreation	-	-	-	-	-
Capital outlay	-	2,179	-	-	-
	<u>41,775</u>	<u>71,409</u>	<u>66,188</u>	<u>11,063</u>	<u>256</u>
			(52,305)	50,341	1,112
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	-	-	-	-	-
Operating transfers (out)	-	-	-	-	-
Net operating transfers	-	-	-	-	-
			(52,305)	50,341	1,112
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			(52,305)	50,341	1,112
Fund balance at beginning of year	-	-	282,737	416,410	34,257
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 230,432</u>	<u>\$ 466,751</u>	<u>\$ 35,369</u>

County of Muskegon
Special Revenue Funds

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

For the Nine Months ended September 30, 1998

	R. Fuchs CDGB Grant (2873)	Briggs & Stratton (2875)	Housing Specialist Family Center (2876)	Remonument- ation Program (2890)	Brookhaven Medical Care Facility (2900)
Revenues					
Grants					
State	\$ -	\$ -	\$ -	\$ 15,742	\$ -
Federal	-	10,399	-	-	-
Federal pass-thru	-	-	32,083	-	-
Local units	-	-	-	-	-
Charges for services rendered	-	-	-	-	7,283,797
Contributions from private sources	-	-	-	-	95
Fines and forfeitures	-	-	-	-	-
Investment income	-	2	-	-	4
Other	-	-	-	-	10,260
	<u>10,401</u>	<u>10,401</u>	<u>32,083</u>	<u>15,742</u>	<u>7,294,156</u>
Expenditures					
Current operations					
General County government	-	10,401	25,459	-	-
Public safety	-	-	-	-	-
Health	-	-	-	-	7,635,075
Welfare	-	-	-	-	-
Culture	-	-	-	4,414	-
Recreation	-	-	-	-	-
Capital outlay	-	-	-	-	32,503
	<u>10,401</u>	<u>10,401</u>	<u>25,459</u>	<u>4,414</u>	<u>7,667,578</u>
	-	-	6,624	11,328	(373,422)
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	-	-	-	4,216	373,422
Operating transfers (out)	-	-	-	-	-
Net operating transfers	-	-	-	4,216	373,422
	<u>3,549</u>	<u>221</u>	<u>6,624</u>	<u>15,544</u>	<u>6,774</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ 3,549</u>	<u>\$ 221</u>	<u>\$ 6,624</u>	<u>\$ 15,544</u>	<u>\$ 6,774</u>
Fund balance at beginning of year					
Fund balance at end of year					

County of Muskegon
Special Revenue Funds

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

Year ended September 30, 1998

	Sheriff Road Patrol (1210)	Health Department (2210)	Community Mental Health (2220)	Alternative Intermediate Service (2221)	Managed Care (2222)	Community Corrections (2640)
Revenues						
Grants	\$ 142,756	\$ 2,197,992	\$ 10,639,397	\$ 129,283	\$ 454,090	\$ 653,722
State	-	-	-	-	-	-
Federal	44,281	1,159,839	193,075	-	-	1,786
Federal pass-thru	-	-	15,805	-	-	-
Local units	-	371,041	10,172,702	9,676,788	-	36,481
Charges for services rendered	-	270	88,108	326,437	137,541	-
Contributions from private sources	-	-	-	-	-	-
Fines and forfeitures	-	5	83,386	25,772	1,061	-
Investment income	-	753,314	154,345	-	-	-
Other	187,037	4,482,461	21,346,818	10,158,280	592,692	691,989
Expenditures						
Current operations						
General County government	-	-	-	-	-	-
Public safety	184,063	-	-	-	-	901,713
Health	-	5,951,257	21,229,522	10,157,072	505,936	-
Welfare	-	-	-	-	-	-
Culture	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Capital outlay	2,974	342,998	938,334	96,181	136,149	-
	187,037	6,294,255	22,167,856	10,253,253	642,085	901,713
Revenues over (under) expenditures	-	(1,811,794)	(821,038)	(94,973)	(49,393)	(209,724)
Other financing sources (uses)						
Operating transfers in	-	1,867,171	827,276	94,973	49,393	211,136
Operating transfers (out)	-	-	-	-	-	-
Net operating transfers	-	1,867,171	827,276	94,973	49,393	211,136
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES						
Fund balance at beginning of year	-	55,377	6,238	-	-	1,412
Fund balance at end of year	-	47,423	213,558	-	-	-
	\$ -	\$ 102,800	\$ 219,796	\$ -	\$ -	\$ 1,412

County of Muskegon
Special Revenue Funds

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

Year ended September 30, 1998

	Food Stamp Program (2759)	Mental Health Buildings (2970)	John R. Campbell Building (2971)	Henry Street Building (2972)	Total - All Funds 1998
Revenues					
Grants					
State	\$ -	\$ -	\$ -	\$ -	\$ 17,794,323
Federal	-	-	-	-	50,376
Federal pass-thru	-	-	-	-	6,076,580
Local units	-	-	-	-	215,664
Charges for services rendered	-	-	-	-	28,152,660
Contributions from private sources	-	-	-	-	1,220,737
Fines and forfeitures	-	-	-	-	270,932
Investment income	-	24,996	3,068	-	221,810
Other	-	239,481	31,111	1,600	1,754,749
	-	264,477	34,179	1,600	55,757,831
Expenditures					
Current operations					
General County government	-	-	-	40,061	2,318,291
Public safety	-	-	-	-	1,582,762
Health	-	135,372	-	-	48,007,915
Welfare	-	-	36,264	-	5,666,256
Culture	-	-	-	-	1,264,080
Recreation	-	-	-	-	343,024
Capital outlay	-	-	-	-	1,747,212
	-	135,372	36,264	40,061	60,929,540
	-	129,105	(2,085)	(38,461)	(5,171,709)
Revenues over (under) expenditures					
Other financing sources (uses)					
Operating transfers in	-	-	-	38,461	5,704,900
Operating transfers (out)	-	-	-	-	(159,858)
Net operating transfers	-	-	-	38,461	5,545,042
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES					
	-	129,105	(2,085)	-	373,333
Fund balance at beginning of year	-	18,063	7,671	-	2,289,665
Fund balance at end of year	-	\$ 147,168	\$ 5,586	-	\$ 2,662,998

County of Muskegon

Cooperative Reimbursement Prosecutor (1150) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 37,511	\$ 40,997	\$ 3,486
Federal pass-thru	72,815	79,582	6,767
Other	-	7,490	7,490
	<u>110,326</u>	<u>128,069</u>	<u>17,743</u>
Expenditures			
Current operations			
General County government	148,637	176,822	(28,185)
Capital outlay	1,675	595	1,080
	<u>150,312</u>	<u>177,417</u>	<u>(27,105)</u>
	(39,986)	(49,348)	(9,362)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	39,986	49,348	9,362
Operating transfers (out)	-	-	-
Net operating transfers	<u>39,986</u>	<u>49,348</u>	<u>9,362</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Emergency Services (1190) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	26,126	34,699	8,573
Other	15,000	9,933	(5,067)
	<u>41,126</u>	<u>44,632</u>	<u>3,506</u>
Expenditures			
Current operations			
Public safety	170,528	156,974	13,554
Capital outlay	3,000	-	3,000
	<u>173,528</u>	<u>156,974</u>	<u>16,554</u>
	(132,402)	(112,342)	20,060
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	132,402	91,748	(40,654)
Operating transfers (out)	-	-	-
Net operating transfers	<u>132,402</u>	<u>91,748</u>	<u>(40,654)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(20,594)	(20,594)
Fund balance (deficit) at beginning of year	33,502	33,502	-
Fund balance (deficit) at end of year	<u>\$ 33,502</u>	<u>\$ 12,908</u>	<u>(\$ 20,594)</u>

County of Muskegon

Marine Safety (1200) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 122,813	\$ 118,505	(\$ 4,308)
Other	375	420	45
	<u>123,188</u>	<u>118,925</u>	<u>(4,263)</u>
Expenditures			
Current operations			
Public safety	118,166	112,372	5,794
Capital outlay	45,585	45,585	-
	<u>163,751</u>	<u>157,957</u>	<u>5,794</u>
	(40,563)	(39,032)	1,531
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	40,563	39,032	(1,531)
Operating transfers (out)	-	-	-
Net operating transfers	<u>40,563</u>	<u>39,032</u>	<u>(1,531)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Copsahead (1220) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal	5,453	5,454	1
Local units	3,633	3,633	-
Other	-	-	-
	<u>9,086</u>	<u>9,087</u>	<u>1</u>
Expenditures			
Current operations			
Public safety	15,228	14,522	706
Capital outlay	-	-	-
	<u>15,228</u>	<u>14,522</u>	<u>706</u>
	(6,142)	(5,435)	707
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	6,142	5,435	(707)
Operating transfers (out)	-	-	-
Net operating transfers	<u>6,142</u>	<u>5,435</u>	<u>(707)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Park Fund (2080) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Charges for services rendered	339,000	380,955	41,955
Investment income	4,000	1,549	(2,451)
Other	-	-	-
	<u>343,000</u>	<u>382,504</u>	<u>39,504</u>
Expenditures			
Current operations			
Recreation	298,202	318,788	(20,586)
Capital outlay	2,387	1,416	971
	<u>300,589</u>	<u>320,204</u>	<u>(19,615)</u>
Revenues over (under) expenditures	42,411	62,300	19,889
Other financing sources (uses)			
Operating transfers in	44,960	44,960	-
Operating transfers (out)	(55,107)	(43,243)	11,864
Net operating transfers	<u>(10,147)</u>	<u>1,717</u>	<u>11,864</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	32,264	64,017	31,753
Fund balance (deficit) at beginning of year	4,117	4,117	-
Fund balance (deficit) at end of year	<u>\$ 36,381</u>	<u>\$ 68,134</u>	<u>\$ 31,753</u>

County of Muskegon
 Friend of the Court (2150) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 827,929	\$ 691,941	(\$ 135,988)
Federal pass-thru	648,478	607,367	(41,111)
Charges for services rendered	194,856	219,299	24,443
Other	4,000	194	(3,806)
	<u>1,675,263</u>	<u>1,518,801</u>	<u>(156,462)</u>
Expenditures			
Current operations			
General County government	1,670,263	1,556,976	113,287
Capital outlay	5,000	1,335	3,665
	<u>1,675,263</u>	<u>1,558,311</u>	<u>116,952</u>
	-	(39,510)	(39,510)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	84,528	84,528
Operating transfers (out)	-	-	-
Net operating transfers	-	84,528	84,528
	-	45,018	45,018
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			
Fund balance (deficit) at beginning of year	65,849	65,849	-
Fund balance (deficit) at end of year	<u>\$ 65,849</u>	<u>\$ 110,867</u>	<u>\$ 45,018</u>

County of Muskegon

Accommodations Tax (2300) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Contributions from private sources	519,513	567,438	47,925
Investment income	1,500	1,192	(308)
Other	-	4	4
	<u>521,013</u>	<u>568,634</u>	<u>47,621</u>
Expenditures			
Current operations			
General County government	418,862	390,528	28,334
Capital outlay	4,000	-	4,000
	<u>422,862</u>	<u>390,528</u>	<u>32,334</u>
	98,151	178,106	79,955
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	(95,063)	(116,615)	(21,552)
Net operating transfers	<u>(95,063)</u>	<u>(116,615)</u>	<u>(21,552)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	3,088	61,491	58,403
Fund balance (deficit) at beginning of year	36,968	36,968	-
Fund balance (deficit) at end of year	<u>\$ 40,056</u>	<u>\$ 98,459</u>	<u>\$ 58,403</u>

County of Muskegon

Parks Development (2411) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 19,849	\$ 20,600	\$ 751
Other	-	320	320
	<u>19,849</u>	<u>20,920</u>	<u>1,071</u>
Expenditures			
Current operations			
Recreation	22,456	24,236	(1,780)
Capital outlay	52,500	39,927	12,573
	<u>74,956</u>	<u>64,163</u>	<u>10,793</u>
	(55,107)	(43,243)	11,864
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	55,107	43,243	(11,864)
Operating transfers (out)	-	-	-
Net operating transfers	<u>55,107</u>	<u>43,243</u>	<u>(11,864)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Sewage Facilities Step One (2430) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income	1,500	1,468	(32)
Other	-	-	-
	<u>1,500</u>	<u>1,468</u>	<u>(32)</u>
Expenditures			
Current operations	-	-	-
Capital outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
	1,500	1,468	(32)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,500	1,468	(32)
Fund balance (deficit) at beginning of year	36,734	36,734	-
Fund balance (deficit) at end of year	<u>\$ 38,234</u>	<u>\$ 38,202</u>	<u>(\$ 32)</u>

County of Muskegon

CDBG Home Rehab (2470) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	280,000	15,000	(265,000)
Other	-	-	-
	<u>280,000</u>	<u>15,000</u>	<u>(265,000)</u>
Expenditures			
Current operations			
Welfare	280,000	15,000	265,000
Capital outlay	-	-	-
	<u>280,000</u>	<u>15,000</u>	<u>265,000</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -

County of Muskegon

Budget Stabilization (2570) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Other	-	-	-
Expenditures			
Current operations	-	-	-
Capital outlay	-	-	-
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	1,000,000	1,000,000	-
Fund balance (deficit) at end of year	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ -</u>

County of Muskegon

Law Library (2610) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Charges for services rendered	1,000	612	(388)
Fines and forfeitures	6,500	6,500	-
Other	-	-	-
	<u>7,500</u>	<u>7,112</u>	<u>(388)</u>
Expenditures			
Current operations			
Public safety	28,094	18,402	9,692
Capital outlay	-	309	(309)
	<u>28,094</u>	<u>18,711</u>	<u>9,383</u>
	(20,594)	(11,599)	8,995
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	20,594	11,599	(8,995)
Operating transfers (out)	-	-	-
Net operating transfers	<u>20,594</u>	<u>11,599</u>	<u>(8,995)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

WMET (2670) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Contributions from private sources	11,250	3,500	(7,750)
Investment income	-	424	424
Other	-	-	-
	<u>11,250</u>	<u>3,924</u>	<u>(7,326)</u>
Expenditures			
Current operations			
Public safety	11,250	843	10,407
Capital outlay	-	-	-
	<u>11,250</u>	<u>843</u>	<u>10,407</u>
	-	3,081	3,081
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	3,081	3,081
Fund balance (deficit) at beginning of year	23,721	23,721	-
Fund balance (deficit) at end of year	<u>\$ 23,721</u>	<u>\$ 26,802</u>	<u>\$ 3,081</u>

County of Muskegon

TNT Drug (2671) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Fines and forfeitures	1,906	693	(1,213)
Other	-	25	25
	<u>1,906</u>	<u>718</u>	<u>(1,188)</u>
Expenditures			
Current operations	7,287	6,087	1,200
Public safety	-	-	-
Capital outlay	<u>7,287</u>	<u>6,087</u>	<u>1,200</u>
	(5,381)	(5,369)	12
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(5,381)	(5,369)	12
Fund balance (deficit) at beginning of year	5,382	5,382	-
Fund balance (deficit) at end of year	<u>\$ 1</u>	<u>\$ 13</u>	<u>\$ 12</u>

County of Muskegon

Prosecutor Drug Fund (2672) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants		\$ 92	\$ 92
State			
Other	7,500	3,240	(4,260)
	<u>7,500</u>	<u>3,332</u>	<u>(4,168)</u>
Expenditures			
Current operations	7,091	3,238	3,853
Public safety	6,582	2,550	4,032
Capital outlay	13,673	5,788	7,885
	<u>(6,173)</u>	<u>(2,456)</u>	<u>3,717</u>
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
	<u>(6,173)</u>	<u>(2,456)</u>	<u>3,717</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			
	(6,173)	(2,456)	3,717
Fund balance (deficit) at beginning of year	6,641	6,641	-
Fund balance (deficit) at end of year	<u>\$ 468</u>	<u>\$ 4,185</u>	<u>\$ 3,717</u>

County of Muskegon

Silent Observer (2673) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Contributions from private sources	-	800	800
Other	-	-	-
	-	800	800
Expenditures			
Current operations	-	-	-
Capital outlay	-	-	-
	-	800	800
Revenues over (under) expenditures			
	-	800	800
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	800	800
Fund balance (deficit) at beginning of year	169	169	-
Fund balance (deficit) at end of year	\$ 169	\$ 969	\$ 800

County of Muskegon

Library (2710) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 136,331	\$ 140,009	\$ 3,678
Federal	9,555	9,555	-
Local units	-	1,258	1,258
Contributions from private sources	12,950	69,021	56,071
Fines and forfeitures	265,500	263,739	(1,761)
Other	94,225	90,722	(3,503)
	<u>518,561</u>	<u>574,304</u>	<u>55,743</u>
Expenditures			
Current operations			
Culture	1,054,748	1,062,570	(7,822)
Capital outlay	55,036	51,041	3,995
	<u>1,109,784</u>	<u>1,113,611</u>	<u>(3,827)</u>
	(591,223)	(539,307)	51,916
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	573,706	555,385	(18,321)
Operating transfers (out)	-	-	-
Net operating transfers	<u>573,706</u>	<u>555,385</u>	<u>(18,321)</u>
	(17,517)	16,078	33,595
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			
Fund balance (deficit) at beginning of year	17,518	17,518	-
Fund balance (deficit) at end of year	<u>\$ 1</u>	<u>\$ 33,596</u>	<u>\$ 33,595</u>

County of Muskegon

Communities First (2755) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income			
Other	-	226	226
	-	<u>226</u>	<u>226</u>
Expenditures			
Current operations			
Culture	-	407	(407)
Capital outlay	-	-	-
	-	<u>407</u>	<u>(407)</u>
Revenues over (under) expenditures	-	(181)	(181)
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(181)	(181)
Fund balance (deficit) at beginning of year	181	181	-
Fund balance (deficit) at end of year	<u>\$ 181</u>	<u>\$ -</u>	<u>(\$ 181)</u>

County of Muskegon

Family Center (2756) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Local units	540,919	194,968	(345,951)
Investment income	-	1,721	1,721
Other	-	-	-
	<u>540,919</u>	<u>196,689</u>	<u>(344,230)</u>
Expenditures			
Current operations			
Culture	540,919	196,689	344,230
Capital outlay	-	-	-
	<u>540,919</u>	<u>196,689</u>	<u>344,230</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Crime Victims' Rights (2800) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 45,000	\$ 45,000	-
Federal	27,325	24,968	(2,357)
Other	-	-	-
	<u>72,325</u>	<u>69,968</u>	<u>(2,357)</u>
Expenditures			
Current operations	79,528	73,543	5,985
Public safety	-	-	-
Capital outlay	-	-	-
	<u>79,528</u>	<u>73,543</u>	<u>5,985</u>
	(7,203)	(3,575)	3,628
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	7,203	3,575	(3,628)
Operating transfers (out)	-	-	-
Net operating transfers	<u>7,203</u>	<u>3,575</u>	<u>(3,628)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Childrens Justice Act (2810) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 35,537	\$ 41,775	\$ 6,238
Other	-	-	-
	<u>35,537</u>	<u>41,775</u>	<u>6,238</u>
Expenditures			
Current operations			
Public safety	35,537	41,775	(6,238)
Capital outlay	-	-	-
	<u>35,537</u>	<u>41,775</u>	<u>(6,238)</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Juvenile Violence Reporting System (2830) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants		\$ 71,409	(\$ 2,792)
State	\$ 74,201		
Other	-	-	-
	<u>74,201</u>	<u>71,409</u>	<u>(2,792)</u>
Expenditures			
Current operations	74,201	69,230	4,971
Public safety	-	2,179	(2,179)
Capital outlay	<u>74,201</u>	<u>71,409</u>	<u>2,792</u>
	-	-	-
Revenues over (under) expenditures			
	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -

County of Muskegon

EDC Loan Revolving (2860) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income	14,000	13,883	(117)
Other	-	-	-
	<u>14,000</u>	<u>13,883</u>	<u>(117)</u>
Expenditures			
Current operations	822	66,188	(65,366)
General County government			
Capital outlay	-	-	-
	<u>822</u>	<u>66,188</u>	<u>(65,366)</u>
	13,178	(52,305)	(65,483)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	13,178	(52,305)	(65,483)
Fund balance (deficit) at beginning of year	282,737	282,737	-
Fund balance (deficit) at end of year	<u>\$ 295,915</u>	<u>\$ 230,432</u>	<u>(\$ 65,483)</u>

County of Muskegon

Dynatorque Loan (2870) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income	74,000	61,404	(12,596)
Other	-	-	-
	<u>74,000</u>	<u>61,404</u>	<u>(12,596)</u>
Expenditures			
Current operations	9,150	11,063	(1,913)
General County government			
Capital outlay	-	-	-
	<u>9,150</u>	<u>11,063</u>	<u>(1,913)</u>
	64,850	50,341	(14,509)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	64,850	50,341	(14,509)
Fund balance (deficit) at beginning of year	416,410	416,410	-
Fund balance (deficit) at end of year	<u>\$ 481,260</u>	<u>\$ 466,751</u>	<u>(\$ 14,509)</u>

County of Muskegon

Cherry Hill Loan (2871) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income	1,500	1,368	(132)
Other	-	-	-
	<u>1,500</u>	<u>1,368</u>	<u>(132)</u>
Expenditures			
Current operations			
General County government	275	256	19
Capital outlay	-	-	-
	<u>275</u>	<u>256</u>	<u>19</u>
	1,225	1,112	(113)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,225	1,112	(113)
Fund balance (deficit) at beginning of year	34,257	34,257	-
Fund balance (deficit) at end of year	<u>\$ 35,482</u>	<u>\$ 35,369</u>	<u>(\$ 113)</u>

County of Muskegon

R.Fuchs CDBG Grant (2873) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Other	-	-	-
Expenditures			
Current operations	-	-	-
Capital outlay	-	-	-
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	3,549	3,549	-
Fund balance (deficit) at end of year	\$ 3,549	\$ 3,549	\$ -

County of Muskegon

Briggs & Stratton (2875) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal	20,000	10,399	(9,601)
Investment income	-	2	2
Other	-	-	-
	<u>20,000</u>	<u>10,401</u>	<u>(9,599)</u>
Expenditures			
Current operations			
General County government	20,110	10,401	9,709
Capital outlay	-	-	-
	<u>20,110</u>	<u>10,401</u>	<u>9,709</u>
Revenues over (under) expenditures	(110)	-	110
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(110)	-	110
Fund balance (deficit) at beginning of year	221	221	-
Fund balance (deficit) at end of year	<u>\$ 111</u>	<u>\$ 221</u>	<u>\$ 110</u>

County of Muskegon

Housing Specialist Family Center (2876) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	35,000	32,083	(2,917)
Other	-	-	-
	<u>35,000</u>	<u>32,083</u>	<u>(2,917)</u>
Expenditures			
Current operations	35,000	25,459	9,541
General County government	-	-	-
Capital outlay	<u>35,000</u>	<u>25,459</u>	<u>9,541</u>
	-	6,624	6,624
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	6,624	6,624
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ 6,624</u>	<u>\$ 6,624</u>

County of Muskegon

Remuneration Program (2890) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 47,682	\$ 15,742	(\$ 31,940)
Other	-	-	-
	<u>47,682</u>	<u>15,742</u>	<u>(31,940)</u>
Expenditures			
Current operations			
Culture	55,342	4,414	50,928
Capital outlay	-	-	-
	<u>55,342</u>	<u>4,414</u>	<u>50,928</u>
	(7,660)	11,328	18,988
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	7,660	4,216	(3,444)
Operating transfers (out)	-	-	-
Net operating transfers	<u>7,660</u>	<u>4,216</u>	<u>(3,444)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	15,544	15,544
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ 15,544</u>	<u>\$ 15,544</u>

County of Muskegon
 Brookhaven Medical Care Facility (2900) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	-	-	-
Charges for services rendered	7,146,479	7,283,797	137,318
Contributions from private sources	-	95	95
Investment income	200	4	(196)
Other	10,050	10,260	210
	<u>7,156,729</u>	<u>7,294,156</u>	<u>137,427</u>
Expenditures			
Current operations			
Health	7,617,985	7,635,075	(17,090)
Capital outlay	34,000	32,503	1,497
	<u>7,651,985</u>	<u>7,667,578</u>	<u>(15,593)</u>
	(495,256)	(373,422)	121,834
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	495,256	373,422	(121,834)
Operating transfers (out)	-	-	-
Net operating transfers	<u>495,256</u>	<u>373,422</u>	<u>(121,834)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	6,774	6,774	-
Fund balance (deficit) at end of year	<u>\$ 6,774</u>	<u>\$ 6,774</u>	<u>\$ -</u>

County of Muskegon

Child Care Facility (2920) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 763,237	\$ 650,260	(\$ 112,977)
Other	357,000	452,290	95,290
	<u>1,120,237</u>	<u>1,102,550</u>	<u>(17,687)</u>
Expenditures			
Current operations			
Health	2,423,839	2,393,681	30,158
Capital outlay	20,635	15,729	4,906
	<u>2,444,474</u>	<u>2,409,410</u>	<u>35,064</u>
	(1,324,237)	(1,306,860)	17,377
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	1,324,237	1,306,860	(17,377)
Operating transfers (out)	-	-	-
Net operating transfers	<u>1,324,237</u>	<u>1,306,860</u>	<u>(17,377)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Veterans Trust (2940) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 56,246	\$ 27,965	(\$ 28,281)
Other	-	-	-
	<u>56,246</u>	<u>27,965</u>	<u>(28,281)</u>
Expenditures			
Current operations			
Welfare	56,246	27,965	28,281
Capital outlay	-	-	-
	<u>56,246</u>	<u>27,965</u>	<u>28,281</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	5,252	5,252	-
Fund balance (deficit) at end of year	<u>\$ 5,252</u>	<u>\$ 5,252</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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Other	-	-	-
Expenditures			
Current operations			
General County government	2,807	361	2,446
Capital outlay	-	-	-
	<u>2,807</u>	<u>361</u>	<u>2,446</u>
Revenues over (under) expenditures	(2,807)	(361)	2,446
Other financing sources (uses)			
Operating transfers in	2,807	361	(2,446)
Operating transfers (out)	-	-	-
Net operating transfers	<u>2,807</u>	<u>361</u>	<u>(2,446)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
Muskegon County Future Fund (2961) Special Revenue Fund
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	-
Contributions from private sources	26,206	27,527	1,321
Other	-	-	-
	<u>26,206</u>	<u>27,527</u>	<u>1,321</u>
Expenditures			
Current operations			
General County government	26,206	27,527	(1,321)
Capital outlay	-	-	-
	<u>26,206</u>	<u>27,527</u>	<u>(1,321)</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	1,768	1,768	-
Fund balance (deficit) at end of year	<u>\$ 1,768</u>	<u>\$ 1,768</u>	<u>\$ -</u>

County of Muskegon

Victim Restitution (2980) Special Revenue Fund

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Charges for services rendered	13,000	10,985	(2,015)
Investment income	1,000	281	(719)
Other	-	-	-
	<u>14,000</u>	<u>11,266</u>	<u>(2,734)</u>
Expenditures			
Current operations			
General County government	18,000	12,649	5,351
Capital outlay	-	-	-
	<u>18,000</u>	<u>12,649</u>	<u>5,351</u>
	(4,000)	(1,383)	2,617
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(4,000)	(1,383)	2,617
Fund balance (deficit) at beginning of year	21,200	21,200	-
Fund balance (deficit) at end of year	<u>\$ 17,200</u>	<u>\$ 19,817</u>	<u>\$ 2,617</u>

County of Muskegon

Wagner Peyser (2731) Special Revenue Fund

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

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	302,553	201,704	(100,849)
Other	-	-	-
	<u>302,553</u>	<u>201,704</u>	<u>(100,849)</u>
Expenditures			
Current operations			
Welfare	278,469	177,620	100,849
Capital outlay	24,084	24,084	-
	<u>302,553</u>	<u>201,704</u>	<u>100,849</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Jobs Training Partnership Act (2740) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	-
Federal pass-thru	1,710,469	1,084,039	(626,430)
Other	-	-	-
	<u>1,710,469</u>	<u>1,084,039</u>	<u>(626,430)</u>
Expenditures			
Current operations			
Welfare	1,662,969	1,070,716	592,253
Capital outlay	47,500	13,323	34,177
	<u>1,710,469</u>	<u>1,084,039</u>	<u>626,430</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Jobs Training Partnership Act (2741) Special Revenue Fund
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL**

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	-
Federal pass-thru	113,109	129,668	16,559
Other	-	-	-
	<u>113,109</u>	<u>129,668</u>	<u>16,559</u>
Expenditures			
Current operations	113,109	129,668	(16,559)
Welfare	-	-	-
Capital outlay	<u>113,109</u>	<u>129,668</u>	<u>(16,559)</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Dislocated Workers (2745) Special Revenue Fund

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

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	355,464	399,818	44,354
Other	-	-	-
	<u>355,464</u>	<u>399,818</u>	<u>44,354</u>
Expenditures			
Current operations			
Welfare	355,464	399,818	(44,354)
Capital outlay	-	-	-
	<u>355,464</u>	<u>399,818</u>	<u>(44,354)</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

JTPA 8% Coordination (2747) Special Revenue Fund

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

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	59,875	59,875	-
Other	-	-	-
	<u>59,875</u>	<u>59,875</u>	<u>-</u>
Expenditures			
Current operations			
Welfare	59,875	59,875	-
Capital outlay	-	-	-
	<u>59,875</u>	<u>59,875</u>	<u>-</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 Economic Development Job Training (2750) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 2,646,649	\$ 919,301	(\$ 1,727,348)
Other	-	-	-
	<u>2,646,649</u>	<u>919,301</u>	<u>(1,727,348)</u>
Expenditures			
Current operations			
Welfare	2,646,649	919,301	1,727,348
Capital outlay	-	-	-
	<u>2,646,649</u>	<u>919,301</u>	<u>1,727,348</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Juvenile Court CASA Program (2820) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	-
Other	-	-	-
Expenditures			
Current operations			
Welfare	1,229	-	1,229
Capital outlay	-	-	-
	<u>1,229</u>	<u>-</u>	<u>1,229</u>
Revenues over (under) expenditures	(1,229)	-	1,229
Other financing sources (uses)			
Operating transfers in	7,833	-	(7,833)
Operating transfers (out)	-	-	-
Net operating transfers	<u>7,833</u>	<u>-</u>	<u>(7,833)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	6,604	-	(6,604)
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ 6,604</u>	<u>\$ -</u>	<u>(\$ 6,604)</u>

County of Muskegon

Older Workers Program (2994) Special Revenue Fund

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

For the Fifteen Months ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	22,322	23,871	1,549
Other	-	-	-
	<u>22,322</u>	<u>23,871</u>	<u>1,549</u>
Expenditures			
Current operations			
Welfare	22,322	23,871	(1,549)
Capital outlay	-	-	-
	<u>22,322</u>	<u>23,871</u>	<u>(1,549)</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Sheriff Road Patrol (1210) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 143,100	\$ 142,756	(\$ 344)
Federal pass-thru	45,825	44,281	(1,544)
Other	-	-	-
	<u>188,925</u>	<u>187,037</u>	<u>(1,888)</u>
Expenditures			
Current operations	185,950	184,063	1,887
Public safety	2,975	2,974	1
Capital outlay	<u>188,925</u>	<u>187,037</u>	<u>1,888</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
Health Department (2210)

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 2,379,919	\$ 2,197,992	(\$ 181,927)
Federal pass-thru	1,237,556	1,159,839	(77,717)
Charges for services rendered	219,395	371,041	151,646
Contributions from private sources	50	270	220
Investment income	-	5	5
Other	773,902	753,314	(20,588)
	<u>4,610,822</u>	<u>4,482,461</u>	<u>(128,361)</u>
Expenditures			
Current operations			
Health	5,975,656	5,951,257	24,399
Capital outlay	428,941	342,998	85,943
	<u>6,404,597</u>	<u>6,294,255</u>	<u>110,342</u>
	(1,793,775)	(1,811,794)	(18,019)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	1,793,775	1,867,171	73,396
Operating transfers (out)	-	-	-
Net operating transfers	<u>1,793,775</u>	<u>1,867,171</u>	<u>73,396</u>
	-	55,377	55,377
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES			
Fund balance (deficit) at beginning of year	47,423	47,423	-
Fund balance (deficit) at end of year	<u>\$ 47,423</u>	<u>\$ 102,800</u>	<u>\$ 55,377</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, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 11,838,241	\$ 10,639,397	(\$ 1,198,844)
Federal pass-thru	213,475	193,075	(20,400)
Local units	11,246	15,805	4,559
Charges for services rendered	9,965,000	10,172,702	207,702
Contributions from private sources	350,707	88,108	(262,599)
Investment income	102,900	83,386	(19,514)
Other	22,002	154,345	132,343
	<u>22,503,571</u>	<u>21,346,818</u>	<u>(1,156,753)</u>
Expenditures			
Current operations			
Health	21,832,395	21,229,522	602,873
Capital outlay	1,376,825	938,334	438,491
	<u>23,209,220</u>	<u>22,167,856</u>	<u>1,041,364</u>
	(705,649)	(821,038)	(115,389)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	705,649	827,276	121,627
Operating transfers (out)	-	-	-
Net operating transfers	<u>705,649</u>	<u>827,276</u>	<u>121,627</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	6,238	6,238
Fund balance (deficit) at beginning of year	213,558	213,558	-
Fund balance (deficit) at end of year	<u>\$ 213,558</u>	<u>\$ 219,796</u>	<u>\$ 6,238</u>

County of Muskegon

Alternative Intermediate Service (2221) Special Revenue Fund
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 114,067	\$ 129,283	\$ 15,216
Charges for services rendered	9,805,064	9,676,788	(128,276)
Contributions from private sources	326,436	326,437	1
Investment income	29,900	25,772	(4,128)
Other	-	-	-
	<u>10,275,467</u>	<u>10,158,280</u>	<u>(117,187)</u>
Expenditures			
Current operations	10,292,531	10,157,072	135,459
Health	81,025	96,181	(15,156)
Capital outlay	<u>10,373,556</u>	<u>10,253,253</u>	<u>120,303</u>
	(98,089)	(94,973)	3,116
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	98,089	94,973	(3,116)
Operating transfers (out)	-	-	-
Net operating transfers	<u>98,089</u>	<u>94,973</u>	<u>(3,116)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Managed Care (2222) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 458,267	\$ 454,090	(\$ 4,177)
Contributions from private sources	135,387	137,541	2,154
Investment income	-	1,061	1,061
Other	-	-	-
	<u>593,654</u>	<u>592,692</u>	<u>(962)</u>
Expenditures			
Current operations			
Health	480,572	505,936	(25,364)
Capital outlay	164,000	136,149	27,851
	<u>644,572</u>	<u>642,085</u>	<u>2,487</u>
	(50,918)	(49,393)	1,525
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	50,918	49,393	(1,525)
Operating transfers (out)	-	-	-
Net operating transfers	<u>50,918</u>	<u>49,393</u>	<u>(1,525)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Community Corrections (2640) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 818,899	\$ 653,722	(\$ 165,177)
Federal pass-thru	-	1,786	1,786
Charges for services rendered	30,500	36,481	5,981
Other	-	-	-
	<u>849,399</u>	<u>691,989</u>	<u>(157,410)</u>
Expenditures			
Current operations	1,063,509	901,713	161,796
Public safety	2,265	-	2,265
Capital outlay	<u>1,065,774</u>	<u>901,713</u>	<u>164,061</u>
	(216,375)	(209,724)	6,651
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	216,375	211,136	(5,239)
Operating transfers (out)	-	-	-
Net operating transfers	<u>216,375</u>	<u>211,136</u>	<u>(5,239)</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	1,412	1,412
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ 1,412</u>	<u>\$ 1,412</u>

County of Muskegon

SYETP (2742) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Federal pass-thru	708,611	604,867	(103,744)
Other	-	-	-
	<u>708,611</u>	<u>604,867</u>	<u>(103,744)</u>
Expenditures			
Current operations			
Welfare	708,611	607,645	100,966
Capital outlay	-	-	-
	<u>708,611</u>	<u>607,645</u>	<u>100,966</u>
Revenues over (under) expenditures	-	(2,778)	(2,778)
Other financing sources (uses)			
Operating transfers in	-	2,778	2,778
Operating transfers (out)	-	-	-
Net operating transfers	-	<u>2,778</u>	<u>2,778</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Displaced Homemaker (2746) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	-
Federal pass-thru	44,800	23,804	(20,996)
Other	-	-	-
	<u>44,800</u>	<u>23,804</u>	<u>(20,996)</u>
Expenditures			
Current operations			
Welfare	44,800	23,804	20,996
Capital outlay	-	-	-
	<u>44,800</u>	<u>23,804</u>	<u>20,996</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Workfirst (2751) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 910,857	\$ 752,141	(\$ 158,716)
Federal pass-thru	1,302,221	1,124,695	(177,526)
Other	-	-	-
	<u>2,213,078</u>	<u>1,876,836</u>	<u>(336,242)</u>
Expenditures			
Current operations			
Welfare	2,213,078	1,876,836	336,242
Capital outlay	-	-	-
	<u>2,213,078</u>	<u>1,876,836</u>	<u>336,242</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon
 School To Work (2753) Special Revenue Fund
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL**

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	-	\$ 38,766	\$ 38,766
Federal pass-thru	209,702	250,785	41,083
Other	-	-	-
	<u>209,702</u>	<u>289,551</u>	<u>79,849</u>
Expenditures			
Current operations			
Welfare	209,702	289,551	(79,849)
Capital outlay	-	-	-
	<u>209,702</u>	<u>289,551</u>	<u>(79,849)</u>
	-	-	-
Revenues over (under) expenditures			
	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u> </u>	<u> </u>	<u> </u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Welfare To Work (2758) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 293,248	\$ 2,580	(\$ 290,668)
Federal pass-thru	439,872	5,742	(434,130)
Other	-	-	-
	<u>733,120</u>	<u>8,322</u>	<u>(724,798)</u>
Expenditures			
Current operations			
Welfare	733,120	8,322	724,798
Capital outlay	-	-	-
	<u>733,120</u>	<u>8,322</u>	<u>724,798</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Food Stamp Program (2759) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ 104,000	-	(\$ 104,000)
Federal pass-thru	156,000	-	(156,000)
Other	-	-	-
	<u>260,000</u>	<u>-</u>	<u>(260,000)</u>
Expenditures			
Current operations			
Welfare	260,000	-	260,000
Capital outlay	-	-	-
	<u>260,000</u>	<u>-</u>	<u>260,000</u>
Revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

County of Muskegon

Mental Health Buildings (2970) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income	20,000	24,996	4,996
Other	276,198	239,481	(36,717)
	<u>296,198</u>	<u>264,477</u>	<u>(31,721)</u>
Expenditures			
Current operations			
Health	240,663	135,372	105,291
Capital outlay	-	-	-
	<u>240,663</u>	<u>135,372</u>	<u>105,291</u>
Revenues over (under) expenditures	55,535	129,105	73,570
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	55,535	129,105	73,570
Fund balance (deficit) at beginning of year	18,063	18,063	-
Fund balance (deficit) at end of year	<u>\$ 73,598</u>	<u>\$ 147,168</u>	<u>\$ 73,570</u>

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, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Investment income	2,750	3,068	318
Other	41,614	31,111	(10,503)
	<u>44,364</u>	<u>34,179</u>	<u>(10,185)</u>
Expenditures			
Current operations			
Welfare	52,034	36,264	15,770
Capital outlay	-	-	-
	<u>52,034</u>	<u>36,264</u>	<u>15,770</u>
	(7,670)	(2,085)	5,585
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
Net operating transfers	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(7,670)	(2,085)	5,585
Fund balance (deficit) at beginning of year	7,671	7,671	-
Fund balance (deficit) at end of year	<u>\$ 1</u>	<u>\$ 5,586</u>	<u>\$ 5,585</u>

County of Muskegon

Henry Street Building (2972) Special Revenue Fund

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

Year ended September 30, 1998

	Budget	Actual	Variance - favorable (unfavorable)
Revenues			
Grants			
State	\$ -	\$ -	\$ -
Other	-	1,600	1,600
	-	1,600	1,600
Expenditures			
Current operations			
General County government	37,769	40,061	(2,292)
Capital outlay	-	-	-
	37,769	40,061	(2,292)
Revenues over (under) expenditures	(37,769)	(38,461)	(692)
Other financing sources (uses)			
Operating transfers in	37,769	38,461	692
Operating transfers (out)	-	-	-
Net operating transfers	37,769	38,461	692
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	-
Fund balance (deficit) at beginning of year	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -

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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.

Quality of Life Debt (3110)--to account for the accumulation of resources and the payment of general long term debt principal and interest associated with the Frauenthal Center and Walker Arena renovations.

Psychiatric Facility Debt (3141)--to account for the accumulation of resources and the payment of general long-term debt principal and interest associated with the psychiatric facility.

Halmond Center Debt (3142)--to account for the accumulation of resources and the payment of general long-term debt principal and interest associated with the Halmond Center.

Halmond Center Refunded Debt (3143)-to account for the accumulation of resources and the payment of general long-term debt principal and interest associated with the Halmond Center Refunded Debt.

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

September 30, 1998

	Convention Center Debt (3100)	Quality of Life (3110)	Psychiatric Facility Debt (3141)	Halmond Center Debt (3142)	Halmond Center Refunded Debt (3143)	Water and Sewer Debt (3650)	Totals 1998
Cash	\$ 761,731	\$ 103,936	\$ 70,756	\$ 104,958	\$ 28,969	\$ 2,553,538	\$ 3,623,888
Accounts receivable	-	-	31,726	-	-	15,275	47,001
Accrued interest receivable	3,149	3,368	786	1,656	-	32,285	41,244
Special assessments receivable	-	-	-	-	-	6,130,519	6,130,519
	<u>\$ 764,880</u>	<u>\$ 107,304</u>	<u>\$ 103,268</u>	<u>\$ 106,614</u>	<u>\$ 28,969</u>	<u>\$ 8,731,617</u>	<u>\$ 9,842,652</u>

ASSETS

Cash
Accounts receivable
Accrued interest receivable
Special assessments receivable

LIABILITIES AND EQUITY

Accrued liabilities
Deferred revenue

	\$ 17,862	\$ 75,539	\$ 26,438	\$ 10,938	\$ 20,761	\$ 95	\$ 151,633
	<u>17,862</u>	<u>75,539</u>	<u>26,438</u>	<u>10,938</u>	<u>20,761</u>	<u>6,050,000</u>	<u>6,050,000</u>
						<u>6,050,095</u>	<u>6,201,633</u>

Fund balance
Unreserved

Designated for debt service

	747,018	31,765	76,830	95,676	8,208	2,681,522	3,641,019
	<u>747,018</u>	<u>31,765</u>	<u>76,830</u>	<u>95,676</u>	<u>8,208</u>	<u>2,681,522</u>	<u>3,641,019</u>
	<u>\$ 764,880</u>	<u>\$ 107,304</u>	<u>\$ 103,268</u>	<u>\$ 106,614</u>	<u>\$ 28,969</u>	<u>\$ 8,731,617</u>	<u>\$ 9,842,652</u>

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

For the Nine Months ended September 30, 1998

	Convention Center Debt (3100)	Quality of Life (3110)	Psychiatric Facility Debt (3141)	Halmond Center Debt (3142)	Halmond Center Refunded Debt (3143)	Water and Sewer Debt (3650)	Totals 1998
Revenues							
Investment income	\$ 8,935	\$ 12,447	\$ 2,661	\$ 5,507	\$ -	\$ 110,907	\$ 140,457
Taxes	-	725,836	-	-	-	-	\$ 725,836
Rentals	-	-	281,519	91,637	73,888	-	447,044
Special assessments	-	-	-	-	-	875,000	875,000
Other	-	-	8,703	-	6,625	3,910	19,238
	<u>8,935</u>	<u>738,283</u>	<u>292,883</u>	<u>97,144</u>	<u>80,513</u>	<u>989,817</u>	<u>2,207,575</u>
Expenditures							
Other	-	-	-	-	-	8,586	8,586
Debt service							
Principal payments	200,000	225,000	255,000	100,000	40,000	905,000	1,725,000
Interest	58,988	952,074	27,268	8,113	32,155	25,591	1,104,189
Other	525	325	1,390	417	150	-	2,807
	<u>259,513</u>	<u>1,177,399</u>	<u>283,658</u>	<u>108,530</u>	<u>72,305</u>	<u>939,177</u>	<u>2,840,582</u>
	<u>(250,578)</u>	<u>(439,116)</u>	<u>9,225</u>	<u>(11,386)</u>	<u>8,208</u>	<u>50,640</u>	<u>(633,007)</u>
Revenues over (under) expenditures							
Other financing sources (uses)	997,302	-	-	-	-	32,844	1,030,146
Operating transfers in	-	-	-	-	-	-	-
Operating transfers (out)	<u>997,302</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,844</u>	<u>1,030,146</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	746,724	(439,116)	9,225	(11,386)	8,208	83,484	397,139
Fund balance at beginning of year	294	470,881	67,605	107,062	-	2,598,038	3,243,880
Fund balance at end of year	<u>\$ 747,018</u>	<u>\$ 31,765</u>	<u>\$ 76,830</u>	<u>\$ 95,676</u>	<u>\$ 8,208</u>	<u>\$ 2,681,522</u>	<u>\$ 3,641,019</u>

County of Muskegon
Convention Center Debt Service Fund (3100)
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance favorable (unfavorable)
Revenues			
Investment income	\$ -	\$ 8,935	\$ 8,935
Taxes	-	-	-
Rentals	-	-	-
Special assessments	-	-	-
Other	-	-	-
	<u>-</u>	<u>8,935</u>	<u>8,935</u>
Expenditures			
Other	-	-	-
Debt service			
Principal payments	200,000	200,000	-
Interest	58,988	58,988	-
Other	250	525	(275)
	<u>259,238</u>	<u>259,513</u>	<u>(275)</u>
	<u>(259,238)</u>	<u>(250,578)</u>	<u>8,660</u>
Revenues over (under) expenditures			
	985,935	997,302	11,367
Other financing sources (uses)	-	-	-
Operating transfers in	985,935	997,302	11,367
Operating transfers (out)	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	726,697	746,724	20,027
Fund balance at beginning of year	294	294	-
Fund balance at end of year	<u>\$ 726,991</u>	<u>\$ 747,018</u>	<u>\$ 20,027</u>

County of Muskegon
Quality of Life Debt Service Fund (3110)
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
Revenues			
Investment income	\$ 10,000	\$ 12,447	\$ 2,447
Taxes	650,780	725,836	75,056
Rentals	-	-	-
Special assessments	-	-	-
Other	-	-	-
	<u>660,780</u>	<u>738,283</u>	<u>77,503</u>
Expenditures			
Other	-	-	-
Debt service			
Principal payments	225,000	\$ 225,000	-
Interest	690,651	952,074	(261,423)
Other	475	\$ 325	150
	<u>916,126</u>	<u>1,177,399</u>	<u>(261,273)</u>
	<u>(255,346)</u>	<u>(439,116)</u>	<u>(183,770)</u>
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(255,346)</u>	<u>(439,116)</u>	<u>(183,770)</u>
Fund balance at beginning of year	470,881	470,881	-
Fund balance at end of year	<u>\$ 215,535</u>	<u>\$ 31,765</u>	<u>(\$ 183,770)</u>

County of Muskegon
 Psychiatric Facility Debt Service Fund (3141)
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance favorable (unfavorable)
Revenues			
Investment income	\$ 2,500	\$ 2,661	\$ 161
Taxes	-	-	-
Rentals	284,087	281,519	(2,568)
Special assessments	-	-	-
Other	-	8,703	8,703
	<u>286,587</u>	<u>292,883</u>	<u>6,296</u>
Expenditures			
Other	-	-	-
Debt service			
Principal payments	255,000	255,000	-
Interest	29,087	27,268	1,819
Other	900	1,390	(490)
	<u>284,987</u>	<u>283,658</u>	<u>1,329</u>
	<u>1,600</u>	<u>9,225</u>	<u>7,625</u>
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>1,600</u>	<u>9,225</u>	<u>7,625</u>
Fund balance at beginning of year	67,605	67,605	-
Fund balance at end of year	<u>\$ 69,205</u>	<u>\$ 76,830</u>	<u>\$ 7,625</u>

County of Muskegon
Halmond Center Debt Service Fund (3142)
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance favorable (unfavorable)
Revenues			
Investment income	\$ 4,500	\$ 5,507	\$ 1,007
Taxes	-	-	-
Rentals	165,525	91,637	(73,888)
Special assessments	-	-	-
Other	-	-	-
	170,025	97,144	(72,881)
Expenditures			
Other	-	-	-
Debt service			
Principal payments	100,000	100,000	-
Interest	8,113	8,113	-
Other	675	417	258
	108,788	108,530	258
	61,237	(11,386)	(72,623)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	61,237	(11,386)	(72,623)
Fund balance at beginning of year	107,062	107,062	-
Fund balance at end of year	\$ 168,299	\$ 95,676	(\$ 72,623)

County of Muskegon
Halmond Center Refunded Debt Service Fund (3143)
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance favorable (unfavorable)
Revenues			
Investment income	\$ -	-	-
Taxes	-	-	-
Rentals	73,888	73,888	-
Special assessments	-	-	-
Other	-	6,625	6,625
	<u>73,888</u>	<u>80,513</u>	<u>6,625</u>
Expenditures			
Other	-	-	-
Debt service			
Principal payments	40,000	40,000	-
Interest	33,588	32,155	1,433
Other	300	150	150
	<u>73,888</u>	<u>72,305</u>	<u>1,583</u>
	-	8,208	8,208
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	-	-	-
Operating transfers (out)	-	-	-
	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	8,208	8,208
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 8,208</u>	<u>\$ 8,208</u>

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

For the Nine Months ended September 30, 1998

	Budget	Actual	Variance favorable (unfavorable)
Revenues			
Investment income	\$ 107,634	\$ 110,907	\$ 3,273
Taxes	-	-	-
Rentals	-	-	-
Special assessments	1,275,000	875,000	(400,000)
Other	4,277	3,910	(367)
	1,386,911	989,817	(397,094)
Expenditures			
Other	9,157	8,586	571
Debt service			
Principal payments	905,000	905,000	-
Interest	25,615	25,591	24
Other	-	-	-
	939,772	939,177	595
	447,139	50,640	(396,499)
Revenues over (under) expenditures			
Other financing sources (uses)			
Operating transfers in	32,844	32,844	-
Operating transfers (out)	-	-	-
	32,844	32,844	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	479,983	83,484	(396,499)
Fund balance at beginning of year	2,598,038	2,598,038	-
Fund balance at end of year	\$ 3,078,021	\$ 2,681,522	(\$ 396,499)

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CAPITAL PROJECTS FUNDS

Quality of Life Construction (4110)--to account for revenues and expenditures for renovations to the Muskegon Frauenthal Center For Performing Arts and the Walker Arena.

Heritage Landing (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.

Jail Expansion (4950)--to account for resources used for the expansion of the jail.

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
September 30, 1998

Quality of Life	Construction (4110)	Heritage Landing (4180)	Public Improvement (4930)	Jail Expansion (4950)	Capital Improvement (4960)	Drain Revolving (6010)	Drain Projects (8010)	Totals 1998
	\$ 1,067,360	\$ -	\$ 597,977	\$ -	\$ 39,277	\$ 18,293	\$ 247,272	\$ 1,970,179
Cash and cash equivalents	-	20,000	354,885	-	-	-	-	374,885
Accounts receivable	-	-	-	-	-	3,207	-	3,207
Assessments receivable-deferred	-	18,343	-	1,234	-	-	-	19,577
Intergovernmental receivable	-	-	30	-	48	-	2,644	2,722
Accrued interest receivable	-	-	500,000	-	300,000	-	-	800,000
Long-term note receivable	\$ 1,067,360	\$ 38,343	\$ 1,452,892	\$ 1,234	\$ 339,325	\$ 21,500	\$ 249,916	\$ 3,170,570
ASSETS								
	\$ 182,019	\$ -	\$ 330,045	\$ 1,234	\$ -	\$ -	\$ -	\$ 513,298
Accounts payable	-	-	-	-	-	-	3,041	3,041
Accrued liabilities	-	19,458	-	-	-	-	-	19,458
Due to other funds	-	-	-	-	-	21,500	-	21,500
Long-term advance from other funds	-	10,353	-	-	-	-	-	10,353
Deferred revenue	182,019	29,811	330,045	1,234	-	21,500	3,041	567,650
LIABILITIES AND FUND BALANCE								
Fund balance (deficit)	-	-	500,000	-	300,000	-	-	800,000
Reserved for long-term note receivable	885,341	8,532	622,847	-	-	-	246,875	1,763,595
Unreserved	-	-	-	-	39,325	-	-	39,325
Designated for Capital Projects	885,341	8,532	1,122,847	-	339,325	-	246,875	2,602,920
Undesignated	\$ 1,067,360	\$ 38,343	\$ 1,452,892	\$ 1,234	\$ 339,325	\$ 21,500	\$ 249,916	\$ 3,170,570

County of Muskegon
 Capital Projects Funds
**COMBINING STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE**
 For the Nine Months ended September 30, 1998

Quality of Life Construction (4110)	Heritage Landing (4180)	Public Improvement (4930)	Jail Expansion (4950)	Capital Improvement (4960)	Drain Revolving (6010)	Drain Projects (8010)	Totals 1998
Revenues							
State grant	\$ -	\$ -	\$ 1,234	\$ -	\$ -	\$ -	\$ 1,234
Federal grant	-	-	-	-	-	19,220	19,220
Investment income	154,186	51,417	-	104	-	8,391	214,098
Contributions from private sources	-	-	-	-	-	1,736	1,736
Other	-	13,188	-	-	-	-	13,188
	154,186	64,605	1,234	104	-	29,347	249,476
Expenditures							
Capital outlay	5,880,131	454,421	1,234	-	-	-	6,335,786
Other services and charges	-	183	-	183	-	39,612	39,978
	5,880,131	454,604	1,234	183	-	39,612	6,375,764
Revenues over (under) expenditures	(5,725,945)	(389,999)	-	(79)	-	(10,265)	(6,126,288)
Other financing sources							
Sale of Land-Buildings	-	451,475	-	-	-	-	451,475
Operating transfers in	-	561,371	-	-	-	29,729	591,100
	-	1,012,846	-	-	-	29,729	1,042,575
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(5,725,945)	622,847	-	(79)	-	19,464	(5,083,713)
Fund balance at beginning of year	6,611,286	8,532	-	339,404	-	227,411	7,686,633
Fund balance at end of year	\$ 885,341	\$ 8,532	\$ -	\$ 339,325	\$ -	\$ 246,875	\$ 2,602,920

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ENTERPRISE FUNDS

Fairgrounds 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 SD Warren for services.

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 the 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 Management System (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**

September 30, 1998

	Fairgrounds Operation (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)	Northside Water (5910)	Muskegon County Wastewater Management System (5920)	Totals 1998
ASSETS								
CURRENT ASSETS								
Cash and cash investments	\$ 563,545	\$ 9,590,496	\$ 3,750,725	-	-	\$ 438,960	\$ 9,337,922	\$ 23,681,648
Accounts receivable	50,012	123,456	18,823	224,763	10,227	498,107	2,258,105	3,183,493
Intergovernmental receivable	-	-	745,265	818,335	792,596	-	-	2,356,196
Accrued interest receivable	2,455	114,235	42,049	53	637	6,755	106,190	272,374
Prepaid expenditures	226,840	-	-	-	-	-	245,366	472,206
Due from other funds	-	-	-	-	-	-	-	-
Inventories	-	516	516	-	7,754	-	16,437	25,223
Restricted assets	-	-	-	-	-	-	107,339	107,339
Total current assets	842,852	9,828,703	4,557,378	1,043,151	811,214	943,822	12,071,359	30,098,479
PROPERTY AND EQUIPMENT - AT COST								
In service								
Land	555,000	-	-	4,312,129	200,237	-	6,718,349	11,785,715
Land improvements	486,975	1,585,143	1,521	7,792,609	-	-	5,804,707	15,670,955
Lagoons	-	-	-	-	-	-	9,517,671	9,517,671
Buildings	1,852,019	633,915	213,369	7,588,685	1,560,465	-	5,365,776	17,214,229
Machinery and equipment	93,954	1,129,125	220,264	1,604,953	2,968,437	1,260	4,610,931	10,628,924
Wastewater collection and distribution system	-	-	-	-	-	-	66,727,997	66,727,997
Capitalized interest and engineering costs	-	18,195	-	-	-	-	7,365,007	7,383,202
Less accumulated depreciation	2,987,948	3,366,378	435,154	21,298,376	4,729,139	1,260	106,110,438	138,928,693
	(556,436)	(2,272,131)	(185,424)	(6,885,728)	(1,939,305)	(1,260)	(34,629,607)	(46,469,891)
	2,431,512	1,094,247	249,730	14,412,648	2,789,834	-	71,480,831	92,458,802
Construction in progress	-	-	-	220,726	5,800	-	6,726,225	6,952,751
	2,431,512	1,094,247	249,730	14,633,374	2,795,634	-	78,207,056	99,411,553
	-	264,897	-	-	-	-	-	264,897
LONG TERM ADVANCE TO OTHER FUNDS	\$ 3,274,364	\$ 11,187,847	\$ 4,807,108	\$ 15,676,525	\$ 3,606,848	\$ 943,822	\$ 90,278,415	\$ 129,774,929

County of Muskegon
Enterprise Funds
COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

	Fairgrounds Operation (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)	Northside Water (5910)	Muskegon County Wastewater Management System (5920)	Totals 1998
LIABILITIES AND EQUITY								
CURRENT LIABILITIES								
Accounts payable	\$ 3,948	\$ 4,620	\$ 4,326	\$ 65,159	\$ 79,393	\$ 52,802	\$ 2,957,491	\$ 3,167,739
Advances payable	-	-	-	-	286,322	-	-	286,322
Accrued interest	54,259	-	-	36,347	-	-	-	90,606
Accrued liabilities	1,867	165,826	30,960	125,813	129,917	762	889,219	1,344,364
Due to other funds	-	-	-	468,747	74,643	-	313,027	856,417
Current portion of long term debt	185,000	-	-	101,528	-	-	1,725,000	2,011,528
Payable from restricted funds :								
Accrued interest	-	-	-	-	-	-	255,159	255,159
Total current liabilities	245,074	170,446	35,286	797,594	570,275	53,564	6,139,896	8,012,135
NONCURRENT LIABILITIES								
Long term debt	1,885,000	-	-	2,595,000	-	-	17,532,517	22,012,517
Accrued closure costs	-	5,058,400	1,339,640	-	-	-	-	6,398,040
Long term advance from other funds	555,000	-	-	1,472,821	-	-	-	2,027,821
Total noncurrent liabilities	2,440,000	5,058,400	1,339,640	4,067,821	-	-	17,532,517	30,438,378
DEFERRED REVENUE								
	-	-	745,265	-	-	-	-	745,265
CONTRIBUTIONS IN AID OF CONSTRUCTION								
Capital contributed	-	-	-	15,333,154	4,832,535	-	78,567,407	98,733,096
Less - accumulated amortization	-	-	-	(5,875,585)	(2,037,833)	-	(30,330,753)	(38,244,171)
	-	-	-	9,457,569	2,794,702	-	48,236,654	60,488,925
RETAINED EARNINGS								
Reserved for cell closure	-	5,959,001	-	-	-	-	-	5,959,001
Reserved for debt service	-	-	-	-	-	-	3,071,022	3,071,022
Unreserved	589,290	-	2,686,917	1,353,541	241,871	890,258	15,298,326	21,060,203
	589,290	5,959,001	2,686,917	1,353,541	241,871	890,258	18,369,348	30,090,226
\$ 3,274,364	\$ 11,187,847	\$ 4,807,108	\$ 15,676,525	\$ 3,606,848	\$ 943,822	\$ 90,278,415	\$ 129,774,929	

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

For the Nine Months ended September 30, 1998

	Fairgrounds Operation (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)	Northside Water (5910)	Muskegon County Wastewater Management System (5920)	Totals 1998
Operating revenues								
Charges for services	\$ -	\$ 792,094	\$ 2,480,647	\$ 659,578	\$ 200,110	\$ 404,438	\$ 9,154,887	\$ 13,691,754
Farm sales	-	-	-	-	-	-	-	-
	-	792,094	2,480,647	659,578	200,110	404,438	9,154,887	13,691,754
Operating expenses								
Salaries and fringe benefits	33,188	349,523	57,374	528,553	773,610	8,958	2,370,886	4,122,092
Supplies and other operating expenses	567,584	284,403	72,145	778,853	539,635	491,583	4,810,626	7,544,829
Depreciation and amortization	51,824	351,000	17,497	452,229	284,015	-	2,563,686	3,720,251
	652,596	984,926	147,016	1,759,635	1,597,260	500,541	9,745,198	15,387,172
Operating income (loss)	(652,596)	(192,832)	2,333,631	(1,100,057)	(1,397,150)	(96,103)	(590,311)	(1,695,418)
Other income (expenses)								
Operating subsidies	-	-	-	107,383	1,080,123	-	-	1,187,506
Interest income	82,479	385,796	196,107	158	2,930	22,074	363,418	1,052,962
Interest expense	(72,502)	-	-	(131,865)	-	-	(752,968)	(957,335)
Other (net)	121,584	(27,244)	(17,766)	(2,298)	(7,927)	63,120	327,406	456,875
	131,561	358,552	178,341	(26,622)	1,075,126	85,194	(62,144)	1,740,008
Net income (loss) before operating transfers	(521,035)	165,720	2,511,972	(1,126,679)	(322,024)	(10,909)	(652,455)	44,590
Other financing (expenses)								
Operating transfers in	550,016	-	-	948,886	-	-	-	1,498,902
Operating transfers (out)	-	-	-	-	-	(32,844)	-	(32,844)
Issue costs and underwriting fees	-	-	-	-	-	-	-	-
	550,016	-	-	948,886	-	(32,844)	-	1,466,058
NET INCOME (LOSS)	28,981	165,720	2,511,972	(177,793)	(322,024)	(43,753)	(652,455)	1,510,648
Transfer of depreciation and amortization to contributions in aid of construction	-	-	-	315,549	281,360	-	2,163,233	2,760,142
Net income (loss) transferred to retained earnings	28,981	165,720	2,511,972	137,756	(40,664)	(43,753)	1,510,778	4,270,790
Retained earnings at beginning of year	560,309	5,793,281	174,945	1,215,785	282,535	934,011	16,858,570	25,819,436
Equity Transfer (to) from other funds	-	-	-	-	-	-	-	-
Retained earnings at end of year	\$ 589,290	\$ 5,959,001	\$ 2,686,917	\$ 1,353,541	\$ 241,871	\$ 890,258	\$ 18,369,348	\$ 30,090,226

County of Muskegon
Enterprise Funds
COMBINING STATEMENT OF CASH FLOWS
For the Nine Months ended September 30, 1998

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Muskegon County Airport (5810)	Muskegon Area Transit System (5880)	Northside Water (5910)	Muskegon County Wastewater Management System (5920)	Totals 1998
CASH FLOW FROM OPERATIONS								
Operating income (loss)	(\$ 652,596)	(\$ 192,832)	\$ 2,333,631	(\$ 1,100,057)	(\$ 1,397,150)	(\$ 96,103)	(\$ 590,311)	(\$ 1,695,418)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operations:								
Increase (decrease) in deferred revenue	-	-	(2,730,394)	-	(103,756)	-	(82,140)	(2,916,290)
Depreciation expense	51,824	351,000	17,497	452,229	284,015	-	2,563,686	3,720,251
(Increase) decrease in accounts receivable	349,134	(34,254)	36,512	(78,011)	(4,151)	(55,860)	(441,735)	(228,365)
Decrease in intergovernment receivable	-	15	259,225	231,261	-	-	-	490,501
Increase in advances payable	-	-	-	-	286,322	-	-	286,322
(Increase) decrease in inventory	-	2,075	2,075	-	18,601	-	906,774	929,525
Increase (decrease) in accounts payable	3,924	(8,662)	2,815	(64,484)	17,864	39,009	1,042,414	1,032,880
Other income	121,584	-	-	106,563	-	63,120	330,903	622,170
Other (expense)	-	(27,244)	(17,766)	-	(13,293)	-	-	(58,303)
Increase in prepaid expenses	(226,840)	-	-	-	-	-	(245,366)	(472,206)
Increase in due to other funds	-	-	-	-	74,643	-	313,027	387,670
(Decrease) in due to other funds	-	-	-	(923,726)	-	-	-	(923,726)
Decrease in due from other funds	-	-	-	630,914	-	-	-	630,914
Increase (decrease) in accruals	381	20,239	(9,763)	26,996	31,435	698	192,835	262,821
Total adjustments	300,007	303,169	(2,439,799)	381,742	591,680	46,967	4,580,398	3,764,164
Net cash provided by (used for) operations	(352,589)	110,337	(106,168)	(718,315)	(805,470)	(49,136)	3,990,087	2,068,746
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES								
Bond payments	(165,000)	-	-	(85,000)	-	-	(1,895,849)	(2,145,849)
Bond proceeds	235,000	-	-	-	-	-	-	235,000
Interest expense and agent fees	(51,110)	-	-	(95,518)	-	-	(795,848)	(942,476)
Purchase of fixed assets	-	(18,500)	-	(23,738)	(10,827)	-	(2,622,206)	(2,675,271)
Construction in progress	-	-	-	(27,595)	(5,800)	-	310,596	277,201
Capital contributions and grants	-	-	-	532	-	-	1,596,857	1,597,389
Net cash provided by (used for) capital and related financing activities	\$ 18,890	(\$ 18,500)	\$ -	(\$ 231,319)	(16,627)	\$ -	(\$ 3,406,450)	(\$ 3,654,006)

County of Muskegon
Enterprise Funds

COMBINING STATEMENT OF CASH FLOWS - CONTINUED

For the Nine Months ended September 30, 1998

	Fairgrounds Operations (5082)	Solid Waste Management (5710)	Fly Ash Program (5711)	Muskegon County		Muskegon Area Transit System (5880)		Northside Water (5910)	Muskegon County Wastewater Management System (5920)		Totals 1998
				Airport (5810)	County (5810)	System (5880)	System (5920)				
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES											
Intragovernmental loans	\$ -	\$ 21,747	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,747
Operating subsidies	-	-	-	-	626,182	-	-	-	-	-	626,182
Operating transfers to other funds	-	-	-	-	-	(32,844)	-	-	-	-	(32,844)
Operating transfers from other funds	550,016	-	-	948,886	-	-	-	-	-	-	1,498,902
Increase in closure costs	-	-	477,336	-	-	-	-	-	-	-	477,336
Net cash provided by (used for) noncapital financing activities	550,016	21,747	477,336	948,886	626,182	(32,844)	-	-	-	-	2,591,323
CASH FLOW FROM INVESTING ACTIVITIES											
Interest received from investment pool	86,605	580,622	259,853	748	3,805	36,357	505,874	1,473,864			1,473,864
Net cash provided by investing activities	86,605	580,622	259,853	748	3,805	36,357	505,874	1,473,864			1,473,864
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	302,922	694,206	631,021	-	(192,110)	(45,623)	1,089,511	2,479,927			2,479,927
Cash and cash equivalents, January 1 (including \$13,961 in restricted cash)	260,623	8,896,290	3,119,704	-	192,110	484,583	8,355,750	21,309,060			21,309,060
Cash and cash equivalents, September 30 (including \$107,339 in restricted cash)	\$ 563,545	\$ 9,590,496	\$ 3,750,725	\$ -	\$ -	\$ 438,960	\$ 9,445,261	\$ 23,788,987			\$ 23,788,987

This Statement covers more than one page.

INTERNAL SERVICE FUNDS

Delinquent Tax Revolving Funds (6194, 6195, 6196, 6197)--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.

County South Campus (6340)--to account for the operations and maintenance of county buildings clustered in a one block area. This fund is self-sustaining with the revenues generated to be used for maintaining the buildings.

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

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

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET

September 30, 1998

	1994 Delinquent Tax Revolving (6194)	1995 Delinquent Tax Revolving (6195)	1996 Delinquent Tax Revolving (6196)	1997 Delinquent Tax Revolving (6197)
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ -	\$ 5,753,253	\$ 2,005,030	\$ 2,634,254
Accounts receivable	-	-	-	-
Accrued interest receivable	-	80,232	19,956	9,015
Current portion of delinquent taxes receivable	-	291,694	2,579,480	2,905,366
Current portion of interest and penalties receivable on delinquent taxes	-	96,259	593,281	319,590
Prepaid expenses	-	-	-	-
Due from other funds	-	-	-	-
Total current assets	<u>-</u>	<u>6,221,438</u>	<u>5,197,747</u>	<u>5,868,225</u>
LONG-TERM NOTE RECEIVABLE	-	-	-	-
LONG-TERM ADVANCE TO OTHER FUNDS	-	555,000	-	-
PROPERTY AND EQUIPMENT - AT COST				
Land	-	-	-	-
Buildings	-	-	-	-
Machinery and equipment	-	-	-	-
Less accumulated depreciation	-	-	-	-
DELINQUENT TAXES RECEIVABLE	-	-	859,827	3,551,003
INTEREST AND PENALTIES RECEIVABLE ON DELINQUENT TAXES	-	-	197,760	390,611
	<u>\$ -</u>	<u>\$ 6,776,438</u>	<u>\$ 6,255,334</u>	<u>\$ 9,809,839</u>

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

	Central Stores (6330)	County South Campus (6340)	Equipment Revolving (6660)	Insurance (6770)	Totals 1998
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	\$ 134,072	\$ 23,287	\$ 723,726	\$ 5,359,333	\$ 16,632,955
Accounts receivable	1,419	-	87	3,529	5,035
Accrued interest receivable	1,142	-	7,950	67,134	185,429
Current portion of delinquent taxes receivable	-	-	-	-	5,776,540
Current portion of interest and penalties receivable on delinquent taxes	-	-	-	-	1,009,130
Prepaid expenses	-	-	-	153,733	153,733
Due from other funds	-	-	-	-	-
Total current assets	<u>136,633</u>	<u>23,287</u>	<u>731,763</u>	<u>5,583,729</u>	<u>23,762,822</u>
LONG-TERM NOTE RECEIVABLE	-	-	-	200,000	200,000
LONG-TERM ADVANCE TO OTHER FUNDS	-	-	-	1,472,821	2,027,821
PROPERTY AND EQUIPMENT - AT COST					
Land	-	-	69,908	-	69,908
Buildings	-	-	1,526,813	-	1,526,813
Machinery and equipment	-	-	5,407,128	-	5,407,128
Less accumulated depreciation	-	-	(3,597,291)	-	(3,597,291)
	-	-	3,406,558	-	3,406,558
	-	-	-	-	4,410,830
DELINQUENT TAXES RECEIVABLE					
INTEREST AND PENALTIES RECEIVABLE ON DELINQUENT TAXES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>588,371</u>
	<u>\$ 136,633</u>	<u>\$ 23,287</u>	<u>\$ 4,138,321</u>	<u>\$ 7,256,550</u>	<u>\$ 34,396,402</u>

County of Muskegon
Internal Service Funds
COMBINING BALANCE SHEET - CONTINUED

September 30, 1998

	Central Stores (6330)	County South Campus (6340)	Equipment Revolving (6660)	Insurance (6770)	Totals 1998
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Accounts payable	\$ 2,389	\$ 20,960	53,701	\$ 311,950	\$ 389,000
Accrued liabilities	5,478	2,327	-	2,476,522	2,815,319
Current portion of tax anticipation notes payable	-	-	-	-	8,300,000
Total current liabilities	<u>7,867</u>	<u>23,287</u>	<u>53,701</u>	<u>2,788,472</u>	<u>11,504,319</u>
LONG-TERM DEBT					
Tax anticipation notes payable	-	-	-	-	7,100,000
Long-term advances from other funds	30,000	-	832,015	-	862,015
	<u>30,000</u>	<u>-</u>	<u>832,015</u>	<u>-</u>	<u>7,962,015</u>
RETAINED EARNINGS					
Reserved for equipment purchases	-	-	3,252,605	-	3,252,605
Unreserved	98,766	-	-	4,468,078	11,677,463
	<u>98,766</u>	<u>-</u>	<u>3,252,605</u>	<u>4,468,078</u>	<u>14,930,068</u>
	<u>\$ 136,633</u>	<u>\$ 23,287</u>	<u>\$ 4,138,321</u>	<u>\$ 7,256,550</u>	<u>\$ 34,396,402</u>

County of Muskegon
Internal Service Funds
**COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS**
For The Nine Months ended September 30, 1998

	1994 Delinquent Tax Revolving (6194)	1995 Delinquent Tax Revolving (6195)	1996 Delinquent Tax Revolving (6196)	1997 Delinquent Tax Revolving (6197)
Operating revenues				
Interest and penalties on delinquent taxes	-	\$ 129,483	\$ 394,463	\$ 1,027,357
Intragovernmental revenues	-	-	-	-
Other	-	129,483	394,463	1,027,357
Operating expenses				
Salaries and fringes	-	-	-	-
Supplies and other operating expenses	-	1,150	530	16,916
Cost of materials used	-	-	-	-
Insurance benefits and claims	-	-	-	-
Insurance premiums	-	-	-	-
Interest expense	-	118,123	314,737	153,650
Depreciation	-	119,273	315,267	170,566
Operating income (loss)	-	10,210	79,196	856,791
Investment income				
Net Income (loss) before operating transfers	-	229,723	70,449	26,818
Operating transfers (out)	-	239,933	149,645	883,609
	-	(725,302)	-	-
NET INCOME (LOSS)	-	(485,369)	149,645	883,609
Retained earnings at beginning of year	4,622,516	1,055,449	884,139	630
Equity transfer (to) from other funds	(4,622,516)	4,622,516	-	-
Retained earnings at end of year	\$ -	\$ 5,192,596	\$ 1,033,784	\$ 884,239

County of Muskegon
Internal Service Funds

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Nine Months ended September 30, 1998

	Central Stores (6330)	County South Campus (6340)	Equipment Revolving (6660)	Insurance (6770)	Totals 1998
Operating revenues					
Interest and penalties on delinquent taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,551,303
Intragovernmental revenues	125,104	360,020	754,310	7,025,381	8,264,815
Other	-	-	192	562,300	562,492
	<u>125,104</u>	<u>360,020</u>	<u>754,502</u>	<u>7,587,681</u>	<u>10,378,610</u>
Operating expenses					
Salaries and fringes	7,145	42,787	29	634,520	684,481
Supplies and other operating expenses	97,009	317,233	306,485	100,604	839,927
Cost of materials used	-	-	-	-	-
Insurance benefits and claims	-	-	-	814,153	814,153
Insurance premiums	-	-	-	6,199,050	6,199,050
Interest expense	-	-	17,199	-	603,709
Depreciation	-	-	478,612	-	478,612
	<u>104,154</u>	<u>360,020</u>	<u>802,325</u>	<u>7,748,327</u>	<u>9,619,932</u>
Operating income (loss)	20,950	-	(47,823)	(160,646)	758,678
Investment income	3,659	-	27,096	210,377	568,122
Net income (loss) before operating transfers	24,609	-	(20,727)	49,731	1,326,800
Operating transfers (out)	-	-	-	-	(725,302)
NET INCOME (LOSS)	24,609	-	(20,727)	49,731	601,498
Retained earnings at beginning of year	74,157	-	3,273,332	4,418,347	14,328,570
Equity transfer (to) from other funds	-	-	-	-	-
Retained earnings at end of year	<u>\$ 98,766</u>	<u>\$ -</u>	<u>\$ 3,252,605</u>	<u>\$ 4,468,078</u>	<u>\$ 14,930,068</u>

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CASH FLOWS

For the Nine Months ended September 30, 1998

	1994 Delinquent Tax Revolving (6194)	1995 Delinquent Tax Revolving (6195)	1996 Delinquent Tax Revolving (6196)	1997 Delinquent Tax Revolving (6197)
CASH FLOW FROM OPERATIONS				
Operating income (loss)	\$ -	\$ 10,210	\$ 79,196	\$ 856,791
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operations:				
Depreciation expense	-	-	-	-
Loss (Gain) on sale of fixed assets	-	-	-	-
Debt service interest expense	-	118,123	314,737	153,650
Other debt service expense	-	1,150	530	16,916
Debt service revenues	-	(129,483)	(394,463)	(1,027,357)
(Increase) decrease in accounts receivable	-	-	-	-
(Increase) decrease in prepaid items	-	-	-	-
Increase (decrease) in due to other funds	-	-	-	-
(Increase) decrease in due from other funds	-	-	-	-
Increase (decrease) in accounts payable	-	-	-	-
Increase (decrease) in accrued liabilities	-	-	-	-
Total adjustments	-	(10,210)	(79,196)	(856,791)
Net cash provided by (used for) operations	-	-	-	-
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from sale of fixed assets	-	-	-	-
Purchase of fixed assets	-	-	-	-
Net cash used for capital and related financing activities	-	-	-	-
\$	\$ -	\$ -	\$ -	\$ -

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CASH FLOWS - CONTINUED

For the Nine Months ended September 30, 1998

	Central Stores (6330)	County South Campus (6340)	Equipment Revolving (6660)	Insurance (6770)	Totals 1998
CASH FLOW FROM OPERATIONS					
Operating income (loss)	\$ 20,950	\$ -	(\$ 47,823)	(\$ 160,646)	\$ 758,678
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operations:					
Depreciation expense	-	-	478,612	-	478,612
Loss (Gain) on sale of fixed assets	-	-	11,886	-	11,886
Debt service interest expense	-	-	-	-	586,510
Other debt service expense	-	-	-	-	18,596
Debt service revenues	-	-	-	-	(1,551,303)
(Increase) decrease in accounts receivable	(34)	-	(30)	(1,369)	(1,433)
(Increase) decrease in prepaid items	-	-	-	189,527	189,527
Increase (decrease) in due to other funds	(7,480)	9,405	-	-	1,925
(Increase) decrease in due from other funds	-	(3,896)	-	-	(3,896)
Increase (decrease) in accounts payable	616	15,451	10,912	(57,298)	(30,319)
Increase (decrease) in accrued liabilities	5,335	2,327	-	(229,144)	(221,482)
Total adjustments	(1,563)	23,287	501,380	(98,284)	(521,377)
Net cash provided by (used for) operations	19,387	23,287	453,557	(258,930)	237,301
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from sale of fixed assets	-	-	-	-	-
Purchase of fixed assets	-	-	(346,095)	-	(346,095)
Net cash used for capital and related financing activities	\$ -	\$ -	(\$ 346,095)	\$ -	(\$ 346,095)

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CASH FLOWS

For the Nine Months ended September 30, 1998

	1994 Delinquent Tax Revolving (6194)	1995 Delinquent Tax Revolving (6195)	1996 Delinquent Tax Revolving (6196)	1997 Delinquent Tax Revolving (6197)
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES				
Interest on debt and other debt expenses	\$ -	27,196	\$ 162,108	\$ 970,913
Tax collections	529,601	3,201,939	1,887,482	3,572,328
Delinquent tax payments to municipalities	-	-	-	(10,676,790)
Bond payments	-	(1,550,000)	(1,500,000)	-
Bond proceeds	555,000	-	-	8,750,000
Advances to other funds	-	-	-	-
Advances (from) other funds	-	(555,000)	-	-
Operating transfers out	-	(725,302)	-	-
Equity transfers to other funds	(\$ 4,622,516)	-	-	-
Equity transfers from other funds	-	4,622,516	-	-
Net cash provided by (used for) noncapital financing activities	<u>(3,537,915)</u>	<u>5,021,349</u>	<u>549,590</u>	<u>2,616,451</u>
CASH FLOW FROM INVESTING ACTIVITIES				
Interest received from investment pool	223,985	203,928	91,251	17,803
Net cash provided by investing activities	<u>223,985</u>	<u>203,928</u>	<u>91,251</u>	<u>17,803</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(3,313,930)</u>	<u>5,225,277</u>	<u>640,841</u>	<u>2,634,254</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>3,313,930</u>	<u>527,976</u>	<u>1,364,189</u>	<u>-</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ -</u>	<u>\$ 5,753,253</u>	<u>\$ 2,005,030</u>	<u>\$ 2,634,254</u>

County of Muskegon
Internal Service Funds
COMBINING STATEMENT OF CASH FLOWS - CONTINUED

For the Nine Months ended September 30, 1998

	Central Stores (6330)	County South Campus (6340)	Equipment Revolving (6660)	Insurance (6770)	Totals 1998
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES					
Interest on debt and other debt expenses	\$ -	\$ -	\$ -	\$ -	\$ 1,160,217
Tax collections	-	-	-	-	9,191,350
Delinquent tax payments to municipalities	-	-	-	-	(10,676,790)
Bond payments	-	-	-	-	(3,050,000)
Bond proceeds	-	-	-	-	8,750,000
Advances to other funds	-	-	-	-	555,000
Advances (from) other funds	-	-	(21,747)	-	(576,747)
Operating transfers out	-	-	-	-	(725,302)
Equity transfers to other funds	-	-	-	-	(4,622,516)
Equity transfers from other funds	-	-	-	-	4,622,516
Net cash provided by (used for) noncapital financing activities	-	-	(21,747)	-	4,627,728
CASH FLOW FROM INVESTING ACTIVITIES					
Interest received from investment pool	5,306	-	32,095	349,054	923,422
Net cash provided by investing activities	5,306	-	32,095	349,054	923,422
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	24,693	23,287	117,810	90,124	5,442,356
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	109,379	-	605,916	5,269,209	11,190,599
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 134,072</u>	<u>\$ 23,287</u>	<u>\$ 723,726</u>	<u>\$ 5,359,333</u>	<u>\$ 16,632,955</u>

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TRUST AND AGENCY FUNDS

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

DSS Client Trust (7130)--to account for court-ordered monies to be held in trust for Social Service clients for later distribution for care or living expenses of the client.

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.

Michigan State University Cooperative Extension Trust (7160)--to account for monies collected for specific areas in the county's 4.H designed program.

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.

Retiree's Insurance (7330)--to account for revenues collected from user departments for the payment of medical and dental insurance for retirees.

Central Dispatch (7708)--to account for monies received from state and local grants, as well as assessments on participating municipalities for the operation and updating of the public safety communications services.

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.

Muskegon Veterans Affairs (7940)--to account for monies received for the operation of a veteran's center.

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

County of Muskegon
Trust and Agency Funds
COMBINING BALANCE SHEET
September 30, 1998

	Agency Funds					
	Trust and Agency (7010)	DSS Client Trust (7130)	Extension Trust (7160)	Library Penal Fines (7210)	Retiree's Insurance (7330)	Central Dispatch (7708)
ASSETS						
Cash and cash investments	\$ 1,683,800	\$ 409	\$ 20,804	\$ 82,083	\$ 6,277,341	\$ 231,844
Accounts receivable	305,977	-	-	-	2,051	129,095
Intergovernmental receivable	-	-	-	-	-	-
Accrued interest receivable	-	10	-	2,712	70,582	2,532
	<u>\$ 1,989,777</u>	<u>\$ 419</u>	<u>\$ 20,804</u>	<u>\$ 84,795</u>	<u>\$ 6,349,974</u>	<u>\$ 363,471</u>
LIABILITIES AND FUND BALANCE						
Accounts payable	\$ 3,123	\$ -	\$ 352	\$ -	\$ 25,550	\$ 24,979
Intergovernmental payable	535,309	-	-	-	-	-
Undistributed current and delinquent taxes	150,273	-	-	-	-	-
Trust Deposits	860,772	385	-	-	6,100,140	-
Accrued liabilities	-	-	-	-	-	42,405
Due to other funds	-	-	-	-	-	-
Unallocated receipts	-	34	20,452	84,795	224,284	296,087
Fines and Fees due to local municipalities and libraries	440,300	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-
	<u>1,989,777</u>	<u>419</u>	<u>20,804</u>	<u>84,795</u>	<u>6,349,974</u>	<u>363,471</u>
Fund balances (deficit)						
Unreserved	-	-	-	-	-	-
Designated for perpetual Care	-	-	-	-	-	-
	<u>\$ 1,989,777</u>	<u>\$ 419</u>	<u>\$ 20,804</u>	<u>\$ 84,795</u>	<u>\$ 6,349,974</u>	<u>\$ 363,471</u>

County of Muskegon
Trust and Agency Funds
COMBINING BALANCE SHEET - CONTINUED
September 30, 1998

	Agency Funds			Expendable Trust		
	Labor Management Program (7910)	Muskegon Veterans Affairs (7940)	Orchard View (7982)	Cemetery Trust (7110)	Medical Care Facility Endowment (7150)	Totals 1998
Cash and cash investments	\$ 46,852	\$ -	\$ 18,814	\$ 30,934	\$ 60,874	\$ 8,453,755
Accounts receivable	-	-	-	-	-	437,123
Intergovernmental receivable	-	214,099	9,106	-	-	223,205
Accrued interest receivable	494	433	293	-	763	77,819
	<u>\$ 47,346</u>	<u>\$ 214,532</u>	<u>\$ 28,213</u>	<u>\$ 30,934</u>	<u>\$ 61,637</u>	<u>\$ 9,191,902</u>

ASSETS

LIABILITIES AND FUND BALANCE

Accounts payable	\$ -	\$ 32,050	\$ -	\$ -	\$ -	\$ 86,054
Intergovernmental payable	-	-	-	-	-	535,309
Undistributed current and delinquent taxes	-	-	-	-	-	150,273
Trust deposits	-	-	-	-	-	6,961,297
Accrued liabilities	1,060	-	578	-	-	44,043
Due to other funds	-	182,482	-	-	-	182,482
Unallocated receipts	46,286	-	27,635	-	-	699,573
Fines and Fees due to local municipalities and libraries	-	-	-	-	-	440,300
Deferred Revenue	<u>47,346</u>	<u>214,532</u>	<u>28,213</u>	<u>-</u>	<u>-</u>	<u>9,099,331</u>

Fund balances (deficit)

Unreserved	-	-	-	-	-	-
Designated for perpetual Care	-	-	-	30,934	61,637	92,571
	<u>\$ 47,346</u>	<u>\$ 214,532</u>	<u>\$ 28,213</u>	<u>\$ 30,934</u>	<u>\$ 61,637</u>	<u>\$ 9,191,902</u>

County of Muskegon
Expendable Trust Funds
**COMBINING STATEMENT OF REVENUES, EXPENDITURE
AND CHANGES IN FUND BALANCE**
For the Nine Months ended September 30, 1998

	Cemetery Trust	Medical Care Facility Endowment	Totals 1998
	(7110)	(7150)	
Revenues			
Grants			
Federal	\$ -	\$ -	-
State	-	-	-
Local units	-	-	-
Charges for services rendered	-	-	-
Contributions from private sources	-	-	-
Investment income	-	2,376	2,376
Other	-	-	-
	-	2,376	2,376
Expenditures			
	470	5,287	5,757
Revenues over (under) expenditures	(470)	(2,911)	(3,381)
Other financing sources (uses) Operating transfers in (out)	-	-	-
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(470)	(2,911)	(3,381)
Fund balance (deficit) at beginning of year	31,404	64,548	95,952
Fund balance (deficit) at end of year	<u>\$ 30,934</u>	<u>\$ 61,637</u>	<u>\$ 92,571</u>

County of Muskegon
Agency Funds

COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES
For the Nine Months ended September 30, 1998

	Balance Jan. 1, 1998	Additions	Deductions	Balance Sept. 30, 1998
Trust and Agency (7010)				
ASSETS				
Cash and cash investments	\$ 2,782,615	\$ 66,166,278	\$ 67,265,093	\$ 1,683,800
Accounts receivable	412,036	372,427	478,486	305,977
	<u>\$ 3,194,651</u>	<u>\$ 66,538,705</u>	<u>\$ 67,743,579</u>	<u>\$ 1,989,777</u>
LIABILITIES				
Accounts payable	\$ 509	\$ 43,449,982	\$ 43,447,368	\$ 3,123
Undistributed taxes				
Current	61,475	261,202	299,130	23,547
Delinquent	162,230	13,954,067	13,989,571	126,726
Due to State of Michigan	503,497	4,235,311	4,203,499	535,309
Fines and fees due to local municipalities and libraries	26,963	40,173,584	39,760,247	440,300
Trust deposits	1,887,466	13,676,188	14,702,882	860,772
Unallocated receipts	552,511	-	552,511	-
	<u>\$ 3,194,651</u>	<u>\$ 115,750,334</u>	<u>\$ 116,955,208</u>	<u>\$ 1,989,777</u>
DSS Client Trust (7130)				
ASSETS				
Cash and cash investments	\$ 2,626	\$ 7,945	\$ 10,162	\$ 409
Accrued Interest Receivable	61	52	103	10
	<u>\$ 2,687</u>	<u>\$ 7,997</u>	<u>\$ 10,265</u>	<u>\$ 419</u>
LIABILITIES				
Trust Deposits	\$ 2,587	\$ 7,960	\$ 10,162	\$ 385
Unallocated receipts	100	34	100	34
	<u>\$ 2,687</u>	<u>\$ 7,994</u>	<u>\$ 10,262</u>	<u>\$ 419</u>
Cooperative Extension Trust (7160)				
ASSETS				
Cash and cash investments	\$ 16,539	\$ 13,745	\$ 9,480	\$ 20,804
LIABILITIES				
Accounts payable	\$ -	\$ 9,731	\$ 9,379	\$ 352
Unallocated receipts	16,539	14,093	10,180	20,452
	<u>\$ 16,539</u>	<u>\$ 23,824</u>	<u>\$ 19,559</u>	<u>\$ 20,804</u>

County of Muskegon
Agency Funds
COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED
For the Nine Months ended September 30, 1998

	Balance Jan. 1, 1998	Additions	Deductions	Balance Sept. 30, 1998
Library Penal Fines (7210)				
ASSETS				
Cash and cash investments	\$ 185,231	\$ 263,153	\$ 366,301	\$ 82,083
Accrued interest receivable	7,893	9,118	14,299	2,712
	<u>\$ 193,124</u>	<u>\$ 272,271</u>	<u>\$ 380,600</u>	<u>\$ 84,795</u>
LIABILITIES				
Unallocated receipts	\$ 193,124	\$ 258,001	\$ 366,330	\$ 84,795
	<u>\$ 193,124</u>	<u>\$ 258,001</u>	<u>\$ 366,330</u>	<u>\$ 84,795</u>
Retiree's Insurance (7330)				
ASSETS				
Cash and cash investments	\$ 5,099,486	\$ 1,883,670	\$ 705,815	\$ 6,277,341
Accounts receivable	6,672	168,557	173,178	2,051
Accrued interest receivable	161,815	227,021	318,254	70,582
	<u>\$ 5,267,973</u>	<u>\$ 2,279,248</u>	<u>\$ 1,197,247</u>	<u>\$ 6,349,974</u>
LIABILITIES				
Accounts payable	-	\$ 726,070	\$ 700,520	\$ 25,550
Trust Deposits	5,029,859	1,802,896	732,615	6,100,140
Unallocated receipts	238,114	224,284	238,114	224,284
	<u>\$ 5,267,973</u>	<u>\$ 2,753,250</u>	<u>\$ 1,671,249</u>	<u>\$ 6,349,974</u>
Central Dispatch (7708)				
ASSETS				
Cash and cash investments	\$ 362,116	\$ 2,244,576	\$ 2,374,848	\$ 231,844
Accounts receivable	616,363	1,315,474	1,802,742	129,095
Intergovernmental receivable	689,453	-	689,453	-
Accrued interest receivable	9,916	22,460	29,844	2,532
	<u>\$ 1,677,848</u>	<u>\$ 3,582,510</u>	<u>\$ 4,896,887</u>	<u>\$ 363,471</u>
LIABILITIES				
Accounts payable	\$ 1,288,793	\$ 24,979	\$ 1,288,793	\$ 24,979
Accrued liabilities	35,829	44,395	37,819	42,405
Unallocated receipts	353,226	1,479,928	1,537,067	296,087
	<u>\$ 1,677,848</u>	<u>\$ 1,549,302</u>	<u>\$ 2,863,679</u>	<u>\$ 363,471</u>

County of Muskegon
Agency Funds
COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED
For the Nine Months ended September 30, 1998

	Balance Jan. 1, 1998	Additions	Deductions	Balance Sept. 30, 1998
Labor Management Program (7910)				
ASSETS				
Cash and cash investments	\$ 40,684	\$ 74,223	\$ 68,055	\$ 46,852
Accounts receivable	310	-	310	-
Accrued interest receivable	1,554	2,048	3,108	494
	<u>\$ 42,548</u>	<u>\$ 76,271</u>	<u>\$ 71,473</u>	<u>\$ 47,346</u>
LIABILITIES				
Accounts payable	-	-	-	-
Accrued liabilities	995	1,060	995	1,060
Unallocated receipts	41,553	72,530	67,797	46,286
	<u>\$ 42,548</u>	<u>\$ 73,590</u>	<u>\$ 68,792</u>	<u>\$ 47,346</u>
Veterans Affairs (7940)				
ASSETS				
Cash and cash investments	\$ 70,110	\$ 387,114	\$ 457,224	-
Intergovernmental receivable	-	214,099	-	214,099
Accrued interest receivable	3,470	1,064	4,101	433
	<u>\$ 73,580</u>	<u>\$ 602,277</u>	<u>\$ 461,325</u>	<u>\$ 214,532</u>
LIABILITIES				
Accounts payable	-	\$ 425,201	\$ 393,151	\$ 32,050
Due to other funds	-	182,482	-	182,482
Unallocated receipts	73,580	-	73,580	-
	<u>\$ 73,580</u>	<u>\$ 607,683</u>	<u>\$ 466,731</u>	<u>\$ 214,532</u>
Labor management program (7982)				
ASSETS				
Cash and cash investments	\$ 23,412	\$ 4,062	\$ 8,660	\$ 18,814
Intergovernmental receivable	2,143	7,345	382	9,106
Accrued interest receivable	993	875	1,575	293
	<u>\$ 26,548</u>	<u>\$ 12,282</u>	<u>\$ 10,617</u>	<u>\$ 28,213</u>
LIABILITIES				
Accrued liabilities	-	\$ 578	-	\$ 578
Unallocated receipts	26,548	10,240	9,153	27,635
	<u>\$ 26,548</u>	<u>\$ 10,818</u>	<u>\$ 9,153</u>	<u>\$ 28,213</u>

County of Muskegon
Agency Funds

COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED
For the Nine Months ended September 30, 1998

	Balance January 1, 1998	Additions	Deductions	Balance September 30, 1998
TOTALS - All Agency Funds				
ASSETS				
Cash and cash investments	\$ 8,582,819	\$ 71,044,766	\$ 71,265,638	\$ 8,361,947
Accounts receivable	1,035,381	1,856,458	2,454,716	437,123
Accrued interest receivable	185,702	262,638	371,284	77,056
Intergovernmental receivable	691,596	221,444	689,835	223,205
	<u>\$ 10,495,498</u>	<u>73,385,306</u>	<u>74,781,473</u>	<u>9,099,331</u>
LIABILITIES				
Accounts payables	1,289,302	44,635,963	45,839,211	86,054
Accrued Liabilities	36,824	46,033	38,814	44,043
Due to other funds	-	182,482	-	182,482
Current Undistributed taxes	61,475	261,202	299,130	23,547
Delinquent Undistributed taxes	162,230	13,954,067	13,989,571	126,726
Due to State of Michigan	503,497	4,235,311	4,203,499	535,309
Fines and fees due to local municipalities and libraries	26,963	40,173,584	39,760,247	440,300
Trust deposits	6,919,912	15,487,044	15,445,659	6,961,297
Unallocated receipts	1,495,295	2,059,110	2,854,832	699,573
	<u>\$ 10,495,498</u>	<u>\$ 121,034,796</u>	<u>\$ 122,430,963</u>	<u>\$ 9,099,331</u>

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GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group represents the fixed assets of the county utilized in its general operations (non-proprietary fixed assets).

County of Muskegon

SCHEDULE OF GENERAL FIXED ASSETS

BY SOURCE

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 1998

	BALANCE DECEMBER 31 1997	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30 1998
General Fixed Assets				
Land	\$ 2,263,329	\$ 19,185	-	\$ 2,282,514
Land Improvements	570,794	1,297,475	1	1,868,268
Buildings and improvements	32,570,703	77,382	2,662,831	29,985,254
Equipment	8,207,323	339,405	236,285	8,310,443
Construction in Progress	1,297,475	-	1,297,475	-
Total General Fixed Assets	\$ 44,909,624	\$ 1,733,447	\$ 4,196,592	\$ 42,446,479
Investments in General Fixed Assets				
Capital projects funds	\$ 7,978,165	\$ -	\$ 2,666,356	\$ 5,311,809
General obligation bonds	257,837	19,185	3,674	273,348
Federal Grants	4,721,734	146,474	107,104	4,761,104
State Grants	14,514,243	269,836	103,496	14,680,583
General Fund revenues	7,544,520	-	18,010	7,526,510
Special revenue	9,893,125	-	-	9,893,125
Donated Land				
Total Investment in general fixed assets	\$ 44,909,624	\$ 435,495	\$ 2,898,640	\$ 42,446,479

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

AS OF SEPTEMBER 30, 1998

FUND AND ACTIVITY	LAND	LAND IMPROVEMENTS	BUILDINGS AND IMPROVEMENTS	EQUIPMENT	CONSTRUCTION IN PROGRESS	TOTALS
General county government control						
Legislative	\$ -	-	-	\$ 5,650	-	\$ 5,650
Judicial	-	-	669,670	560,374	-	1,230,044
Total control	-	-	669,670	566,024	-	1,235,694
Staff agencies						
Finance	-	-	-	32,149	-	32,149
Administrative and board	444,456	17,471	3,899,031	36,060	-	4,397,018
Records and reporting	-	-	2,172	57,353	-	59,525
Personnel	-	-	-	33,519	-	33,519
Prosecution investigation	-	-	1,037	64,729	-	65,766
General county	318,750	-	9,633,635	219,376	-	10,171,761
Community services	-	-	-	47,688	-	47,688
Drains and public works	-	1,447	-	13,716	-	15,163
Internal services	-	-	5,576	418,006	-	423,582
Total staff agencies	763,206	18,918	13,541,451	922,596	-	15,246,171
Total general county government	763,206	18,918	14,211,121	1,488,620	-	16,481,865
Public safety						
Police protection	19,185	-	3,044,379	315,626	-	3,379,190
Animal protection	-	13,147	349,575	19,689	-	382,411
Marine safety	-	-	-	143,953	-	143,953
Total public safety	19,185	13,147	3,393,954	479,268	-	3,905,554
Health	549,280	2,207	6,664,170	5,131,790	-	12,347,447
Welfare	29,500	3,940	4,737,873	933,171	-	5,704,484
Culture	25,320	-	646,291	217,317	-	888,928
Recreation	896,023	1,830,056	331,845	60,277	-	3,118,201
Convention center	-	-	-	-	-	-
Construction in Progress	-	-	-	-	-	-
Total general fixed assets allocated to functions	\$ 2,282,514	\$ 1,868,268	\$ 29,985,254	\$ 8,310,443	\$ -	\$ 42,446,479

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

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 1998

	BALANCE DECEMBER 31, 1997	ADDITIONS	DEDUCTIONS	BALANCE SEPTEMBER 30, 1998
FUND AND ACTIVITY				
General county government control				
Legislative	\$ 5,650	\$ -	\$ -	\$ 5,650
Judicial	1,222,906	15,693	8,555	1,230,044
Total control	<u>1,228,556</u>	<u>15,693</u>	<u>8,555</u>	<u>1,235,694</u>
Staff agencies				
Finance	33,595	524	1,970	32,149
Administrative and board	4,396,756	1,011	749	4,397,018
Records and reporting	58,983	2,878	2,336	59,525
Personnel	33,847	-	328	33,519
Prosecution investigation	65,999	595	828	65,766
General county	10,133,829	46,518	8,586	10,171,761
Community services	47,688	-	-	47,688
Drains and public works	17,225	-	2,062	15,163
Internal services	446,292	-	22,710	423,582
Total staff agencies	<u>15,234,214</u>	<u>51,526</u>	<u>39,569</u>	<u>15,246,171</u>
Total general county government	<u>16,462,770</u>	<u>67,219</u>	<u>48,124</u>	<u>16,481,865</u>
Public safety				
Police protection	3,362,239	25,790	8,839	3,379,190
Animal protection	382,411	-	-	382,411
Marine safety	119,953	24,000	-	143,953
Total public safety	<u>3,864,603</u>	<u>49,790</u>	<u>8,839</u>	<u>3,905,554</u>
Health	12,244,960	237,881	135,394	12,347,447
Welfare	5,711,009	12,571	19,096	5,704,484
Culture	829,870	67,723	8,665	888,928
Recreation	1,840,212	1,298,263	20,274	3,118,201
Convention center	2,658,725	-	2,658,725	-
Construction in Progress	1,297,475	-	1,297,475	-
Total general fixed assets allocated to functions	<u>\$ 44,909,624</u>	<u>\$ 1,733,447</u>	<u>\$ 4,196,592</u>	<u>\$ 42,446,479</u>

STATISTICAL SECTION

County of Muskegon

GENERAL FUND EXPENDITURES AND OTHER USES BY FUNCTION*

Ten years ended September 30, 1998
(Unaudited)

Year Ended	Legislative	Judicial	General Governmental	Public Safety	Health	Welfare	Cultural	Recreation	Other	Total
1989	236,424	3,672,983	5,650,300	4,903,971	3,438,407	603,465	483,140	100,000	2,716	19,091,406
1990	247,625	3,990,455	5,973,306	5,141,838	3,209,528	312,037	504,014	70,000	11,523	19,460,326
1991	250,203	4,355,988	6,214,799	5,101,852	3,670,691	416,613	463,818	40,000	12,047	20,526,011
1992	266,241	4,553,439	6,430,867	5,366,382	3,434,299	48,812	542,440	40,000	113,940	20,796,420
1993	220,364	4,689,566	6,623,388	5,385,206	3,347,470	56,153	598,496	40,000	70,826	21,031,469
1994	239,014	4,763,626	7,962,614	5,780,137	3,464,356	50,647	616,685	70,970	134,278	23,082,327
1995	248,674	5,075,104	8,484,694	6,263,039	3,919,930	20,720	678,807	83,970	264,527	25,039,465
1996	244,660	5,424,406	9,103,277	6,337,778	4,589,997	32,506	713,267	69,360	151,071	26,666,322
1997	303,827	5,776,136	8,621,963	7,208,973	5,778,738	-	716,257	86,668	304,186	28,796,748
1998**	243,213	4,367,490	7,721,834	6,177,224	4,971,671	41,239	1,372,247	44,960	736,875	25,676,753

*Includes operating transfers to other funds.

**Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

SUMMARY OF GENERAL FUND REVENUES
AND RESIDUAL EQUITY TRANSFER

Ten years ended September 30, 1998
(Unaudited)

Year Ended	Taxes	Licenses and permits	Inter- governmental revenue	Sales	Current Services	Fines and Forfeitures	Use of money and property	Reimbursements	Total	Residual equity transfer
1989	10,212,614	10,591	2,687,693	1,468,513	1,579,235	373,003	1,037,966	143,434	17,513,049	1,500,000
1990	10,705,741	10,856	2,972,150	1,565,741	1,663,697	400,180	1,071,847	153,519	18,544,001	977,052
1991	11,637,374	11,131	2,954,152	1,625,937	1,643,111	371,721	908,380	191,773	19,343,579	1,261,864
1992	12,501,963	10,724	2,947,868	1,689,405	1,818,842	425,001	705,995	157,644	20,257,442	332,764
1993	12,748,696	10,086	2,972,543	1,598,950	2,093,588	431,651	540,837	196,584	20,592,935	902,675
1994	13,192,467	9,914	3,438,452	1,856,672	2,540,826	570,176	631,114	327,040	22,566,661	687,818
1995	13,626,994	10,711	3,773,133	1,852,117	2,857,102	725,415	1,101,745	484,821	24,432,038	613,000
1996	14,138,772	9,883	3,898,735	2,085,066	2,862,059	712,541	1,464,549	544,403	25,716,008	1,358,000
1997	14,870,875	9,010	5,304,708	3,017,701	2,141,664	760,106	996,431	353,912	27,454,407	6,604
1998*	15,629,285	6,471	3,302,005	1,598,335	2,982,646	566,890	822,107	247,035	25,154,774	672,054

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

PROPERTY TAX LEVIES AND CURRENT COLLECTIONS - COUNTY OPERATING

Ten years ended September 30, 1998
(Unaudited)

Year Ended	Taxable Value	Adjustments**	Adjusted Taxable value	County operating millage	Total tax levy	Current tax collections	Percent of levy collected
1989	1,573,742,277	(17,898,564)	1,555,843,713	6.2	9,646,231	8,362,838	86.70
1990	1,706,613,440	(24,658,064)	1,681,955,376	6.2	10,428,123	8,990,148	86.21
1991	1,841,139,281	(29,871,602)	1,811,267,679	6.1684	11,172,624	9,616,368	86.07
1992	1,880,980,289	(35,400,181)	1,845,580,108	6.1684	11,384,276	9,857,578	86.59
1993	2,076,999,023	(40,232,110)	2,036,766,913	5.8416	11,897,978	10,399,272	87.40
1994	2,143,790,778	(36,688,405)	2,105,102,373	5.8416	12,297,166	10,923,071	88.83
1995	2,235,210,925	(38,048,470)	2,197,162,455	5.8416	12,834,944	11,401,912	88.83
1996	2,368,522,187	(54,716,929)	2,313,805,258	5.8416	13,516,325	12,022,505	88.95
1997	2,523,548,228	(72,125,775)	2,451,422,453	5.8416	14,320,229	12,727,517	88.88
1998***	2,639,408,311	N/A	2,639,408,311	5.8416	15,418,368	N/A	N/A

*Tax collections are not received from local units until after December 1, and are not delinquent until March 1 of the following year.

**1997 Adjustments: Board of Review \$ (174,812)
Tax Tribunal (2,237,984)
Captured Value (69,712,979)

***Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

(Source: Treasurer's Office)

County of Muskegon

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

Ten years ended September 30, 1998
(Unaudited)

Year Ended	Cities and Villages	Intermediate and Special Education School Districts	County, Veterans, Quality of Life and Museum	TAX RATES		Total
				Townships and Community College		
1989	7.36	41.79	6.53	4.04		59.72
1990	7.28	41.99	6.52	4.08		59.87
1991	7.08	42.17	6.49	4.10		59.84
1992	6.91	42.95	6.49	4.17		60.52
1993	5.98	42.10	6.15	3.98		58.16
1994	6.04	19.39	6.22	3.80		35.47
1995	5.98	22.13	6.23	3.98		38.44
1996	6.21	22.27	6.71	5.40		39.06
1997	5.68	21.86	6.71	4.24		38.49
1998*	5.85	21.77	6.71	4.12		38.46
1989	11,575,272	65,742,861	10,268,668	6,357,804		93,944,605
1990	12,423,169	71,658,066	11,135,652	6,962,340		102,179,227
1991	13,039,360	77,632,643	11,952,124	7,544,001		110,168,128
1992	12,981,997	80,790,634	12,210,760	7,847,271		113,830,662
1993	12,427,921	87,446,565	12,768,974	8,254,704		120,898,164
1994	12,966,934	41,601,695	13,344,669	8,150,961		76,064,259
1995	13,356,953	49,446,025	14,196,240	8,896,856		85,896,074
1996	14,714,175	52,732,928	15,900,758	9,163,942		92,511,803
1997	14,321,069	55,162,528	16,941,551	10,705,610		97,130,759
1998*	15,448,664	57,455,871	17,719,932	10,878,824		101,503,291

(Source: Apportionment Report)

NOTE: In 1994 the State of Michigan cut property taxes by approximately 40%.

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

ASSESSED AND EQUALIZED VALUE OF TAXABLE PROPERTY

Ten years ended September 30, 1998
(Unaudited)

<u>Year Ended</u>	<u>Real Property</u>		<u>Personal property Assessed and equalized</u>	<u>Total* equalized value</u>
	<u>Assessed</u>	<u>Equalized</u>		
1989	1,365,543,009	1,376,022,406	197,719,871	1,573,742,277
1990	1,487,228,919	1,486,956,695	219,656,745	1,706,613,440
1991	1,624,491,105	1,623,508,133	217,631,148	1,841,139,281
1992	1,652,519,830	1,652,519,830	228,460,459	1,880,980,289
1993	1,845,805,589	1,847,780,923	229,218,200	2,076,999,023
1994	1,900,411,985	1,900,411,985	243,378,793	2,143,790,778
1995	2,018,055,820	2,018,055,820	262,577,109	2,280,632,929
1996	2,212,563,335	2,212,563,335	284,497,479	2,497,060,814
1997	2,387,631,165	2,387,631,165	305,952,455	2,693,583,620
1998**	2,579,575,879	2,579,575,879	297,193,181	2,876,769,060

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

**Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

(Source: Equalization Report)

County of Muskegon

PROPERTY VALUE AND CONSTRUCTION

Ten fiscal years ended September 30, 1998
(Unaudited)

<u>Year Ended</u>	<u>New commercial construction value</u>	<u>New residential construction value</u>	<u>True cash property value</u>
1989	15,425,328	32,214,314	3,147,484,554
1990	14,143,600	37,964,022	3,413,226,880
1991	25,240,568	45,695,798	3,682,278,562
1992	14,193,900	51,316,224	3,761,960,578
1993	14,055,322	56,347,620	4,153,998,046
1994	17,166,900	59,050,850	4,287,581,556
1995	29,162,966	85,559,942	4,561,265,858
1996	30,456,130	89,355,554	4,994,121,628
1997	25,773,580	100,736,464	5,387,167,240
1998*	22,621,500	102,850,504	5,892,151,505

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

(Source: Equalization Department)

County of Muskegon

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

Ten years ended September 30, 1998
(Unaudited)

<u>Year Ended</u>	<u>Population</u>	<u>Equalized value</u>	<u>Net bonded debt</u>	<u>Ratio of bonded debt to equalized value</u>	<u>Net bonded debt per capita</u>
1989	156,960*	1,573,742,277	3,150,000	.20	20.07
1990	156,960	1,706,613,440	2,995,000	.18	19.08
1991	158,983**	1,841,139,281	2,835,000	.15	17.83
1992	158,983	1,880,980,289	2,650,000	.14	16.67
1993	158,983	2,076,999,023	2,465,000	.13	15.50
1994	158,983	2,143,790,778	2,280,000	.11	14.34
1995	158,983	2,280,632,929	2,095,000	.09	13.18
1996	158,983	2,497,060,814	17,910,000	.72	112.65
1997	158,983	2,693,583,620	17,725,000	.66	111.50
1998***	158,983	2,876,769,060	17,355,000	.60	109.16

*Based on 1980 census

**Based on 1990 census

***Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

STATEMENT OF DIRECT AND OVERLAPPING DEBT

September 30, 1998*
(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	\$25,315,015	100%	\$25,315,015
Muskegon Community College & Intermediate School Districts	14,575	100	14,575
County at large	25,050,000	100	25,050,000
Tax anticipation notes	5,700,000	100	5,700,000
School Districts	215,481,195	99.9	215,265,714
Cities, villages and townships	<u>43,059,254</u>	100	<u>43,059,254</u>
	<u>\$314,620,039</u>		<u>\$314,404,558</u>

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

(Source: Municipal Advisory Council)

County of Muskegon

STATEMENT OF LEGAL DEBT MARGIN

September 30, 1998*
(Unaudited)

State equalized value		<u>\$2,876,769,060</u>
Debt limit 10 percent of equalized value		287,676,906
Amount of debt applicable to debt limit		
Total bonded debt	66,565,000	
Other debt	<u>5,977,495</u>	
	72,542,495	
Less assets available for debt retirement		
	<u>18,603,599</u>	
Total amount of debt applicable to debt limit		<u>53,938,896</u>
Legal debt margin		<u>\$233,738,010</u>

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

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

Ten years ended September 30, 1998
(Unaudited)

<u>Year Ended</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>
1989	160,000	226,927	386,927	19,091,406	2%
1990	155,000	214,330	369,330	19,460,327	2
1991	160,000	204,565	364,565	20,526,011	2
1992	185,000	191,773	376,773	20,796,420	2
1993	185,000	179,841	364,841	21,031,469	2
1994	185,000	167,693	352,693	23,082,327	2
1995	185,000	155,359	340,359	25,039,465	1
1996	185,000	302,841	487,841	26,666,322	2
1997	185,000	1,283,473	1,468,473	28,796,748	5
1998**	480,000	946,298	1,426,298	25,676,753	6

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

**Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

SPECIAL ASSESSMENT COLLECTIONS

Ten years ended September 30, 1998
(Unaudited)

<u>Year Ended</u>	<u>Current assessments due</u>	<u>Current assessments collected</u>	<u>Ratio of collections to amount due</u>	<u>Total outstanding assessments</u>
1989	2,105,000	2,105,000	100	24,775,000
1990	2,570,000	2,570,000	100	22,205,000
1991	3,415,000	3,415,000	100	18,790,000
1992	2,400,000	2,400,000	100	16,390,000
1993	2,400,000	2,400,000	100	13,990,000
1994	1,739,273	1,739,273	100	12,250,727
1995	1,347,552	1,347,552	100	10,903,175
1996	2,502,552	2,502,552	100	8,400,623
1997	872,552	872,552	100	7,528,071
1998*	1,397,552	1,397,552	100	6,130,519

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon

REVENUE BOND COVERAGE

WASTEWATER MANAGEMENT SYSTEM

Ten years ended September 30, 1998
(Unaudited)

Year Ended	Gross revenues (1)	Direct operating expenses (2)	Net revenue available for debt service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
1989	2,249,847	1,583	2,248,264	1,200,000	666,225	1,866,225	1.20
1990	4,345,635	5,638	4,339,997	1,550,000	2,015,772	3,265,772	1.32
1991	4,080,616	3,439	4,077,177	1,600,000	2,180,750	3,780,750	1.08
1992	3,474,852	2,352	3,472,500	1,650,000	2,057,934	3,707,934	.94
1993	3,637,740	3,371	3,641,111	1,525,000	2,020,388	3,545,388	1.03
1994	3,487,852	5,115	3,482,737	5,050,000	1,938,325	6,988,325 (4)	.50
1995	2,501,964	1,687	2,500,277	850,000	831,225	1,681,225	1.49
1996	1,038,942	448,911 (5)	590,031	100,000	571,958	671,958	.88
1997	1,720,963	1,477	1,719,486	645,000	1,113,807	1,758,807	.98
1998*	2,182,903	707	2,182,196	2,005,000	491,219	2,496,219	.87

(1) Total revenues including interest

(2) Operating expenses are paying agent fees and issuing costs

(3) Includes principal and interest of revenue bonds only

(4) Paid off 16 million dollar bond 3 years early in 1994

(5) Refunded 13.75 million of 23 million dollar bond in 1996

*Starting in 1998 Muskegon County's fiscal year ends as of September 30th. The amounts for 1998 represent a period of 9 months.

County of Muskegon
SCHEDULE OF INSURANCE IN FORCE
 September 30, 1998
 (Unaudited)

<u>Type of Coverage</u>	<u>Name of Agent</u>	<u>Name of Insurer</u>	<u>Policy Number</u>	<u>Pol. Period</u>	<u>Annual Premium</u>	<u>Liability Limits</u>	<u>Details of Coverage</u>
WORKERS' COMPENSATION							
		Midwest Employers Casualty Company	0-0886-SO-MI Extension:	1/1/97-10/1/98 10/1/98-12/1/99	\$45,507.79 P	\$5,000,000 per accident \$1,000,000 employers liability	\$300,000 self-insured retention
PROPERTY INSURANCE							
		Arkwright Mutual	020200089	1/1/98-1/1/99	\$95,456.78 AP	\$121,528,000	Replacement cost coverage for all property, per policy deductible
		Hartford Steam Boiler	3XN00854701 Extension:	1/1/97-10/1/98 10/1/98-12/1/99	\$4,161.00 P \$1,402.00	\$30,000,000	Boiler and machinery coverage, \$5,000.00 deductible
LIABILITY INSURANCE							
		Insurance Co. of the West	CRS 120 838404	1/1/97-1/1/00	\$131,189.00 AP 1/1/98-1/1/99	\$1,000,000.00	Public Entity Liability policy, Including auto liability, Public Officials medical and professional liability coverage, \$250,000 self-insured retention
		Insurance Co. of the West	ESR 120 838504	1/1/97-1/1/00	\$63,811.00 AP 1/1/98-1/1/99	\$9,000,000.00	Excess Public Entity Liability Policy
		National Union Fire Ins. Company	AP 3229389-04	11/19/97-11/19/98	\$9,190.00 P	\$10,000,000.00	Airport Liability coverage, \$1,000.00 deductible
		Michigan Transit Pool	N/A	12/1/97-12/1/98	\$34,748.00 P Deposit Prem.	\$1,000,000.00	Coverage for Muskegon Area Transit System
		Physician's Ins. Co. of Michigan	OCC0417201	8/1/98-8/1/99	\$3,956.00 P	\$200,000.00/ \$600,000.00	Coverage for jail physician
		The Hartford	35PEBCS4310	1/1/97-1/1/00	\$4,303.00/3yr. P	\$100,000.00	Crime Insurance, \$1,000.00 deductible

County of Muskegon
SCHEDULE OF INSURANCE IN FORCE
 September 30, 1998
 (Unaudited)

<u>Type of Coverage Name of Agent Name of Insurer</u>	<u>Policy Number</u>	<u>Pol. Period</u>	<u>Annual Premium</u>	<u>Liability Limits</u>	<u>Details of Coverage</u>
EMPLOYEE INSURANCE COVERAGE					
<i>MEDICAL/HOSPITAL INSURANCE</i>					
Blue Cross/Blue Shield	62626	4/1/98-3/31/99	\$3,516.00 (single) \$8,262.24 (family)	N/A	Hospital and Physician with DR1-100 Master Medical: \$5.00 Drug Rider
Blue Care Network	20402	4/1/98-3/31/99	\$2,271.24 (single) \$5,317.20 (family)	N/A	Health Maintenance Organization
Physician's Health Plan	21004	4/1/98-3/31/99	\$2,423.04 (single) \$5,815.20 (family)	N/A	Health Maintenance Organization
Care Choices	1009850001	4/1/98-3/31/99	\$2,154.48 (single) \$6,018.12 (family)	N/A	Health Maintenance Organization
Physician's Health Plan Plus	21352	4/1/98-3/31/99	\$2,251.92 (single) \$5,285.64 (family)	N/A	Health Maintenance Organization with Point of Service Option
Physician's Health Plan - Retiree	21366	4/1/98-3/31/99	\$2,910.72 (single) \$6,129.96 (family)	N/A	Health Maintenance Organization Retiree Coverage
<i>LIFE INSURANCE</i>					
Trans-General	907894	7/1/98-6/30/99	\$0.28/thousand per month	Varies	Term Life Insurance on employee only. Minimum of \$10,000 or annual salary to next higher thousand. Updated March and September each year.
<i>DENTAL INSURANCE</i>					
Delta Dental	2993-0001	7/1/98-6/30/99	\$385.44	N/A	Class I-100% of prevent; Rest of Class I and Class II: 60%; \$1,000

County of Muskegon
SCHEDULE OF INSURANCE IN FORCE
 September 30, 1998
 (Unaudited)

<u>Type of Coverage</u> <u>Name of Agent</u> <u>Name of Insurer</u>	<u>Policy Number</u>	<u>Pol. Period</u>	<u>Annual Premium</u>	<u>Liability Limits</u>	<u>Details of Coverage</u>
Delta Dental, cont.	2993-0001				maximum per family member, with no deductible. Unions 001, 002, 003, 006, 009 and 010.
Delta Dental	2993-0003	7/1/98-6/30/99	\$358.92	N/A	Class I-100% of prevent: Rest of Class I and II: 50%; \$1000 maximum per family member with a \$75.00 per family deductible. Non-bargaining employees and Union 007.
Self-Insured		Indefinite	\$ 66.00 (single) \$210.00 (family)	N/A	Progressive paid on allowable charge: 70%, 80%, 90% based on use, \$600.00 annual maximum per retiree, \$24.00 deductible per year per family. Only Retirees are eligible for this program.
LONG-TERM DISABILITY					
Continental Casualty Co.	SR-83092862	9/1/98-4/1/99	\$0.0047 times monthly payroll	66 2/3% of salary \$5,000 month	Long Term Disability; eligible after 180 days disability.
UNEMPLOYMENT COMPENSATION					
COUNTY INSURANCE COVERAGES					
TAX COLLECTION BONDS					
Burnham & Flower of MI Summer Bonds	3SM634633-01	7/1/98-12/1/98	\$367.00	Percentage of summer tax rolls	Bonding of County Treasurer for collection of tax rolls.
Winter Bonds	3SM272091-10	12/1/98-7/1/99	\$5,530.00	Percentage of winter tax rolls	Bonding of County Treasurer for collection of tax rolls.

County of Muskegon
SCHEDULE OF INSURANCE IN FORCE
 September 30, 1998
 (Unaudited)

<u>Type of Coverage</u> <u>Name of Agent</u> <u>Name of Insurer</u>	<u>Policy Number</u>	<u>Pol. Period</u>	<u>Annual Premium</u>	<u>Liability Limits</u>	<u>Details of Coverage</u>
TRAVEL INSURANCE					
Cloetingh Seaway General Continental Casualty	SR68041580	5/1/98-5/1/99	\$500.00	\$100,000.00/accident & \$500,000.00 aggregate	Death benefits cover travel, \$100,000.00/accident, \$500,000.00/aggregate.
PATIENT TRUST BOND					
Chaddock, Winter and Alberts	S730086	5/8/98-5/8/99	\$215.00	\$21,500.00	Brookhaven Patient Trust Bond; \$21,500 Surety Bond required by State of Michigan.
NAMED OFFICIAL PUBLIC OFFICIALS					
Universal Insurance Services	3S26888503	1/1/98-1/1/99	\$564.00	Individual bonds of various amounts	Covers elected officials plus selected employees. Liability limits: Individual bonds of various amounts.
NOTARY BONDS					
<i>JAIL (SHERIFF)</i>					
Crosby & Henry	OCC04172001	8/1/98-8/1/99	\$3956.00	\$200,000/Incident \$600,000/aggregate	Professional liability for jail physician.

County of Muskegon

SALARIES OF PRINCIPAL OFFICIALS

September 30, 1998
(Unaudited)

<u>Group I</u>	\$80,000 - \$110,000
Circuit Court Judge	
District Court Judge	
County Administrator/Controller	
Prosecutor	
Probate Court Judge	
Public Works Director	
Wastewater System Director	
<u>Group II</u>	\$65,000 - \$80,000
Administrator/Brookhaven	
Budget Director	Probate Court Administrator
Central Services Director	Prosecutor, Chief Assistant
Circuit Court Adm/Friend of the Court	Sheriff
District Court Administrator	Transportation Director
Employment and Training Director	Trial Lawyer Chief
Equalization Director	Wastewater Assistant Director
Health and Community Resources Director	
Mental Health Director	
Personnel Director	
<u>Group III</u>	\$50,000 - \$65,000
Accounting Director	Lieutenant
Admin. Asst./Clinical Services/Brookhaven	Mental Health Assistant Director
Admin. Asst./Support Services/Brookhaven	Mental Health Finance Director
Assistant Family Court Adm. Casework	Program Manager
Assistant Family Court Adm. Operator	Program Supervisor
Assistant Probate Administrator	Prosecutor, Senior Assistant
Attorney Magistrate - District Ct.	Public Health - Epidemiologist
Captain	Public Works Engineer
Casework Supervisor	Risk Manager
County Clerk	Referee/FOC
County Treasurer	Senior Psychologist
Data Processing Manager	Transit System Manager
Deputy Health Officer	Undersheriff
Drain Commissioner	Wastewater Engineer/Operations Manager
Employment & Training Deputy Director	Wastewater Farm Manager
Emergency Services Director	Youth Home Superintendent
FOC Enforcement Attorney	
Laboratory Supervisor	
Library Director	

County of Muskegon

LABOR AGREEMENTS

September 30, 1998
(Unaudited)

	<u>Expiration Date</u>
Local 586, Service Employees International AFL-CIO, Professional and Clerical Division	
Wastewater Employees	12/31/00
Local Services Employees International AFL-CIO	
Brookhaven Practical Nurses	12/31/00
Local 570, Council II, American Federation of State, County and Municipal Employees, AFL-CIO	
Brookhaven Employees	12/31/98
Teamsters Local 214, Affiliated with the International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America	
Sheriff Corrections Deputies	12/31/00
Sheriff Department Deputies	12/31/00
Sheriff Command Officers	12/31/00
District Court Employees	12/31/98
General Employees Unit	12/31/00
CMH Aide	12/31/00
Michigan Nurses Association	
Health Department Nurses	12/31/98
Professional Command Association	12/31/96

(SOURCE: PERSONNEL DEPARTMENT)

County of Muskegon

AUTHORIZED POSITIONS BY DEPARTMENT

For five years ended September 30, 1998
(Unaudited)

	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>
Administration					
Administrator	8	8	8	9	9
Accounting	12	12	12	12	10
Personnel	7	8	7	8	6
Purchasing	4	4	4	4	4
Office Services	4	4	4	4	4
Data Processing	11	12	13	13	12
Employment and Training	18	23	17	21	15
Risk Management	3	3	3	4	5
Total	<u>67</u>	<u>74</u>	<u>68</u>	<u>75</u>	<u>65</u>
DPW-Transportation and Planning					
Public Works	4	6	6	4	1
Airport	14	19	19	19	17
Transit	39	37	37	40	39
Wastewater	75	79	77	76	77
Solid Waste	12	11	9	10	10
Solid Waste-Fly Ash	3	4	4	4	5
Solid Waste-Transfer Station	8	-	-	-	-
Total	<u>155</u>	<u>156</u>	<u>152</u>	<u>153</u>	<u>149</u>
General Government					
County Clerk	6	6	6	6	6
County Clerk-Circuit Court Records	6	6	6	6	7
Equalization	13	13	13	14	15
Register of Deeds	8	8	8	8	8
Central Microfilm	1	1	1	-	-
Treasurer	10	10	11	10	10
Building Information Services	1	1	1	1	1
Drain Commission	5	5	5	5	5
Cooperative Extension	2	2	2	2	2
Total	<u>52</u>	<u>52</u>	<u>53</u>	<u>52</u>	<u>54</u>
Judicial Administration					
Circuit Court	21	21	21	21	21
District Court	45	48	48	48	49
District Court-Probation Assessment	2	2	2	2	2
Friend of the Court	35	35	36	36	41
Friend of the Court Fund	3	3	3	3	2
Family Counseling	2	2	1	1	1
Juvenile Court	20	22	21	22	21
Juvenile Court Diversion Program	2	2	2	2	3
Juvenile Court CASA Program	-	-	1	1	1
Probate Court	8	8	7	7	7
Total	<u>138</u>	<u>143</u>	<u>142</u>	<u>143</u>	<u>148</u>

County of Muskegon

AUTHORIZED POSITIONS BY DEPARTMENT - CONTINUED

For five years ended September 30, 1998
(Unaudited)

	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>
Legislative					
Board of Commissioners	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>
Total	9	9	9	9	9
Libraries and Recreation					
Library	40	40	40	40	40
Parks	15	17	16	19	19
Fairgrounds	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
Total	57	59	58	61	61
Maintenance					
Courthouse-Grounds	<u>16</u>	<u>16</u>	<u>18</u>	<u>19</u>	<u>19</u>
Total	16	16	18	19	19
Public and Mental Health					
Health	129	114	91	95	97
Mental Health	319	315	317	316	309
Mental Health/AIS	5	5	4	4	4
Animal Shelter	<u>9</u>	<u>8</u>	<u>8</u>	<u>8</u>	<u>11</u>
Total	462	442	420	423	421
Public Safety					
Prosecutor	26	27	28	28	28
Prosecutor-Victim Witness Program	2	3	2	3	3
Sheriff-Operations	94	95	95	96	94
Community Corrections	6	6	6	8	8
Emergency Services	3	3	3	3	2
Marine Safety	<u>6</u>	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>
Total	137	142	142	146	143
Social Services					
Child Haven	14	14	16	16	16
Brookhaven	248	251	248	248	249
Child Care	<u>36</u>	<u>33</u>	<u>33</u>	<u>35</u>	<u>35</u>
Total	296	298	297	299	300
GRAND TOTAL	<u>1,389</u>	<u>1,391</u>	<u>1,359</u>	<u>1,380</u>	<u>1,369</u>

County of Muskegon

MISCELLANEOUS STATISTICAL DATA

September 30, 1998
(Unaudited)

Date of Incorporation - July 18, 1859

Form of Government - Elected Board of Commissioners from Nine Districts

Area - 527.34 Square Miles
(Source: Administration/Drain Commission)

Miles of Sewers, Storm and Sanitary - 350

Police Protection

Number of Employees	98
Jail Capacity	352
Vehicular Patrol Units	18

(Source: Sheriff's Department)

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 ten county parks with 560 acres. In addition, the County operates Heritage Landing which is located on Muskegon Lake and a Fairgrounds Training Facility. There are 12,500 acres of national forest land.
(Source: Department of Public Works)

Education (K-12)

Number of School Districts	12
Number of Administrative Personnel	196
Number of Teachers	2,177
Number of Students	36,050
Number of Charter Schools	2

(Source: MAISD)

Enterprises

Wastewater Treatment

Number of Users	18
Data on Use of Consumption	31,000,000 Gallons per day
Plant Capacity	43,000,000 Gallons per day
Data on Distribution System	58.3% Industrial, 41.7% Residential

Airport

Number of Users	75,153 Passengers annually
Data on Use	87,359 Landings and take-offs (annually)
Present Capacity	194,792 Passengers annually

Solid Waste

Number of Users	11,407
Data on Use	49,264 Tons
Plant Capacity	1,274,500 Cubic yards

Transit

Number of Users	320,667
Data on Use	328,242 Miles traveled
Number of Buses	14

County of Muskegon

MISCELLANEOUS STATISTICAL DATA - CONTINUED

September 30, 1998
(Unaudited)

Employees as of September 30, 1998: 1293

Election Data as of September 30, 1998:

Number of Registered Voters	112,359
Number of Votes Cast In Last General Election(1998)	50,334
Percentage of Registered Voters Voting in Last General Election(1998)	45%
Last County Election	15%

(Source: County Clerk's Office)

Residential Characteristics - According to the 1990 U.S. Census, there were 61,962 housing units located within the County. The breakdown of dwelling units is as follows: Single Family, 77%; Multi-Family, 16% and Mobile Home, 7%; of these, 74.4% are owner occupied.

Population County for Last U.S. Census (1990) 158,983

Estimated Current Population 165,882

Age Distribution of Population (1990 Census)

	<u>Male</u>	<u>Female</u>
Total Population	77,648	81,335
Under 5 years	4.2%	3.9%
5 to 9 years	4.1	4.0
10 to 19 years	7.5	7.2
20 to 44 years	19.0	18.7
45 to 64 years	8.7	9.6
Over 65 years	5.3	7.8

Retail Sales

1989	954,792,000
1990	1,000,054,000
1991	974,238,000
1992	1,008,018,000
1993	1,104,058,000
1994	1,236,288,000
1995	1,299,733,000
1996	1,358,224,000
1997	1,419,899,000
1998	N/A

(Source: GVSU/Office of Economic Expansion-Seidman School of Business)

Household Income - According to the 1990 U.S. Census, there are 57,827 households in Muskegon County. The median household income in 1993 was \$29,350; per capita personal income was \$19,451 in 1996 dollars.

(Source: MEGA and GVSU/Office of Economic Expansion-Seidman School of Business)

County of Muskegon

MISCELLANEOUS STATISTICAL DATA - CONTINUED

September 30, 1998
(Unaudited)

Principal Taxpayers - 1998

<u>Taxpayer</u>	<u>Business</u>	<u>Equalized value</u>	<u>Percentage total of assessed Evaluation</u>
Consumers Power	Electric	95,664,050	3.55
Sappi, Inc.	Paper products	46,992,600	1.74
MichCon	Natural Gas	27,183,952	1.01
Howmet	Aerospace	28,856,400	1.07
Dana Corporation	Automotive Parts	22,635,200	0.84
Sun Chemical	Pigments	18,067,700	0.67
Horizon Group	Property Management	15,277,200	0.57
Lorin Industries	Coil Anodizing	13,760,936	0.51
Brunswick	Bowling Accessories	9,941,800	0.37
Lomac	Chemical Production	<u>11,563,900</u>	<u>0.43</u>
		\$289,943,738	10.76%

Total Taxable - \$2,523,554,381

<u>By Use</u>		<u>By Class</u>	
Residential	65.88%	Real Property	87.88%
Commercial	13.28	Personal Property	12.12
Industrial	6.74		
Agricultural	1.98		
Personal	12.12		

(Source: Equalization Department)

Largest Employers

Approximate Number of Employees

Howmet Corp.	1,968
Mercy General Health Partners	1,654
County of Muskegon	1,369
Hackley Hospital	1,234
Dana Corporation	1,140
Meijer, Inc.	1,053
Muskegon Public Schools	930
Sappi, Inc. (formerly S.D. Warren)	828
Plumbs' Valu-Rite Foods	801
Brunswick	630
Reeths-Puffer Schools	600

(Source: MEGA)