

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Additionally, the Village reports the following fund types:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

The *debt service fund* accounts for all financial resources restricted, committed, or assigned to expenditure for principal and interest.

Capital project funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Permanent funds are used to account for resources restricted to the extent that only earnings, and not principal, may be used for purposes that support the government's purposes.

The *internal service fund* accounts for equipment expense by which other government funds reimburse through equipment rental charges.

The *agency fund* accounts for assets held by the Village as an agent for individuals, private organizations, and other governments.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

Restricted net position is reported for amounts that are subject to restrictions beyond the Village's control. The restrictions may be externally imposed or imposed by law. When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Equity

Deposits

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The Village pools cash resources of various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements.

Receivables and payables

All trade and property tax receivables are shown net of an allowance for uncollectibles, as applicable.

Amounts due from other governments include amounts due from grantors for specific programs and capital projects. Program grants and capital grants for capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Revenues received in advance of project costs being incurred are recorded as unearned revenue.

Inventories and prepaid items

Inventories in both the governmental and proprietary funds are accounted for utilizing the consumption method and are valued at lower of cost (first-in, first-out) or market. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method.

Capital assets

Capital assets, which include land, construction in progress, land improvements, buildings, equipment, furniture and books, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Village defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition cost at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included as part of the capitalized value of the assets constructed. No such interest expense was incurred during the current fiscal year.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Capital assets of the Village are depreciated using the straight-line method over the following estimated useful lives:

	Years
Land improvements	20-50
Buildings	50
Equipment, furniture, and books	10-20
Infrastructure	10-100

Deferred outflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to one or more future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village reports deferred outflows of resources for the change in expected and actual investment returns, assumptions, and benefits provided in its pension plan, as well as a portion that represents contributions to the plan subsequent to the plan measurement date.

Compensated absences

It is the Village's policy to permit employees to accumulate earned but unused sick and vacation time. A liability for sick and vacation time is accrued when incurred in the government-wide and proprietary fund financial statements, whereas it is reported in governmental funds only if it has matured, for example, as a result of employee resignations or retirements.

Long-term obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Deferred inflows of resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources until that time. The government has one type of item that qualifies for reporting in this category. The Village reports deferred inflows of resources for change in expected and actual investment returns, assumptions, and benefits provided in its pension plan.

Fund balances

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments. Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Village Council. A formal resolution of the Village Council is required to establish, modify, or rescind a fund balance commitment. The Village currently has no committed fund balance. The Village has no assigned fund balance as the Village Council has not yet given authority for the making of such assignments; assigned fund balances are neither restricted nor committed. Unassigned fund balance is the residual classification for the general fund or for any fund in a deficit position.

When the Village incurs an expenditure for purposes for which various fund balance classifications can be used, it is the government's policy to use restricted fund balance first, then committed, assigned, and finally unassigned fund balance.

Property taxes

Village property taxes are attached as an enforceable lien on property as of December 31. The taxes are levied July 1 and are due without penalty on or before September 14. The Village bills and collects its own property taxes for general governmental services. Unpaid real property taxes are turned over to Lenawee County and reimbursed through a revolving fund. Therefore, property taxes receivable are not accounted for under the 60-day rule. The government's general operating tax rate for fiscal 2018-19 was 14.2215 mills with an additional 0.4 mills for bridge capital projects bond and 2.0 mills for pool capital projects bond.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plan and additions to/deductions from the plan fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

2. BUDGETARY INFORMATION

Budgets presented in the financial statements were prepared on the same basis as the accounting basis used to reflect actual results. The general fund and special revenue funds are subject to legal budgetary accounting controls and all are budgeted annually.

The budget document presents information by fund, function, activity, and line items. The legal level of budgetary control adopted by the governing body is the activity level. Expenditures at this level in excess of amounts budgeted for activities are a violation of Michigan law. Budget amendments are proposed as needed and subject to formal approval by the Village Council.

3. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

State statutes provide that a local unit shall not incur expenditures in excess of the amount appropriated. The approved budgets of the Village were adopted at the activity level for the general fund and special revenue funds. During the year the Village incurred expenditures in excess of the amounts appropriated at the legal level of budgetary control as follows:

	Final Budget	Actual	Variance with Final Budget
General fund:			
Culture and recreation:			
Parks	\$ 95,910	\$ 95,983	\$ 73
Festival	5,110	5,146	36
Major street -			
Public works -			
Administration	45,480	46,291	811
Municipal street -			
Transfers out	329,330	329,458	128
Local street -			
Public works	260,250	261,858	1,608
Building inspection -			
Public safety	26,410	29,810	3,400

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

4. CASH AND CASH EQUIVALENTS

Following is a reconciliation of cash and cash equivalents as of September 30, 2019:

	Primary Government	Component Units	Totals
Statement of net position			
Cash and cash equivalents	\$ 2,817,865	\$ 285,242	\$ 3,103,107
Statement of fiduciary assets and liabilities			
Cash and cash equivalents	201	-	201
Total	\$ 2,818,066	\$ 285,242	\$ 3,103,308
Deposits			
Demand deposits (checking/savings accounts)			\$ 3,103,208
Cash on hand			100
Total			\$ 3,103,308

Statutes authorize the Village to invest funds in the following:

- Bonds, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.
- Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a qualified financial institution.
- Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of purchase.
- Bankers acceptances of United States banks.
- Obligations of the State of Michigan and its political subdivisions that, at the time of purchase, are rated as investment grade by at least one standard rating service.
- Mutual funds registered under the investment company act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by a public corporation.
- External investment pools as authorized by Public Act 20 as amended through December 31, 1997.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Investment and Deposit Risk

Interest Rate Risk. State law limits the allowable investments and the maturities of some of the allowable investments as identified in the listing of authorized investments above. The Village's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Village had no investments at September 30, 2019.

Credit Risk. State law limits investments to specific government securities, certificates of deposits and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds, and qualified external investment pools as identified in the list of authorized investments above. The Village's investment policy does not have specific limits in excess of state law on investment credit risk. The Village had no investments at September 30, 2019.

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned. State law does not require and the Village does not have a policy for deposit custodial credit risk. As of year-end, \$3,197,298 of the Village's bank balance of \$3,447,298 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require and the Village does not have a policy for investment custodial credit risk. The Village had no investments at September 30, 2019.

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in the list of authorized investments above. The Village's investment policy does not have specific limits in excess of state law on concentration of credit risk. The Village had no investments at September 30, 2019.

5. RECEIVABLES

Receivables in the governmental and business-type activities are as follows:

	Governmental Activities	Business-type Activities
Accounts receivable	\$ 111,625	\$ 188,018
Allowance for uncollectible accounts	-	(61,282)
Due from other governments	212,458	-
	<u>\$ 324,083</u>	<u>\$ 126,736</u>

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

6. CAPITAL ASSETS

Primary government

Capital asset activity for the year ended September 30, 2019 was as follows:

	Beginning Balance	Additions	Disposals	Ending Balance
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 341,545	\$ -	\$ -	\$ 341,545
Construction in progress	363,673	1,357,304	-	1,720,977
	<u>705,218</u>	<u>1,357,304</u>	<u>-</u>	<u>2,062,522</u>
Capital assets being depreciated:				
Land improvements	1,220,966	-	-	1,220,966
Buildings	2,012,071	-	-	2,012,071
Equipment, furniture, and books	1,900,798	64,334	(216,396)	1,748,736
Infrastructure	11,972,250	224,311	-	12,196,561
	<u>17,106,085</u>	<u>288,645</u>	<u>(216,396)</u>	<u>17,178,334</u>
Less accumulated depreciation for:				
Land improvements	(536,380)	(38,887)	-	(575,267)
Buildings	(794,383)	(39,844)	-	(834,227)
Equipment, furniture, and books	(1,701,124)	(57,245)	216,396	(1,541,973)
Infrastructure	(11,286,813)	(63,133)	-	(11,349,946)
	<u>(14,318,700)</u>	<u>(199,109)</u>	<u>216,396</u>	<u>(14,301,413)</u>
Total capital assets being depreciated, net	<u>2,787,385</u>	<u>89,536</u>	<u>-</u>	<u>2,876,921</u>
Governmental activities capital assets, net	<u>\$ 3,492,603</u>	<u>\$ 1,446,840</u>	<u>\$ -</u>	<u>\$ 4,939,443</u>

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

	Beginning Balance	Additions	Disposals	Ending Balance
Business-type activities				
Capital assets not being depreciated -				
Construction in progress	\$ 155,288	\$ 51,630	\$ -	\$ 206,918
Capital assets being depreciated:				
Equipment	191,799	25,889	-	217,688
Infrastructure	16,186,332	-	-	16,186,332
	<u>16,378,131</u>	<u>25,889</u>	<u>-</u>	<u>16,404,020</u>
Less accumulated depreciation for:				
Equipment	(185,597)	(2,684)		(188,281)
Infrastructure	(5,913,755)	(313,873)		(6,227,628)
	<u>(6,099,352)</u>	<u>(316,557)</u>	<u>-</u>	<u>(6,415,909)</u>
Total capital assets being depreciated, net	<u>10,278,779</u>	<u>(290,668)</u>	<u>-</u>	<u>9,988,111</u>
Business-type activities capital assets, net	<u>\$ 10,434,067</u>	<u>\$ (239,038)</u>	<u>\$ -</u>	<u>\$ 10,195,029</u>

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

Depreciation of governmental activities by function	
General government	\$ 47,476
Public safety	1,172
Public works	63,804
Culture and recreation	37,168
Capital assets held by the government's internal service fund is charged to the various functions based on their usage	<u>49,489</u>
Total governmental activities	<u>\$ 199,109</u>
Depreciation of business-type activities by function	
Water and sewer	<u>\$ 316,557</u>

At September 30, 2019, the Village had outstanding commitments for construction contracts of \$386,450 for the pool project construction.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Component unit - DDA

Capital asset activity for the DDA for the year ended September 30, 2019 was as follows:

	Beginning Balance	Additions	Disposals	Ending Balance
Component unit - DDA				
Capital assets being depreciated - Land improvements	\$ 869,885	\$ -	\$ -	\$ 869,885
Less accumulated depreciation for - Land improvements	(374,818)	(17,398)	-	(392,216)
DDA capital assets, net	<u>\$ 495,067</u>	<u>\$ (17,398)</u>	<u>\$ -</u>	<u>\$ 477,669</u>

7. PAYABLES

Payables in the governmental and business-type activities are as follows:

	Governmental Activities	Business-type Activities
Accounts payable	\$ 469,479	\$ -
Accrued payroll	38,347	26,690
Deposits payable	-	23,846
Accrued interest payable	49,886	26,932
	<u>\$ 557,712</u>	<u>\$ 77,468</u>

8. INTERFUND TRANSFERS

For the year ended September 30, 2019, interfund transfers are summarized as follows:

Transfers In	Transfers Out				Total
	General Fund	Municipal Street Fund	Water and Sewer Enterprise Fund	Motor Vehicle Internal Service Fund	
Nonmajor governmental funds	\$ 21,290	\$ 329,458	\$ 33,800	\$ 2,560	\$ 387,108
Water and sewer enterprise fund	80,000	-	-	-	80,000
	<u>\$ 101,290</u>	<u>\$ 329,458</u>	<u>\$ 33,800</u>	<u>\$ 2,560</u>	<u>\$ 467,108</u>

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Transfers are used to: (1) move revenues from the fund that is required to collect them to the fund that is required or allowed to expend them; (2) move receipts restricted to or allowed for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due; and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

9. LONG-TERM DEBT

Long-term debt activity for the year ended September 30, 2019 is summarized as follows:

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Governmental activities					
General obligation bonds	\$ 3,360,000	\$ -	\$ (255,000)	\$ 3,105,000	\$ 265,000
Notes from direct borrowings/placement -					
Municipal purchase agreements	575,228	-	(43,770)	531,458	45,302
Compensated absences	69,232	3,713	(711)	72,234	7,223
Deferred amounts -					
For issuance premiums	52,550	-	(2,628)	49,922	2,628
Total governmental activities	\$ 4,057,010	\$ 3,713	\$ (302,109)	\$ 3,758,614	\$ 320,153
Business-type activities					
General obligation bonds	\$ 2,040,000	\$ -	\$ (390,000)	\$ 1,650,000	\$ 400,000
Revenue bonds	716,011	-	(145,000)	571,011	136,033
Compensated absences	17,162	2,579	(991)	18,750	1,875
Total business-type activities	\$ 2,773,173	\$ 2,579	\$ (535,991)	\$ 2,239,761	\$ 537,908

For governmental activities, compensated absences are generally liquidated by the general fund.

General obligation bonds. The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds are issued as five to 25 year serial bonds with varying amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

	Year of Maturity	Interest Rates	Original Amount	Amount
Governmental activities				
2014 general obligation limited tax bonds refunding	2024	3.10%	\$ 1,470,000	\$ 795,000
2017 general obligation unlimited tax bonds	2031	3.75%	355,000	320,000
2018 general obligation unlimited tax bonds	2038	3.50%	2,080,000	1,990,000
Total governmental activities				<u>\$ 3,105,000</u>
Business-type activities				
1998 water supply system general obligation unlimited tax bonds	2020	2.50%	\$ 5,500,000	\$ 345,000
2011 capital improvement limited tax bonds	2032	3.99%	1,650,000	1,305,000
Total business-type activities				<u>\$ 1,650,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended September 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2020	\$ 265,000	\$ 106,295	\$ 400,000	\$ 59,597
2021	280,000	97,570	80,000	48,279
2022	285,000	88,328	85,000	44,987
2023	290,000	78,930	90,000	41,496
2024	290,000	69,378	90,000	37,905
2025-2029	640,000	254,187	530,000	131,071
2030-2034	600,000	140,225	375,000	22,444
2035-2038	455,000	40,425	-	-
	<u>\$ 3,105,000</u>	<u>\$ 875,338</u>	<u>\$ 1,650,000</u>	<u>\$ 385,779</u>

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Revenue bonds. The Village issues revenue bonds where the income derived from the acquired or constructed assets is pledged to pay debt service. Revenue bonds currently outstanding are as follows:

	Year of Maturity	Interest Rates	Original Amount	Amount
Business-type activities				
1998 wastewater treatment plant improvement revenue bonds refunding	2027	5.10% - 5.20%	\$ 995,000	\$ 425,000
2000 water supply system revenue bonds	2020	2.50%	971,033	46,033
2001 water supply system revenue bonds	2022	2.50%	5,500,000	99,978
Total business-type activities				<u>\$ 571,011</u>

Revenue bond debt service requirements to maturity are as follows:

Year Ended September 30,	Business-type Activities	
	Principal	Interest
2020	\$ 136,033	\$ 27,055
2021	90,000	22,439
2022	59,978	18,974
2023	50,000	14,820
2024	55,000	12,220
2025-2027	180,000	19,240
	<u>\$ 571,011</u>	<u>\$ 114,748</u>

Notes from direct borrowings / placements - Municipal purchase agreements. The Village has entered into a municipal purchase contract to finance improvements to the new Village office building. The municipal purchase contract outstanding at year-end is as follows:

	Year of Maturity	Interest Rates	Original Amount	Amount
Governmental activities				
2014 municipal purchase contract	2029	3.50%	\$ 736,000	<u>\$ 531,458</u>

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for the municipal purchase contract is as follows:

Year Ended September 30,	Governmental Activities	
	Principal	Interest
2020	\$ 45,302	\$ 18,601
2021	46,888	17,015
2022	48,529	15,374
2023	50,227	13,676
2024	51,985	11,918
2025-2029	<u>288,527</u>	<u>30,989</u>
	<u>\$ 531,458</u>	<u>\$ 107,573</u>

10. RISK MANAGEMENT

The Village is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The Village has purchased commercial insurance for medical benefit claims. The Village participates in the Michigan Municipal League risk pool for claims relating to workers' compensation, property loss, torts, and errors and omissions. Settled claims related to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three years.

The Michigan Municipal League risk pool program operates as a common risk-sharing management program for local units of government in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts.

11. CONTINGENCIES

In the normal course of its activities, the Village has become a party in various legal actions, including property tax assessment appeals. Management of the Village is of the opinion that the outcome of such actions will not have a material effect on the financial position of the Village and, therefore, has not reflected loss reserves in the financial statements.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

12. PENSION PLAN

General Information About the Plan

Plan Description. The Village's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The Village participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple-employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmich.com.

Benefits Provided. Pension benefits vary by division/bargaining unit and are calculated as final average compensation (based on a 3 year period) and multiplier of 2%. Participants are considered to be fully vested in the plan after 6 years. Normal retirement age is 60 with early retirement at age 50 with 25 years of service, or age 55 with 15 years of service, depending on bargaining unit.

Employees Covered by Benefit Terms. At December 31, 2018, plan membership consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	10
Inactive employees entitled to but not yet receiving benefits	9
Active employees	<u>22</u>
 Total membership	 <u><u>41</u></u>

Contributions. The Village is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. For the year ended September 30, 2019, employer contributions ranged from \$10,683 to \$11,249 per month, or 10.73% to 11.30% of annual payroll, depending on division/bargaining unit. In addition, the employer may establish contribution rates to be paid by its covered employees. Currently, members are not required to contribute to the plan.

Net Pension Liability. The Village's net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increases	3.75% in the long-term
Investment rate of return	7.75%, net of investment and administrative expense including inflation

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Although no specific price inflation assumptions are needed for the valuation, the 3.75% long-term wage inflation assumption would be consistent with a price inflation of 2.5%.

The mortality table used to project the mortality experience of non-disabled plan members is a 50% male, 50% female blend of the following tables:

- The RP-2014 Healthy Annuitant Mortality Tables, with rates multiplied by 105%
- The RP-2014 Employee Mortality Tables
- The RP-2014 Juvenile Mortality Tables

The actuarial assumptions used in the valuation were based on the results of the most recent actuarial experience study of 2009-2013.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
Global equity	55.5%	6.15%	3.41%
Global fixed income	18.5%	1.26%	0.23%
Real assets	13.5%	7.22%	0.98%
Diversifying strategies	12.5%	5.00%	0.63%
	<u>100.0%</u>		
Inflation			2.50%
Administrative expenses netted above			<u>0.25%</u>
Investment rate of return			<u>8.00%</u>

Discount Rate. The discount rate used to measure the total pension liability as of December 31, 2018 was 8.0%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Changes in Net Pension Liability

The components of the change in the net pension liability are summarized as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2017	\$ 4,068,322	\$ 3,852,065	\$ 216,257
Changes for the year:			
Service cost	106,461	-	106,461
Interest	321,058	-	321,058
Differences between expected and actual experience	(10,036)	-	(10,036)
Employer contributions	-	145,297	(145,297)
Net investment loss	-	(150,232)	150,232
Benefit payments, including refunds of employee contributions	(216,656)	(216,656)	-
Administrative expense	-	(7,452)	7,452
Net changes	200,827	(229,043)	429,870
Balances at December 31, 2018	\$ 4,269,149	\$ 3,623,022	\$ 646,127

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the Village, calculated using the discount rate of 8.0%, as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1% lower (7.0%) or 1% higher (9.0%) than the current rate:

1% Decrease (7.0%)	Current Discount Rate (8.0%)	1% Increase (9.0%)
\$ 1,158,288	\$ 646,127	\$ 215,614

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Plan financial statements.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2019, the Village recognized pension expense of \$176,466. The Village reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	\$ 14,105	\$ 254,812	\$ (240,707)
Changes in assumptions	37,100	-	37,100
Net difference between projected and actual earnings on pension plan investments	236,332	-	236,332
	<u>287,537</u>	<u>254,812</u>	<u>32,725</u>
Contributions subsequent to the measurement date	102,935	-	102,935
	<u>390,472</u>	<u>254,812</u>	<u>135,660</u>
Total	\$ 390,472	\$ 254,812	\$ 135,660

The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ending September 30, 2020. Other amounts reported as deferred outflows and inflows of resources related to the pension will be recognized in pension expense as follows:

Year Ended September 30,	Amount
2020	\$ 29,998
2021	(43,318)
2022	4,804
2023	41,241
Total	<u>\$ 32,725</u>

Payable to the Pension Plan. At September 30, 2019, the Village reported a payable of \$10,694 for the outstanding amount of contributions to the pension plan required for the year ended September 30, 2019.

VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

13. NET INVESTMENT IN CAPITAL ASSETS

Following is a summary of the Village's net investment in capital assets as presented in the government-wide statement of net position:

	Governmental Activities	Business-type Activities	Total
Capital assets:			
Capital assets not being depreciated	\$ 2,062,522	\$ 206,918	\$ 2,269,440
Capital assets being depreciated, net	2,876,921	9,988,111	12,865,032
	<u>4,939,443</u>	<u>10,195,029</u>	<u>15,134,472</u>
Related debt:			
Total bonds, loans, and other installment debt	3,636,458	2,221,011	5,857,469
Premium on bonds	49,922	-	49,922
Unexpended bond proceeds	(409,332)	-	(409,332)
	<u>3,277,048</u>	<u>2,221,011</u>	<u>5,498,059</u>
Net investment in capital assets	<u>\$ 1,662,395</u>	<u>\$ 7,974,018</u>	<u>\$ 9,636,413</u>

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VILLAGE OF BLISSFIELD, MICHIGAN

Notes to Financial Statements

14. FUND BALANCES - GOVERNMENTAL FUNDS

Detailed information on fund balances of governmental funds is as follows:

	General Fund	Major Street	Municipal Street	Pool Capital Project	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:						
Inventories	\$ -	\$ -	\$ -	\$ -	\$ 5,615	\$ 5,615
Prepaid items	23,759	-	-	-	3,970	27,729
	<u>23,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,585</u>	<u>33,344</u>
Restricted for:						
Major and local streets	-	439,133	-	-	129,794	568,927
Municipal streets	-	-	315,411	-	-	315,411
Recreation	-	-	-	-	17,542	17,542
Building inspection	-	-	-	-	27,363	27,363
Library	-	-	-	-	165,891	165,891
Capital projects	-	-	-	624,693	83,625	708,318
Debt service	-	-	-	-	13,870	13,870
Bachmayer little league	-	-	-	-	36,216	36,216
Bachmayer memorial park	-	-	-	-	51,385	51,385
Police equipment	-	-	-	-	22,103	22,103
	<u>-</u>	<u>439,133</u>	<u>315,411</u>	<u>624,693</u>	<u>547,789</u>	<u>1,927,026</u>
Unassigned	558,885	-	-	-	-	558,885
Total fund balances - governmental funds	<u>\$ 582,644</u>	<u>\$ 439,133</u>	<u>\$ 315,411</u>	<u>\$ 624,693</u>	<u>\$ 557,374</u>	<u>\$ 2,519,255</u>

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REQUIRED SUPPLEMENTARY INFORMATION

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VILLAGE OF BLISSFIELD, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plan

Schedule of Changes in Net Pension Liability and Related Ratios

	For the Year Ended September 30,				
	2015	2016	2017	2018	2019
Total pension liability					
Service cost	\$ 92,111	\$ 101,440	\$ 102,383	\$ 99,933	\$ 106,461
Interest on total pension liability	272,458	193,711	317,624	325,488	321,058
Difference between expected and actual experience	-	70,517	(138,965)	(286,795)	(10,036)
Assumption changes	-	185,504	-	-	-
Benefit payments	(179,570)	(179,570)	(185,113)	(177,899)	(216,656)
Net change in total pension liability	184,999	371,602	95,929	(39,273)	200,827
Total pension liability, beginning of year	3,455,065	3,640,064	4,011,666	4,107,595	4,068,322
Total pension liability, end of year	3,640,064	4,011,666	4,107,595	4,068,322	4,269,149
Plan fiduciary net position					
Employer contributions	91,270	108,569	111,509	127,768	145,297
Pension plan net investment income (loss)	193,799	175,208	360,156	456,158	(150,232)
Benefit payments and refunds	(179,570)	(179,570)	(185,113)	(177,899)	(216,656)
Pension plan administrative expense	-	-	(7,108)	(7,219)	(7,452)
Net change in plan fiduciary net position	105,499	104,207	279,444	398,808	(229,043)
Plan fiduciary net position, beginning of year	3,393,784	3,499,283	3,173,813	3,453,257	3,852,065
Restatement	-	(429,677)	-	-	-
Plan fiduciary net position, end of year	3,499,283	3,173,813	3,453,257	3,852,065	3,623,022
Net pension liability	\$ 140,781	\$ 837,853	\$ 654,338	\$ 216,257	\$ 646,127
Plan fiduciary net position as a percentage of total pension liability	96.13%	79.11%	84.07%	94.68%	84.87%
Covered payroll	\$ 992,577	\$ 1,093,104	\$ 1,084,562	\$ 1,089,783	\$ 1,164,784
Net pension liability as a percentage of covered payroll	14.18%	76.65%	60.33%	19.84%	55.47%

Note: GASB 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Changes in assumptions. In 2016, amounts reported as changes of assumptions resulted primarily from adjustments to the mortality table to reflect longer lifetimes, decreases in the assumed rate of return, and changes in asset smoothing.

VILLAGE OF BLISSFIELD, MICHIGAN

Required Supplementary Information
MERS Agent Multiple-Employer Defined Benefit Pension Plan

Schedule of the Net Pension Liability

Fiscal Year Ending September 30,	Total Pension Liability	Plan Net Position	Net Pension Liability	Plan Net Position as Percentage of Total Pension Liability	Covered Payroll	Net Pension Liability as Percentage of Covered Payroll
2015	\$ 3,640,064	\$ 3,499,283	\$ 140,781	96.13%	\$ 992,577	14.18%
2016	4,011,666	3,173,813	837,853	79.11%	1,093,104	76.65%
2017	4,107,595	3,453,257	654,338	84.07%	1,084,562	60.33%
2018	4,068,322	3,852,065	216,257	94.68%	1,089,783	19.84%
2019	4,269,149	3,623,022	646,127	84.87%	1,164,784	55.47%

Note: GASB 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

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VILLAGE OF BLISSFIELD, MICHIGAN

Required Supplementary Information
MERS Agent Multiple-Employer Defined Benefit Pension Plan

Schedule of Contributions

Fiscal Year Ending September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as Percentage of Covered Payroll
2015	\$ 91,270	\$ 91,270	\$ -	\$ 992,577	9.20%
2016	108,569	108,569	-	1,093,104	9.93%
2017	111,509	111,509	-	1,084,562	10.28%
2018	144,257	144,257	-	1,229,443	11.73%
2019	141,195	141,195	-	1,246,915	11.32%

Note: GASB 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Notes to Schedule of Contributions

Valuation Date Actuarially determined contribution rates are calculated as of the December 31 that is 21 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates (2019, based on the 12/31/2016 actuarial valuation):

- Actuarial cost method Entry-age normal
- Amortization method Level percent of payroll, open
- Remaining amortization period 22 years
- Asset valuation method 5-year smooth market
- Inflation 2.50%
- Salary increases 3.75% in the long-term
- Investment rate of return 7.75%, net of investment and administrative expense including inflation
- Normal retirement age Age 60
- Mortality 50% Female/50% Male blend of the RP-2014 Healthy Annuitant Mortality Tables with rates multiplied by 105%, the RP-2014 Employee Mortality Tables, and the RP-2014 Juvenile Mortality Tables

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

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VILLAGE OF BLISSFIELD, MICHIGAN

Combining Balance Sheet Nonmajor Governmental Funds September 30, 2019

	Special Revenue Funds	Franklin Street Debt Service Fund	Capital Project Funds	Permanent Funds	Totals
Assets					
Cash and cash equivalents	\$ 339,078	\$ 13,870	\$ 81,013	\$ 109,704	\$ 543,665
Accounts receivable	708	-	2,612	-	3,320
Due from other governments	8,529	-	-	-	8,529
Inventories	5,615	-	-	-	5,615
Prepaid items	3,970	-	-	-	3,970
Total assets	\$ 357,900	\$ 13,870	\$ 83,625	\$ 109,704	\$ 565,099
Liabilities					
Due to other funds	\$ 2,500	\$ -	\$ -	\$ -	\$ 2,500
Accounts payable	3,427	-	-	-	3,427
Accrued payroll	1,798	-	-	-	1,798
Total liabilities	7,725	-	-	-	7,725
Fund balances					
Nonspendable	9,585	-	-	-	9,585
Restricted	340,590	13,870	83,625	109,704	547,789
Total fund balances	350,175	13,870	83,625	109,704	557,374
Total liabilities and fund balances	\$ 357,900	\$ 13,870	\$ 83,625	\$ 109,704	\$ 565,099

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VILLAGE OF BLISSFIELD, MICHIGAN

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended September 30, 2019

	Special Revenue Funds	Franklin Street Debt Service Fund	Capital Project Funds	Permanent Funds	Totals
Revenues					
Property taxes	\$ -	\$ -	\$ 34,136	\$ -	\$ 34,136
State revenue	118,959	-	-	-	118,959
Fees	29,068	-	-	-	29,068
Charges for services	100,458	-	-	-	100,458
Interest revenue	728	-	317	-	1,045
Other	22,052	-	-	235	22,287
Total revenues	271,265	-	34,453	235	305,953
Expenditures					
Current expenditures:					
Public safety	29,810	-	-	-	29,810
Public works	337,531	-	-	-	337,531
Culture and recreation	78,312	-	-	-	78,312
Debt service:					
Principal	-	145,000	63,770	-	208,770
Interest and fiscal charges	-	27,268	32,882	-	60,150
Total expenditures	445,653	172,268	96,652	-	714,573
Revenues over (under) expenditures	(174,388)	(172,268)	(62,199)	235	(408,620)
Other financing sources					
Transfers in	151,000	172,268	63,840	-	387,108
Net change in fund balances	(23,388)	-	1,641	235	(21,512)
Fund balances, beginning of year	373,563	13,870	81,984	109,469	578,886
Fund balances, end of year	\$ 350,175	\$ 13,870	\$ 83,625	\$ 109,704	\$ 557,374

VILLAGE OF BLISSFIELD, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds September 30, 2019

	Local Street	Recreation	Building Inspection
Assets			
Cash and cash equivalents	\$ 122,772	\$ 17,833	\$ 30,790
Accounts receivable	-	-	-
Due from other governments	8,529	-	-
Inventories	-	-	-
Prepaid items	3,970	-	-
Total assets	<u>\$ 135,271</u>	<u>\$ 17,833</u>	<u>\$ 30,790</u>
Liabilities			
Due to other funds	\$ -	\$ -	\$ -
Accounts payable	-	-	3,427
Accrued payroll	1,507	291	-
Total liabilities	<u>1,507</u>	<u>291</u>	<u>3,427</u>
Fund balances			
Nonspendable	3,970	-	-
Restricted	129,794	17,542	27,363
Total fund balances	<u>133,764</u>	<u>17,542</u>	<u>27,363</u>
Total liabilities and fund balances	<u>\$ 135,271</u>	<u>\$ 17,833</u>	<u>\$ 30,790</u>

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Garbage Collection	Library	Total
\$ 1,792	\$ 165,891	\$ 339,078
708	-	708
-	-	8,529
5,615	-	5,615
-	-	3,970
<u>\$ 8,115</u>	<u>\$ 165,891</u>	<u>\$ 357,900</u>
\$ 2,500	\$ -	\$ 2,500
-	-	3,427
-	-	1,798
<u>2,500</u>	<u>-</u>	<u>7,725</u>
5,615	-	9,585
-	165,891	340,590
<u>5,615</u>	<u>165,891</u>	<u>350,175</u>
<u>\$ 8,115</u>	<u>\$ 165,891</u>	<u>\$ 357,900</u>

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VILLAGE OF BLISSFIELD, MICHIGAN

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

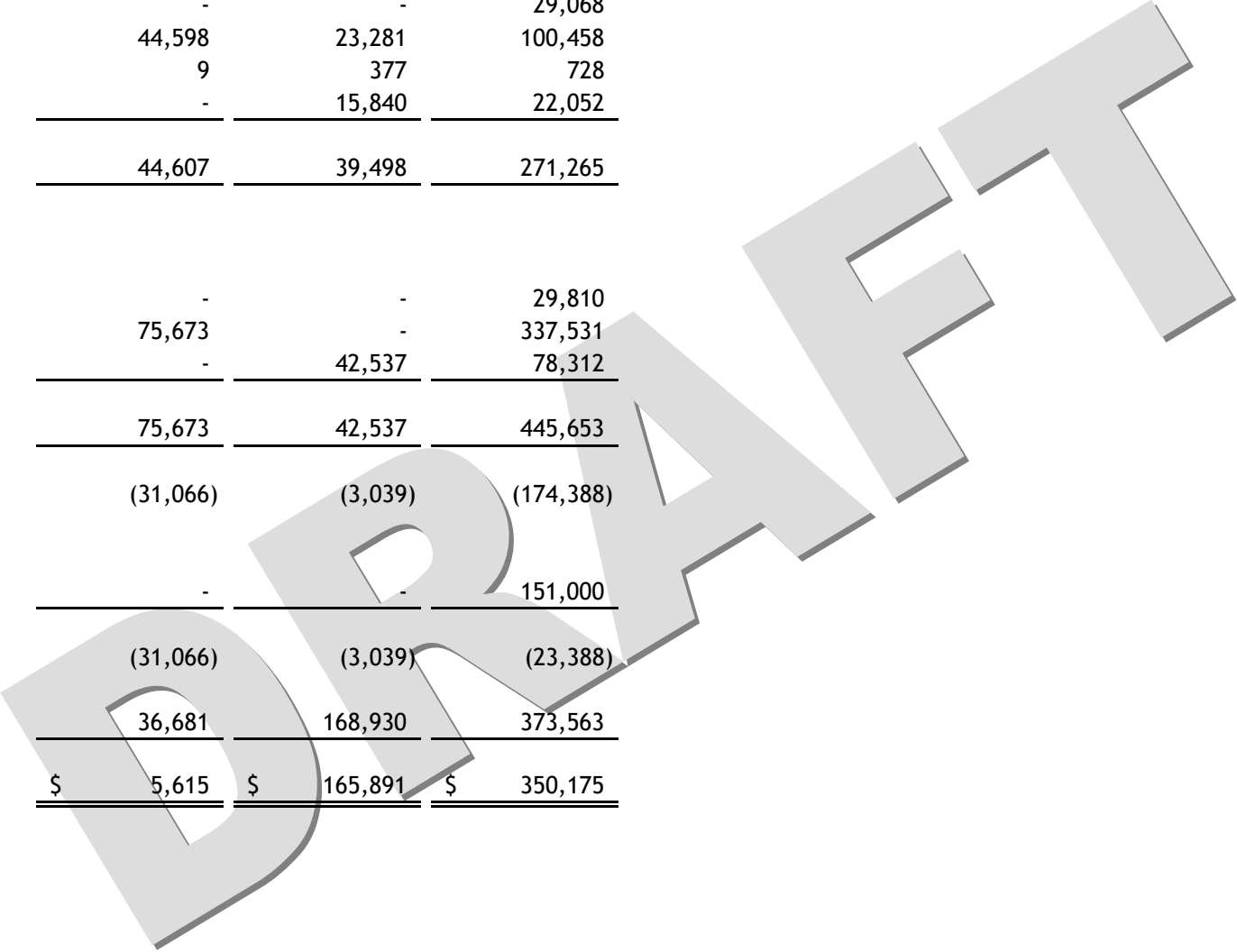
Nonmajor Special Revenue Funds

For the Year Ended September 30, 2019

	Local Street	Recreation	Building Inspection
Revenues			
State revenue	\$ 118,959	\$ -	\$ -
Fees	-	-	29,068
Charges for services	-	32,579	-
Interest revenue	248	35	59
Other	1,112	5,100	-
Total revenues	120,319	37,714	29,127
Expenditures			
Current expenditures:			
Public safety	-	-	29,810
Public works	261,858	-	-
Culture and recreation	-	35,775	-
Total expenditures	261,858	35,775	29,810
Revenues over (under) expenditures	(141,539)	1,939	(683)
Other financing sources			
Transfers in	151,000	-	-
Net change in fund balances	9,461	1,939	(683)
Fund balances, beginning of year	124,303	15,603	28,046
Fund balances, end of year	\$ 133,764	\$ 17,542	\$ 27,363



Garbage Collection	Library	Total
\$ -	\$ -	\$ 118,959
-	-	29,068
44,598	23,281	100,458
9	377	728
-	15,840	22,052
<u>44,607</u>	<u>39,498</u>	<u>271,265</u>
-	-	29,810
75,673	-	337,531
-	42,537	78,312
<u>75,673</u>	<u>42,537</u>	<u>445,653</u>
(31,066)	(3,039)	(174,388)
-	-	151,000
<u>(31,066)</u>	<u>(3,039)</u>	<u>(23,388)</u>
36,681	168,930	373,563
<u>\$ 5,615</u>	<u>\$ 165,891</u>	<u>\$ 350,175</u>



VILLAGE OF BLISSFIELD, MICHIGAN

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds

For the Year Ended September 30, 2019

	Local Street		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
State revenue	\$ 116,040	\$ 118,959	\$ 2,919
Fees	-	-	-
Charges for services	-	-	-
Interest revenue	248	248	-
Other	-	1,112	1,112
Total revenues	116,288	120,319	4,031
Expenditures			
Current expenditures:			
Public safety	-	-	-
Public works	260,250	261,858	1,608
Culture and recreation	-	-	-
Total expenditures	260,250	261,858	1,608
Revenues over (under) expenditures	(143,962)	(141,539)	2,423
Other financing sources			
Transfers in	151,000	151,000	-
Net change in fund balances	7,038	9,461	2,423
Fund balances, beginning of year	124,303	124,303	-
Fund balances, end of year	\$ 131,341	\$ 133,764	\$ 2,423

Recreation			Building Inspection		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	29,068	29,068	-
32,579	32,579	-	-	-	-
35	35	-	59	59	-
5,100	5,100	-	-	-	-
<u>37,714</u>	<u>37,714</u>	<u>-</u>	<u>29,127</u>	<u>29,127</u>	<u>-</u>
-	-	-	26,410	29,810	3,400
-	-	-	-	-	-
<u>36,130</u>	<u>35,775</u>	<u>(355)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>36,130</u>	<u>35,775</u>	<u>(355)</u>	<u>26,410</u>	<u>29,810</u>	<u>3,400</u>
1,584	1,939	355	2,717	(683)	(3,400)
-	-	-	-	-	-
<u>1,584</u>	<u>1,939</u>	<u>355</u>	<u>2,717</u>	<u>(683)</u>	<u>(3,400)</u>
<u>15,603</u>	<u>15,603</u>	<u>-</u>	<u>28,046</u>	<u>28,046</u>	<u>-</u>
<u>\$ 17,187</u>	<u>\$ 17,542</u>	<u>\$ 355</u>	<u>\$ 30,763</u>	<u>\$ 27,363</u>	<u>\$ (3,400)</u>

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VILLAGE OF BLISSFIELD, MICHIGAN

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds

For the Year Ended September 30, 2019

	Garbage Collection		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
State revenue	\$ -	\$ -	\$ -
Fees	-	-	-
Charges for services	44,598	44,598	-
Interest revenue	9	9	-
Other	-	-	-
Total revenues	44,607	44,607	-
Expenditures			
Current expenditures:			
Public safety	-	-	-
Public works	75,673	75,673	-
Culture and recreation	-	-	-
Total expenditures	75,673	75,673	-
Revenues over (under) expenditures	(31,066)	(31,066)	-
Other financing sources			
Transfers in	-	-	-
Net change in fund balances	(31,066)	(31,066)	-
Fund balances, beginning of year	36,681	36,681	-
Fund balances, end of year	\$ 5,615	\$ 5,615	\$ -



Library		
Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -
-	-	-
23,281	23,281	-
377	377	-
15,840	15,840	-
<u>39,498</u>	<u>39,498</u>	-
-	-	-
-	-	-
42,840	42,537	(303)
<u>42,840</u>	<u>42,537</u>	<u>(303)</u>
(3,342)	(3,039)	303
-	-	-
(3,342)	(3,039)	303
168,930	168,930	-
<u>\$ 165,588</u>	<u>\$ 165,891</u>	<u>\$ 303</u>

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VILLAGE OF BLISSFIELD, MICHIGAN

Combining Balance Sheet

Nonmajor Capital Project Funds

September 30, 2019

	Capital Project Fund	Bridge Capital Project	Total
Assets			
Cash and cash equivalents	\$ 27,029	\$ 53,984	\$ 81,013
Accounts receivable	-	2,612	2,612
Total assets	<u>\$ 27,029</u>	<u>\$ 56,596</u>	<u>\$ 83,625</u>
Fund balances			
Restricted	<u>\$ 27,029</u>	<u>\$ 56,596</u>	<u>\$ 83,625</u>

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VILLAGE OF BLISSFIELD, MICHIGAN

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Capital Project Funds

For the Year Ended September 30, 2019

	Capital Project Fund	Bridge Capital Project	Total
Revenues			
Property taxes	\$ -	\$ 34,136	\$ 34,136
Interest revenue	25	292	317
Total revenues	25	34,428	34,453
Expenditures			
Debt Service:			
Principal	43,770	20,000	63,770
Interest and fiscal charges	20,132	12,750	32,882
Total expenditures	63,902	32,750	96,652
Revenues over (under) expenditures	(63,877)	1,678	(62,199)
Other financing sources			
Transfers in	63,840	-	63,840
Net change in fund balances	(37)	1,678	1,641
Fund balances, beginning of year	27,066	54,918	81,984
Fund balances, end of year	\$ 27,029	\$ 56,596	\$ 83,625

VILLAGE OF BLISSFIELD, MICHIGAN

Combining Balance Sheet

Nonmajor Permanent Funds

September 30, 2019

	Bachmayer Little League	Bachmayer Memorial Park	Police Equipment	Total
Assets				
Cash and cash equivalents	\$ 36,216	\$ 51,385	\$ 22,103	\$ 109,704
Fund balance				
Restricted	\$ 36,216	\$ 51,385	\$ 22,103	\$ 109,704

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VILLAGE OF BLISSFIELD, MICHIGAN

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Permanent Funds

For the Year Ended September 30, 2019

	Bachmayer Little League	Bachmayer Memorial Park	Police Equipment	Total
Revenue				
Interest revenue	\$ 77	\$ 110	\$ 48	\$ 235
Fund balances, beginning of year	36,139	51,275	22,055	109,469
Fund balances, end of year	\$ 36,216	\$ 51,385	\$ 22,103	\$ 109,704

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VILLAGE OF BLISSFIELD, MICHIGAN

Balance Sheet / Statement of Net Position

Downtown Development Authority Component Unit

September 30, 2019

	General Fund	Debt Service Fund	Total Governmental Funds
Assets			
Cash and cash equivalents	\$ 281,858	\$ 3,384	\$ 285,242
Accounts receivable	4,325	-	4,325
Due from other governments	18,262	-	18,262
Capital assets being depreciated, net	-	-	-
Total assets	\$ 304,445	\$ 3,384	\$ 307,829
Liabilities			
Accrued payroll	\$ 2,074	\$ -	\$ 2,074
Fund balances			
Restricted for debt service	-	3,384	3,384
Unassigned	302,371	-	302,371
Total fund balances	302,371	3,384	305,755
Total liabilities and fund balances	\$ 304,445	\$ 3,384	\$ 307,829
Net position			
Investment in capital assets			
Restricted for debt service			
Unrestricted			
Total net position			



Adjustments	Statement of Net Position
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\$ -	\$ 285,242
-	4,325
-	18,262
<u>477,669</u>	<u>477,669</u>

<u>477,669</u>	<u>785,498</u>
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<u>\$ -</u>	<u>\$ 2,074</u>
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(3,384)	-
<u>(302,371)</u>	<u>-</u>

<u>(305,755)</u>	<u>-</u>
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<u>(305,755)</u>	<u>-</u>
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477,669	477,669
3,384	3,384
<u>302,371</u>	<u>302,371</u>

<u>\$ 783,424</u>	<u>\$ 783,424</u>
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VILLAGE OF BLISSFIELD, MICHIGAN

Statement of Revenues, Expenditures, and Changes in Fund Balance / Statement of Activities Downtown Development Authority Component Unit For the Year Ended September 30, 2019

	General Fund	Debt Service Fund	Total Governmental Funds
Revenues			
Property taxes	\$ 105,783	\$ -	\$ 105,783
Operating grants and contributions	70,424	-	70,424
Total revenues	176,207	-	176,207
Expenditures / expenses			
Community and economic development	144,157	-	144,157
Change in fund balance / net position	32,050	-	32,050
Fund balance / net position			
Beginning of year	270,321	3,384	273,705
End of year	\$ 302,371	\$ 3,384	\$ 305,755

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Adjustments	Statement of Activities
\$ -	\$ 105,783
-	70,424
-	176,207
<u>17,398</u>	<u>161,555</u>
(17,398)	14,652
<u>495,067</u>	<u>768,772</u>
<u>\$ 477,669</u>	<u>\$ 783,424</u>

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VILLAGE OF BLISSFIELD, MICHIGAN

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual - Downtown Development Authority General Fund
For the Year Ended September 30, 2019

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Property taxes	\$ 99,000	\$ 128,750	\$ 105,783	\$ (22,967)
Operating grants and contributions	26,355	68,770	70,424	1,654
Total revenues	125,355	197,520	176,207	(21,313)
Expenditures				
Community and economic development	150,965	150,570	144,157	(6,413)
Net change in fund balance	(25,610)	46,950	32,050	(14,900)
Fund balance, beginning of year	270,321	270,321	270,321	
Fund balance, end of year	\$ 244,711	\$ 317,271	\$ 302,371	\$ (14,900)

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