

**COUNTY OF OTTAWA
GRAND HAVEN, MICHIGAN**



**2021 COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED SEPTEMBER 30, 2021
Prepared by Fiscal Services Department**

COUNTY OF OTTAWA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021

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INTRODUCTORY



Ottawa County[®]

Administrator's Office

March 29, 2022

Members of the Board of Commissioners and citizens of the County of Ottawa:

Local governments are required to complete a set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants. Pursuant to those requirements, we hereby issue the Comprehensive Annual Financial Report for the County of Ottawa, Michigan ("the County") for the fiscal year ended September 30, 2021.

Management of the County has established a comprehensive internal control framework to provide a reasonable basis for this report. Because the cost of internal controls should not outweigh their benefit, the internal control framework of the County is designed to provide reasonable, rather than absolute, assurance the financial statements are free from any material misstatement. Management assumes full responsibility for the completeness and reliability of the information presented in this report and we believe it to be complete and reliable in all material respects.

Vredeveld Haefner LLC, an independent firm of certified public accountants, has audited the financial statements contained in this report and has found them to present fairly, in all material respects, the financial position of the County. Vredeveld Haefner LLC also performed a single audit in conformity with Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to this single audit, including the schedule of expenditures of federal awards, schedule of findings and questioned costs, and independent auditor's report, can be found at the end of this report.

GAAP requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE COUNTY

The County was established in 1837 and encompasses approximately 565 square miles of the southwestern portion of Michigan's Lower Peninsula, including over 30 miles of Lake Michigan shoreline. The six cities, one village, and seventeen townships of the County are home to approximately 296,000 people, making the County the seventh most populous county in the state. Since 2010, the County has been the fastest growing county in the state and has been consistently ranked among the best in the County Health Rankings & Roadmaps report conducted by the University of Wisconsin Population Health Institute. The County is governed by an 11-member elected Board of Commissioners ("Board") and provides a wide range of services to residents, including law enforcement, administration of justice, community development and enrichment, health and human services, and recreation. Thanks to the sound management by the Board, elected officials, and appointed county administration, the County continues to maintain a healthy financial status, including high credit ratings, low interest rates, and the sixth lowest general property tax rate in the state.

Although considered legally separate entities, the County works closely with its seven component units – Road Commission, Central Dispatch Authority, Public Utilities System, Land Bank Authority, Office of the Water Resources Commissioner, Brownfield Redevelopment Authority, and Economic Development Corporation; as well as its two blended component units – Building Authority and Insurance Authority to provide the citizens of the County additional services.

The Board of Commissioners is required to adopt a final operating budget prior to the beginning of each fiscal year. The budget provides a road map of the County's efforts toward meeting its vision statement of being the place Where You Belong. Budgetary control over expenditures is maintained on a department basis, which is the legal level of control. Internal meetings are held during July to review and discuss the requested revenue and expenditures level, it's then presented to the Finance Committee in August. A public hearing is held in September prior to the Board approval. Expenditures may not legally exceed budgeted amounts. The Board has delegated authority to the County Administrator to approve budget transfers between departments within a fund if the amount to be transferred does not exceed \$50,000.

LOCAL ECONOMY

The Ottawa economy continues on a solid economic path with manufacturing and real estate leading the investments. Since 2010, residential building permits have increased by 202%. For 2021 the County taxable values increased 4.43%. This growth continues to be limited, however, by state law as both the Headlee Amendment and Proposal A significantly limit inflationary increases.

Sustained economic growth by the County, including Gross Domestic Product and Per Capita Income, has helped attract significant business development and expansion to the area. GDP is at 4.4% and trending up as is Per Capita Income. The 2021 unemployment rate for Ottawa County is 2.9% which is the 2nd lowest in the state. This is a welcomed recovery from the pandemic induced annual rate of 6.8% in 2020, the year that saw a staggering 20.4% during April.

MAJOR INITIATIVES

Although we were still in the state of a global health emergency for the COVID-19 virus the County completed a number of initiatives. Some in response to the pandemic and others designed to enhance quality of life for both residents and visitors alike, increase the efficiency and effectiveness of county government, and foster and support a culture of innovation and continuous improvement. These initiatives continue to make the County the location of choice to work, play, and live.

In March 2021, as the COVID-19 crisis continued, the American Rescue Plan Act of 2021 (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) to provide state, local and Tribal governments with the resources needed to respond to the pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. The County's allocation of these funds was \$57million. The County assembled a Task Force made up of County and Community leaders to create a plan on how to spend the SLFRF funds. The Task Force is working together to present for approval projects that will enhance quality of life for county residents.

Every few years, Ottawa County completes a study of all wages within the county, excluding elected officials, POAM, and POLC. An outside consultant, Municipal Consulting Services, was hired to complete the study. The study resulted in a comprehensive pay system for the County's employees based on fundamental principles of wage and salary administration. The changes that resulted from the study were implemented January 2022.

Electronic recording proved a critical element in allowing offices to function at full capacity during the height of the COVID-19 shutdown. Online transactions were a necessity for residents, saving time for customers as well as allowing access at a day and time convenient to them. In Fiscal Year 2021, online transaction remain high and generated over \$4.8 million in revenue, a 32% increase from previous year. By saving staff time required for over-the-counter transactions, online services provide an additional cost-avoidance benefit.

PLANNING FOR THE FUTURE

Issues and initiatives that will occupy our organizational capacity over the next year include: continued progress on the Justice Center as the Board has approved the budget and they will be breaking ground soon, self-service kiosks at four of the County parks plus development of the Grand Ravines to Grand River Park segment of the Idema Explorers Trail. The County will also have a fifth circuit court judgeship position beginning in 2023.

The Board meets annually to review the County's strategic plan and tailor it to the goals of the Board, which include maintaining and improving the strong financial position of the County. For the 2021 fiscal year and beyond, the Board identified several objectives to meet these goals, including maintaining and improving current processes and implementing new strategies to retain a balanced budget. These processes and strategies include maintaining the health of the County financing tools and the Insurance Authority, and continuing to develop the Capital Improvement Plan by identifying projects needed in the future and the funding to pay for them. Together, the Board and the County continue to evaluate and adopt

strategies to contain the cost of health benefits and address the outstanding pension and retiree liabilities. With the vision and action of the Board, the County continues to look very positively toward the future.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for the Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report (Annual Report) for the fiscal year ended September 30, 2021. In order to be awarded a Certificate of Achievement, the County published an Annual Report whose contents conform to program standards. This Annual Report satisfied both generally accepted accounting principles (GAAP) and applicable legal requirements. A Certificate of Achievement is valid for a period of only one year and the County has received this prestigious award for thirty-six consecutive years. We believe our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.


ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Fiscal Services Department. We would like to express our appreciation to all members of the department who assisted and contributed, as well as the Board of Commissioners for their continued leadership and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Sincerely,



John Shay
County Administrator



Karen Karasinski, CPA
Fiscal Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
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Presented to

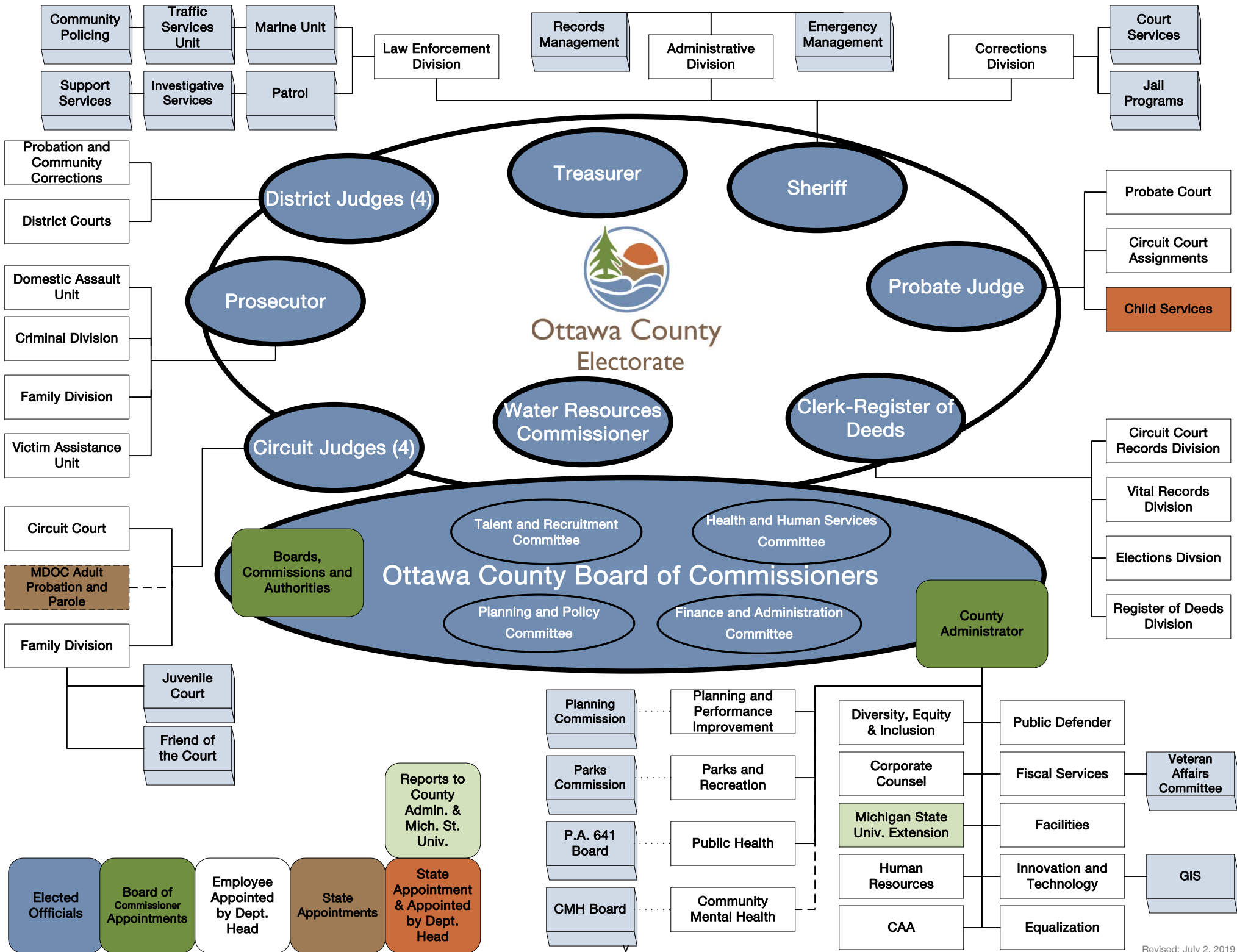
**County of Ottawa
Michigan**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2020

Christopher P. Morill

Executive Director/CEO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

of

COUNTY OF OTTAWA
GRAND HAVEN, MICHIGAN

FOR THE YEAR ENDED SEPTEMBER 30, 2021

BOARD OF COMMISSIONERS

2021

ROGER BERGMAN, CHAIRMAN
MATTHEW FENSKE, VICE-CHAIRMAN

JOSEPH BAUMANN
ALLEN DANNENBERG
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FRANCISCO GARCIA
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RANDALL MEPPELINK
KYLE TERPSTRA
DOUG ZYLSTRA

INTERIM ADMINISTRATOR
JOHN SHAY

FISCAL SERVICES DIRECTOR
KAREN KARASINSKI, CPA

INDEPENDENT AUDITORS' REPORT



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CPAs and Consultants
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INDEPENDENT AUDITORS' REPORT

March 29, 2022

County of Ottawa
Board of County Commissioners
West Olive, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Ottawa, Michigan, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Ottawa County, Michigan, as of September 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12 and the Required Supplementary Information section be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Ottawa's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2022, on our consideration of the County of Ottawa's control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County of Ottawa's internal control over financial reporting and compliance.

Ordevel Haefner LLC

MANAGEMENT'S DISCUSSION AND ANALYSIS

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the County of Ottawa, we offer readers of the County's financial statements this narrative discussion and analysis of the financial activities of the County for the fiscal year ended September 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of the introductory section.

FINANCIAL HIGHLIGHTS

- The County's net position, which is the excess of assets and deferred outflows over liabilities and deferred inflows, at the close of the fiscal year was \$193,158,727, of which \$36,231,612 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. Total net position increased by \$12,815,060 as a result of operations of the current fiscal year.
- At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$68,570,433, an increase of \$7,920,123 as a result of operations of the current fiscal year. Of the ending fund balance total, \$47,305,246 (69%) is Nonspendable or subject to the underlying restrictions, commitments, or assignments of the particular general, special revenue, debt service or capital project funds, while \$21,265,187 (31%) is unassigned and available for spending at the County's discretion.
- At the end of the current fiscal year, total fund balance for the General Fund was \$47,382,116, an increase of \$4,366,689 from current operations.
- The County's total bonded debt decreased by \$3,570,000 during the current fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as introduction to the County's basic financial statements, which are comprised of three components:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

The report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements

Government-wide financial statements are designed to provide readers a broad overview of the County's finances in a manner similar to a private-sector business. These two statements distinguish between the governmental activities of the County, which include legislative, judicial, general government, public safety, public works, health and welfare, community and economic development, and culture and recreation, that are principally supported by taxes and intergovernmental revenues and the business-type activities of the County, which include the administration of the delinquent property tax collection system, that are intended to recover all, or a significant portion, of their costs through user fees and charges.

Included in these statements are the primary government, which includes the County and two blended component units (Ottawa County Building Authority and the Ottawa County, Michigan Insurance Authority) which are legally separate entities but function as departments of the County, as well as seven legally separate entities, known as discretely presented component units, which are:

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

- Ottawa County Road Commission
- Ottawa County Central Dispatch Authority ("OCCDA")
- Ottawa County Public Utilities System ("the System")
- Ottawa County Land Bank Authority
- Ottawa County Office of the Water Resources Commissioner ("WR Commissioner")
- Ottawa County Brownfield Redevelopment Authority ("BRA")
- Ottawa County Economic Development Corporation ("EDC")

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

The statement of activities presents information of how the government's net position changed during the current period. All changes in net position are reported as soon as the underlying event causing the change occurs, regardless of the timing of related cash flows, which means some revenues and expenses are reported in this statement for items that will only result in cash flows in future fiscal periods.

Fund financial statements

A fund is a group of related accounts used to track resources separated for a specific activity or purpose. Like other state and local governments, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Governmental funds are similar to governmental activities in the government-wide financial statements, but the governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the period. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to the government-wide financial statements which allows for comparison between governmental funds and governmental activities so readers may better understand the long-term impact of the government's near-term financing decisions.

The County has 23 governmental funds, three of them (General, Community Mental Health, and American Rescue Plan Act) are considered major funds and are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The other 20 funds are considered nonmajor funds and are combined into a single, aggregated presentation. Information for each of the nonmajor funds is provided in both individual and combined statements later in the report. There are 4 funds that do not meet the requirements of special revenue funds according to GASB Statement No.54 and are consolidated into the General Fund. These funds include Solid Waste Clean-Up, Infrastructure, Stabilization and DB/DC.

The County adopts an annual appropriated budget for its general, special revenue, debt service and capital projects funds. Budgetary comparison statements or schedules have been provided herein to demonstrate compliance with those budgets.

Proprietary funds

The County has two types of proprietary funds: enterprise and internal service funds. The County has one enterprise fund for the Delinquent Tax Revolving Fund, which is presented as business-type activities in the government-wide financial statements. The County has eleven internal service funds

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

to account for, and allocate, costs internally. The following activities are accounted for in the internal service funds: innovation technology, duplicating, telecommunications, equipment pool, insurance programs, employee benefits, DB/DC conversion and compensated absences. Because these services predominantly benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government and because the resources are not available to support the County's programs, they are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is similar to that used for proprietary funds.

Notes to the financial statements

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

Required supplementary information

The required supplementary information includes management's discussion and analysis, major fund budget to actual schedules, and multi-year trend information on the funding progress of the County's defined benefit pension plan and other post-employment benefits.

Supplementary information

In addition to the basic financial statements, accompanying notes, and required supplementary information, this report also contains supplementary combining statements and schedules, statistical information and a single audit section.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Over time, net position may serve as a useful indicator of a government's financial health. For the County of Ottawa, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$193,158,727 at the close of the fiscal year. 18.76% of the County's net position is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.

Net investment in capital assets, which represent 70.32% of total net position, include net book value of land, buildings, and equipment less any outstanding debt used to acquire those assets, and are not available for future spending. Although the County's investment in capital assets is reported net of related debt, the resources needed to repay the debt should be provided from other sources since the assets cannot be readily used to liquidate these liabilities. Net investment in capital assets increased \$3,379,859 resulting from principal payment on debt, the purchase of Bend Area, Macatawa and Stearns Creek properties, an easement for Farmland Preservation, and Security Cameras.

In addition to the net investment in capital assets, there are other restrictions on the use of net position, primarily due to legal guidelines. The restricted net position total was \$21,090,722. This represents resources that are subject to external restrictions on how they may be used.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's net position for the current fiscal year, with a comparison to the previous fiscal year, is as follows:

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 188,228,255	\$ 145,055,670	\$ 21,650,382	\$ 22,157,240	\$ 209,878,637	\$ 167,212,910
Capital assets	146,170,699	144,189,719	-	-	146,170,699	144,189,719
Total assets	334,398,954	289,245,389	21,650,382	22,157,240	356,049,336	311,402,629
Deferred outflow s of resources	17,838,037	15,708,992	-	-	17,838,037	15,708,992
Other liabilities	64,581,036	38,411,998	7,338	2,897	64,588,374	38,414,895
Long-term liabilities outstanding	99,790,601	104,155,426	-	-	99,790,601	104,155,426
Total liabilities	164,371,637	142,567,424	7,338	2,897	164,378,975	142,570,321
Deferred inflow s of resources	16,349,671	4,197,633	-	-	16,349,671	4,197,633
Net position						
Net investment in capital assets	135,836,393	132,456,534	-	-	135,836,393	132,456,534
Restricted	18,926,619	18,435,096	2,164,103	2,141,127	21,090,722	20,576,223
Unrestricted	16,752,671	7,297,694	19,478,941	20,013,216	36,231,612	27,310,910
Total net position	\$ 171,515,683	\$ 158,189,324	\$ 21,643,044	\$ 22,154,343	\$ 193,158,727	\$ 180,343,667

Statement of Activities

Total net position increased \$12,815,060 during 2021.

Specific activity affecting the primary government's net position's increase of \$12,815,060 during the current year, is as follows:

Revenues

Revenues increased \$16,450,125 (9.3%). Total increase is due in large part to the \$10,138,490 in operating grants and contributions received for ARPA and COVID funding for Public Safety and Health and Welfare. The increase in property taxes of \$2,768,896 was a result of development and increased value of existing property. In addition, Charges for Services are trending upwards as operations normalize post COVID restrictions.

Expenses

Expenses increased \$8,858,549 (4.9%) with approximately 82% of the increase from Health and Welfare (\$7.2m). The increase in Health and Welfare is the direct result of increased Medicaid funding to Community Mental Health and Public Health increased cost due related to COVID -19 emergency response.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's changes in net position for the current fiscal year, with a comparison to the previous fiscal year, is as follows:

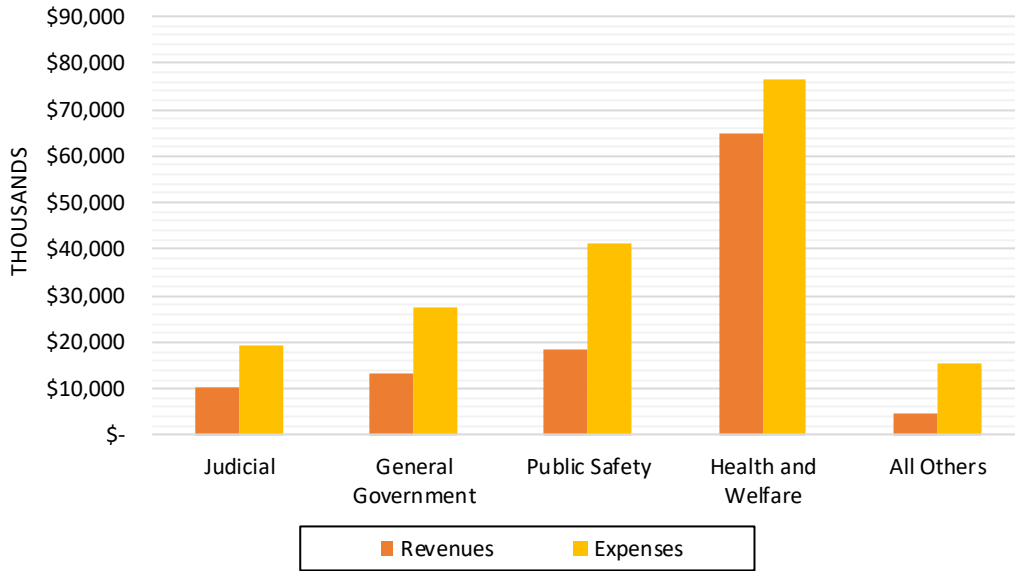
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues:						
Charges for services	\$ 18,918,899	\$ 17,434,370	\$ 983,983	\$ 1,162,746	\$ 19,902,882	\$ 18,597,116
Operating grants and contributions	92,826,972	82,688,482	-	-	92,826,972	82,688,482
Capital grants and contributions	-	-	-	-	-	-
General revenues:						
Property taxes	69,054,044	66,285,148	-	-	69,054,044	66,285,148
Grants and contributions not Restricted to specific programs	4,902,040	3,754,650	-	-	4,902,040	3,754,650
Investment earnings	7,895,726	5,259,314	(508,046)	1,039,433	7,387,680	6,298,747
Miscellaneous	9,238	8,588	-	-	9,238	8,588
Total revenues	193,606,919	175,430,552	475,937	2,202,179	194,082,856	177,632,731
Expenses						
Legislative	548,969	540,006	-	-	548,969	540,006
Judicial	22,635,203	22,422,730	-	-	22,635,203	22,422,730
General government	20,587,145	19,916,065	-	-	20,587,145	19,916,065
Public safety	42,366,750	42,075,389	-	-	42,366,750	42,075,389
Public works	8,152,635	7,915,476	-	-	8,152,635	7,915,476
Health and welfare	78,706,479	71,429,258	-	-	78,706,479	71,429,258
Community and economic development	1,255,331	1,143,007	-	-	1,255,331	1,143,007
Culture and recreation	5,709,717	5,661,175	-	-	5,709,717	5,661,175
Interest on long-term debt	993,208	1,094,794	-	-	993,208	1,094,794
Business-type activities			312,359	211,347	312,359	211,347
Total expenses	180,955,437	172,197,900	312,359	211,347	181,267,796	172,409,247
Increase in net position before transfers to other funds	12,651,482	3,232,652	163,578	1,990,832	12,815,060	5,223,484
Transfers	674,877	674,750	(674,877)	(674,750)	-	-
Increase (decrease) in net position	13,326,359	3,907,402	(511,299)	1,316,082	12,815,060	5,223,484
Net position, beginning of year	158,189,324	154,281,922	22,154,343	20,838,261	180,343,667	175,120,183
Net position, end of year	\$ 171,515,683	\$ 158,189,324	\$ 21,643,044	\$ 22,154,343	\$ 193,158,727	\$ 180,343,667

COUNTY OF OTTAWA

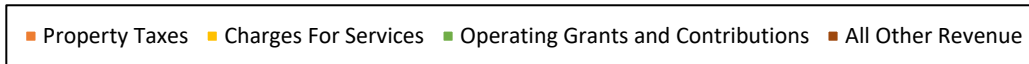
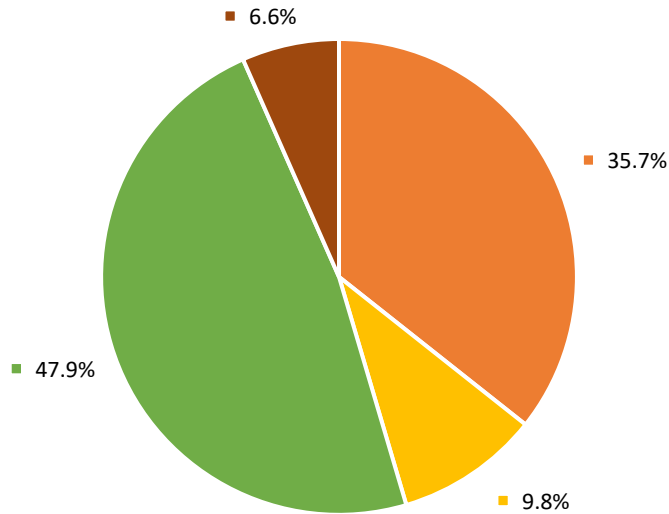
MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Activities

Program Revenues and Expenses



Revenues by Source



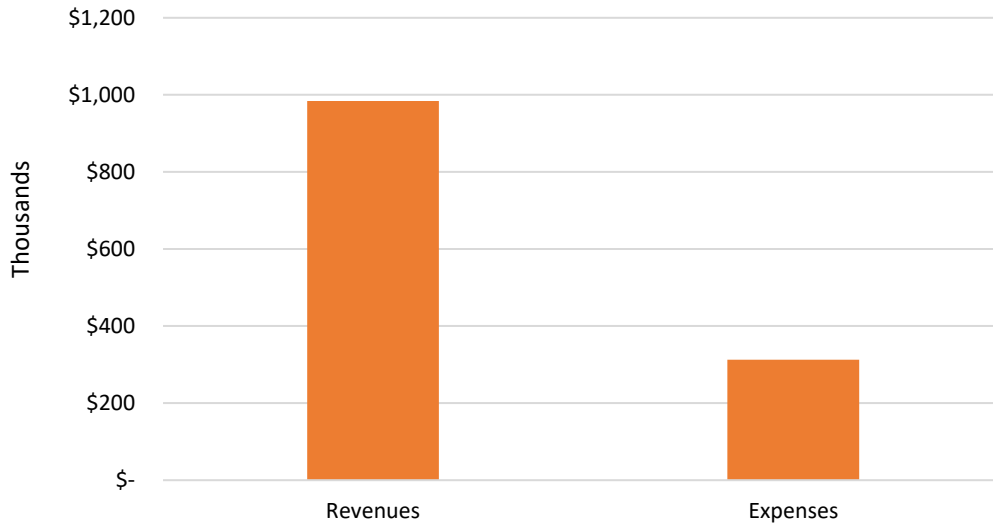
COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

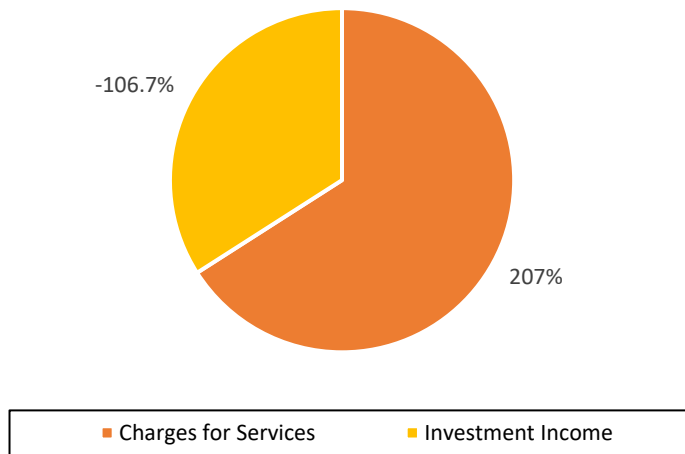
Business-type Activities

Business-type activities decreased the County's net position by \$511,299 due to a decrease in investment earnings. The revenues for these activities are penalties and interest on delinquent taxes and proceeds from tax sales. Investment income decreased by \$1,547,479 due to a change in the valuation of investments at year end and a reduction in interest rates on investment earnings. The investments are held until maturity and any gains or losses will not be realized.

Program Revenues and Expenses



Revenues by Source



COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

FUND STATEMENT FINANCIAL ANALYSIS

Governmental Funds

Of the \$68,570,433 combined governmental fund balances as of the end of the current fiscal year, \$19,793,405 (29%) is considered non-spendable or restricted because it is either in a non-spendable form (inventory or prepaid expenses) or is unavailable because it is a long-term advance to component units and other funds or due to legal restrictions. Those amounts are \$866,786 and \$18,926,619 respectively. The remaining \$48,777,028 (71%) is considered spendable fund balance, of which \$20,511,243 has been committed by the Board for specific purposes, \$7,000,598 has been assigned by the County Administrator for specific purposes, and \$21,265,187 is unassigned fund balance and is available for spending at the County's discretion. Unassigned fund balance represents 31% percent of total General Fund expenditures and transfers out, which may be a useful measurement of the General Fund's liquidity. The County's fund balance is still higher than the normal 10-15% range.

The General Fund is the chief operating fund of the County and on September 30, 2021, had a total fund balance of \$47,382,116. In accordance with GASB 54, the County consolidates 4 sub-funds with the General Fund. The sub-funds represent resources designated for specific purposes and, during the year, reduced reserves in the amount of \$3,594,140. The sub-funds deduction to reserves combined with the increase of \$7,960,829 from on-going operations resulted in the net increase of \$4,366,689 from the previous year.

The Community Mental Health Fund (2220) had a decrease to fund balance of \$1,006,061 as result of a cost settlement with the Lakeshore Regional Entity for Medicaid, Healthy Michigan, Block Grant, and PA2 deficits/surpluses for fiscal years 2014 thru 2020.

The American Rescue Plan Act Fund (2860) received \$28,342,278 in federal monies as of September 30, 2021, in which \$7,650,482 was applied to offset personnel expenditures for Public Safety and the remaining \$20,691,796 was reported as unearned revenue.

General Fund Budgetary Highlights

The original revenue and expenditure budgets (including transfers in/out) for the General Fund (1010) were \$85,858,781 and \$82,155,500, respectively. The amended revenue budget was \$87,338,802, and the amended expenditure budget was \$91,436,999.

The revenue budget (including transfers in) increased overall by \$1,480,021, spread throughout the County in various departments with no area having a material increase. Revenues and transfers in were \$1,795,923 under budget.

The budget for General Fund expenditures (including transfers out) increased \$4,281,500 in total. Expenditures and transfers out as a whole were \$13,854,949 under budget, which is attributable to delays in the use of ARPA funds.

Capital Asset and Debt Administration

Capital Assets

The County's investment in capital assets net of accumulated depreciation was \$146,170,699 as of September 30, 2021. This investment in capital assets includes land and construction in progress. The County's total net investment in land improvements, building and improvements, and equipment decreased in FY21 due to depreciation exceeding the cost of new additions. The global supply chain crisis was also a major contributing factor to the decrease.

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

Major capital asset events during the current fiscal year included the following:

- Approximately \$988,000 was spent on the Idema Explorer's Trail.
- Approximately \$904,000 was on spent on Farmland Preservation Easements.

Capital Assets (net of depreciation)

Additional information on the County's capital assets can be found in Note 5 of this report.

	2021	2020
Land	\$ 65,710,977	\$ 63,616,047
Construction in progress	5,389,933	2,598,505
Land improvements	14,576,551	15,011,114
Buildings and improvements	51,503,768	53,547,883
Equipment	8,989,470	9,416,170
Total	<u>\$ 146,170,699</u>	<u>\$ 144,189,719</u>

Long-term Debt

At the end of the current fiscal year, the County had total general obligation bonds backed by the full faith and credit of the County outstanding of \$30,370,000, which decreased by \$3,570,000 from the prior year which is attributable to payment on pension bonds.

General Obligation Bonds Outstanding

Additional information on debt can be found in Note 8 of this report.

	2021	2020
General obligation bonds	\$ 21,265,000	\$ 23,575,000
General obligation bonds - Refunding	6,530,000	7,425,000
Private Placements	2,575,000	2,940,000
Total	<u>\$ 30,370,000</u>	<u>\$ 33,940,000</u>

The County has a "AAA" rating from Fitch for general obligation limited tax bonds, as well as a "AAA" rating from Moody's and a "AA" rating from Standard and Poor's for general obligation unlimited and limited tax bonds.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10% of its total assessed valuation. As of September 30, 2021, the debt limitation for the County is \$1,721,833,451, which is significantly in excess of the County's outstanding general obligation debt.

Additional information on the County's long-term debt can be found on Note 8 in the notes to the financial statements section of this report.

ECONOMIC FACTORS AND THEIR IMPACT ON FUTURE BUDGETS

The following factors were considered in preparing the County's budget for the 2021 fiscal year:

COUNTY OF OTTAWA

MANAGEMENT'S DISCUSSION AND ANALYSIS

- Property values have increased an average of 4.01% over the last 6 years. The changes in taxable value over the last six years are as follows:

2016	2017	2018	2019	2020	2021
1.37%	3.73%	4.08%	5.42%	5.02%	4.43%

- In November 2018, Ottawa County residents authorized a fixed allocation and reset the maximum County Operating Millage to 4.4400. The Headlee Rollback for 2020 reduced the maximum allowable millage to 4.3814. The FY2021 budget is based on the same millage rate, .3 mill still committed to pay down the unfunded liability from the closed defined benefit plan.
- The unemployment rate for the County was 2.9% in December 2021, which is the 2nd lowest in the state. Industry initiatives discussed in the transmittal letter have continued to improve the employment outlook for the County.
- The County continues to see sustained population growth, as it has the last five years.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those who are interested. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to:

Fiscal Services Director
12220 Fillmore Street, Room 331
West Olive, Michigan 49460

BASIC FINANCIAL STATEMENTS

COUNTY OF OTTAWA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current assets				
Cash and pooled investments (Note 3)	\$ 113,690,490	\$ 18,230,095	\$ 131,920,585	\$ 75,545,622
Investments	52,933,830	-	52,933,830	-
Receivables (net of allowance for estimated uncollectibles)				
Taxes	6,753,943	2,544,830	9,298,773	3,876,679
Accrued interest and penalties on delinquent taxes	-	426,411	426,411	-
Accounts	1,147,300	21,102	1,168,402	2,321,527
Accrued interest on investments	227,773	-	227,773	-
Advances to component units (Note 6)	325,000	-	325,000	-
Due from other governments	7,195,443	427,944	7,623,387	3,950,082
Inventory of supplies	356,541	-	356,541	1,500,150
Prepaid items	1,558,760	-	1,558,760	511,616
Total current assets	184,189,080	21,650,382	205,839,462	87,705,676
Noncurrent assets				
Net other post-employment benefits asset (Note 12)	4,039,175	-	4,039,175	-
Due from other governments	-	-	-	111,841,535
Notes Receivable	-	-	-	102,537
Capital assets not being depreciated (Note 5)	71,100,910	-	71,100,910	3,800,900
Capital assets being depreciated, net (Note 5)	75,069,789	-	75,069,789	326,130,544
Total noncurrent assets	150,209,874	-	150,209,874	441,875,516
Total assets	334,398,954	21,650,382	356,049,336	529,581,192
Deferred outflows of resources				
Unamortized deferred bond refunding costs	216,156	-	216,156	2,330,446
Pension Plan/OPEB (Note 10 & 12)	17,621,881	-	17,621,881	4,392,190
Total deferred outflows of resources	17,838,037	-	17,838,037	6,722,636
Liabilities				
Current liabilities				
Accounts payable	26,844,643	7,098	26,851,741	8,860,564
Interest payable	447,859	-	447,859	981,302
Due to component units	-	-	-	263,142
Due to other governments	7,917,595	240	7,917,835	-
Current portion of long-term debt (Note 8)	8,565,462	-	8,565,462	9,874,290
Advances from primary government (Note 6)	-	-	-	325,000
Advances from other governments	-	-	-	1,140,853
Unearned revenue	20,805,477	-	20,805,477	735,053
Total current liabilities	64,581,036	7,338	64,588,374	22,180,204
Noncurrent liabilities				
Noncurrent portion of long-term obligations (Note 8)	31,632,726	-	31,632,726	131,836,998
Net OPEB liability (Note 12)	-	-	-	2,220,987
Net pension liability (Note 10)	68,157,875	-	68,157,875	24,079,582
Total noncurrent liabilities	99,790,601	-	99,790,601	158,137,567
Total liabilities	164,371,637	7,338	164,378,975	180,317,771
Deferred inflows of resources				
Pension Plan/OPEB (Note 10 & 12)	16,349,671	-	16,349,671	1,518,220
Net position (Note 1)				
Net investment in capital assets	135,836,393	-	135,836,393	312,903,513
Restricted for				
Capital projects	6,804,311	-	6,804,311	28,629,586
Debt Service	-	-	-	1,714,566
Donations	653,575	-	653,575	-
Grants	637,257	-	637,257	-
Infrastructure maintenance	-	-	-	1,500,759
State of Michigan public act restrictions	10,831,476	2,164,103	12,995,579	-
Unrestricted	16,752,671	19,478,941	36,231,612	9,719,413
Total net position	\$ 171,515,683	\$ 21,643,044	\$ 193,158,727	\$ 354,467,837

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

COUNTY OF OTTAWA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Net (Expense) Revenue
			Charges for Services	Operating Grants and Contributions	
Primary government					
Governmental activities					
Legislative	\$ 545,976	\$ 2,993	\$ -	\$ 1,260	\$ -
Judicial	19,492,100	3,143,103	3,549,379	6,788,417	-
General government	27,544,023	(6,956,878)	8,887,971	4,592,745	-
Public safety	41,302,924	1,063,826	1,605,049	16,932,267	-
Public works	8,125,305	27,330	539,673	279,253	-
Health and welfare	76,346,962	2,359,517	3,101,313	61,676,083	-
Community and economic development	1,251,788	3,543	21,887	1,060,758	-
Culture and recreation	5,353,151	356,566	1,213,627	1,496,189	-
Interest on long-term debt	993,208	-	-	-	-
Total governmental activities	180,955,437	-	18,918,899	92,826,972	-
Business-type activities					
Delinquent tax collection	312,359	-	983,983	-	-
Total primary government	\$ 181,267,796	\$ -	\$ 19,902,882	\$ 92,826,972	\$ -
Component units	\$ 64,405,103	\$ -	\$ 34,994,540	\$ 38,875,607	\$ 14,937,131

(Continued)

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

COUNTY OF OTTAWA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Primary Government</u>			
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Component Units</u>
Changes in net position				
Net (expense) revenue	\$ (69,209,566)	\$ 671,624	\$ (68,537,942)	\$ 24,402,175
General revenues				
Property taxes, levied for general purposes	49,753,295	-	49,753,295	57,167
Property taxes, levied for park development	3,943,997	-	3,943,997	-
Property taxes, levied for E-911 Central Dispatch	5,522,961	-	5,522,961	-
Property taxes, levied for Road Commission and Cities	6,272,802	-	6,272,802	-
Property taxes, levied for CMH Millage Fund	3,560,989	-	3,560,989	-
Grants and contributions not restricted to specific programs	4,902,040	-	4,902,040	50,099
Investment earnings	7,895,726	(508,046)	7,387,680	252,439
Gain from disposal of capital assets	-	-	-	168,143
Miscellaneous	9,238	-	9,238	58,878
Transfers - internal activities	674,877	(674,877)	-	-
Total general revenues and transfers	<u>82,535,925</u>	<u>(1,182,923)</u>	<u>81,353,002</u>	<u>586,726</u>
Change in net position	13,326,359	(511,299)	12,815,060	24,988,901
Net position, beginning of year	<u>158,189,324</u>	<u>22,154,343</u>	<u>180,343,667</u>	<u>329,478,936</u>
Net position, end of year	<u>\$ 171,515,683</u>	<u>\$ 21,643,044</u>	<u>\$ 193,158,727</u>	<u>\$ 354,467,837</u>

(Concluded)

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

COUNTY OF OTTAWA

**GOVERNMENTAL FUNDS
BALANCE SHEET**

SEPTEMBER 30, 2021

(with comparative totals for year ended September 30, 2020)

	General	Community Mental Health	American Rescue Plan Act	Nonmajor Governmental Funds	Total Governmental Funds	
					2021	2020
Assets						
Cash and pooled investments	\$ 42,570,642	\$ 7,646,653	\$ 20,691,796	\$ 23,003,656	\$ 93,912,747	\$ 57,406,888
Receivables (net of allowance for estimated uncollectibles)						
Taxes	6,749,988	-	-	3,955	6,753,943	5,033,786
Accounts	518,012	103,177	-	521,910	1,143,099	1,134,128
Accrued interest on investments	191,708	-	-	-	191,708	223,659
Due from other funds	79,184	-	-	113,094	192,278	106,909
Due from other governmental units	2,342,842	788,431	-	4,064,170	7,195,443	11,988,043
Interfund receivable	850,863	-	-	-	850,863	1,564,898
Advances to component units	325,000	-	-	-	325,000	325,000
Inventory of supplies	81,437	3,357	-	185,437	270,231	339,823
Prepaid expenditures	128,110	266	-	143,179	271,555	262,431
Total assets	<u>53,837,786</u>	<u>8,541,884</u>	<u>20,691,796</u>	<u>28,035,401</u>	<u>111,106,867</u>	<u>78,385,565</u>
Liabilities, deferred inflows of resources and fund balances						
Liabilities						
Accounts payable	2,179,932	4,381,163	-	3,549,136	10,110,231	10,014,001
Due to other governmental units	1,804,993	4,105,638	-	2,006,963	7,917,594	2,986,557
Interfund payable	-	-	-	850,863	850,863	1,564,898
Unearned revenue	731	26,072	20,691,796	86,878	20,805,477	116,925
Total liabilities	<u>3,985,656</u>	<u>8,512,873</u>	<u>20,691,796</u>	<u>6,493,840</u>	<u>39,684,165</u>	<u>14,682,381</u>
Deferred inflows of resources						
Aggregate deferred inflows (Note 4)	2,470,014	-	-	382,255	2,852,269	3,052,874
Fund balances (Note 1)						
Nonspendable	534,547	3,623	-	328,616	866,786	927,254
Restricted	9,662,450	25,388	-	9,238,781	18,926,619	18,435,096
Committed	14,502,508	-	-	6,008,735	20,511,243	14,597,405
Assigned	1,417,424	-	-	5,583,174	7,000,598	6,427,949
Unassigned	21,265,187	-	-	-	21,265,187	20,262,606
Total fund balances	<u>47,382,116</u>	<u>29,011</u>	<u>-</u>	<u>21,159,306</u>	<u>68,570,433</u>	<u>60,650,310</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 53,837,786</u>	<u>\$ 8,541,884</u>	<u>\$ 20,691,796</u>	<u>\$ 28,035,401</u>	<u>\$ 111,106,867</u>	<u>\$ 78,385,565</u>

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

COUNTY OF OTTAWA

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

SEPTEMBER 30, 2021

Total Fund Balances - Governmental Funds	\$ 68,570,433
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.

Capital assets not being depreciated - land	70,684,960
Capital assets being depreciated, net of accumulated depreciation	69,694,002

Certain assets are not current financial resources and are not reported in the funds.

Net other post-employment benefits asset	4,039,175
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Internal service funds are used by management to charge the costs of centralized services, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities.

Total net position of internal service funds	59,224,662
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Certain deferred inflows reported in the funds are not available but are recognized in the governmental activities.

Unavailable deferred inflows	2,852,269
------------------------------	-----------

Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

Bonds and notes payable	(30,370,000)
Landfill reclamation liability	(5,376,987)
Accrued interest payable	(447,860)
Unamortized bond premium	(685,462)
Unamortized deferred bond refunding loss	216,156
Deferred Inflows OPEB	(16,349,671)
Net pension liability	(68,157,875)
Deferred outflows for pension and OPEB plans	<u>17,621,881</u>

Net Position of Governmental Activities	<u>\$ 171,515,683</u>
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The accompanying notes are an integral part of these financial statements.

COUNTY OF OTTAWA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	General	Community Mental Health	American Rescue Plan Act	Nonmajor Governmental Funds	Total Governmental Funds	
					2021	2020
Revenues						
Taxes	\$ 60,930,197	\$ -	\$ -	\$ 7,509,076	\$ 68,439,273	\$ 66,314,833
Intergovernmental revenues	11,545,745	41,831,961	7,650,482	36,017,570	97,045,758	85,108,789
Charges for services	10,007,675	172,914	-	2,784,299	12,964,888	11,661,816
Fines and forfeits	83,598	-	-	-	83,598	67,424
Investment earnings	242,087	61,852	-	103,693	407,632	638,434
Licenses and permits	368,654	-	-	1,058,889	1,427,543	1,391,068
Rental income	1,999,086	-	-	424,741	2,423,827	2,261,171
Other	825,908	38,867	-	2,569,105	3,433,880	3,619,384
Total revenues	<u>86,002,950</u>	<u>42,105,594</u>	<u>7,650,482</u>	<u>50,467,373</u>	<u>186,226,399</u>	<u>171,062,919</u>
Expenditures						
Current operations						
Legislative	544,737	-	-	-	544,737	530,045
Judicial	13,013,918	-	-	5,815,542	18,829,460	18,638,671
General government	18,772,834	-	-	3,499,930	22,272,764	20,663,576
Public safety	23,607,163	-	7,650,482	9,289,873	40,547,518	39,990,999
Public works	6,516,792	-	-	1,117,685	7,634,477	7,251,492
Health and welfare	1,830,671	42,668,990	-	32,101,037	76,600,698	69,375,726
Community and economic development	1,227,993	-	-	9,818	1,237,811	1,518,575
Culture and recreation	-	-	-	4,294,574	4,294,574	4,192,325
Other governmental functions	158,233	-	-	-	158,233	142,644
Debt service	-	-	-	4,706,728	4,706,728	4,375,555
Capital projects	-	-	-	8,179,291	8,179,291	5,122,535
Total expenditures	<u>65,672,341</u>	<u>42,668,990</u>	<u>7,650,482</u>	<u>69,014,478</u>	<u>185,006,291</u>	<u>171,802,143</u>
Revenues over (under) expenditures	<u>20,330,609</u>	<u>(563,396)</u>	<u>-</u>	<u>(18,547,105)</u>	<u>1,220,108</u>	<u>(739,224)</u>
Other financing sources (uses)						
Transfers from other funds	3,408,353	525,618	-	23,861,465	27,795,436	19,073,121
Transfers to other funds	(19,372,273)	(968,283)	-	(754,865)	(21,095,421)	(13,751,426)
Capital leases	-	-	-	-	-	73,544
Issuance of bonds	-	-	-	-	-	800,000
Total other financing sources (uses)	<u>(15,963,920)</u>	<u>(442,665)</u>	<u>-</u>	<u>23,106,600</u>	<u>6,700,015</u>	<u>6,195,239</u>
Net change in fund balances	4,366,689	(1,006,061)	-	4,559,495	7,920,123	5,456,015
Fund balances, beginning of year	<u>43,015,427</u>	<u>1,035,072</u>	<u>-</u>	<u>16,599,811</u>	<u>60,650,310</u>	<u>55,194,495</u>
Fund balances, end of year	<u>\$ 47,382,116</u>	<u>\$ 29,011</u>	<u>\$ -</u>	<u>\$ 21,159,306</u>	<u>\$ 68,570,433</u>	<u>\$ 60,650,510</u>

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

COUNTY OF OTTAWA

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

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Net Change in Fund Balances - Governmental Funds	\$ 7,920,123
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Amounts reported for governmental activities in the statement of net position are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	8,339,785
Depreciation expense	(6,161,470)
Net book value of disposed assets	-

Certain receivables are long-term in nature and are collectable over several years. However only the current year's receipts are reflected as revenues in the fund statements.

Change in unavailable revenues	(200,605)
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Bond or note proceeds provide current financial resources to governmental funds in the period issued, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond or note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal payments on debt	3,628,640
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.

Change in landfill reclamation liability	(370,347)
Change in accrued interest payable	44,643
Amortization of bond premium	135,482
Amortization of deferred bond refunding costs	(36,603)
Change in net pension liability	1,395,036
Change in deferred outflow for pension plan	2,630,742
Change in deferred inflow for pension plan	(9,524,386)
Change in OPEB liability	3,745,161
Change in OPEB deferred outflow	(465,094)
Change in OPEB deferred inflow	(2,627,652)

Internal service funds are used by management to charge the costs of certain services to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

Change in net position of internal service funds	<u>4,872,904</u>
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Change in Net Position of Governmental Activities	<u>\$ 13,326,359</u>
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The accompanying notes are an integral part of these financial statements.

COUNTY OF OTTAWA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION

SEPTEMBER 30, 2021

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Assets		
Current assets		
Cash and pooled investments	\$ 18,230,095	\$ 19,777,743
Investments	-	52,933,830
Receivables		
Delinquent taxes receivable	2,544,830	-
Accrued interest and penalties on delinquent taxes	426,411	-
Accounts	21,102	4,201
Accrued interest on investments	-	36,065
Due from other governmental units	427,944	-
Due from other funds	-	3,608,526
Inventory of supplies	-	86,310
Prepaid expenses	-	1,287,205
Total current assets	<u>21,650,382</u>	<u>77,733,880</u>
Noncurrent assets		
Capital assets		
Office furniture and equipment	-	10,485,746
Copy machines	-	343,010
Telephone equipment	-	1,847,684
Vehicles	-	6,804,403
Construction In Progress	-	415,950
Less accumulated depreciation	-	<u>(14,105,056)</u>
Net capital assets	<u>-</u>	<u>5,791,737</u>
Total assets	<u>21,650,382</u>	<u>83,525,617</u>
Liabilities		
Current liabilities		
Accounts payable	7,098	16,734,412
Current Portion of long-term debt	-	3,765,739
Due to other funds	-	3,800,804
Due to other governmental units	<u>240</u>	<u>-</u>
Total liabilities	<u>7,338</u>	<u>24,300,955</u>
Net position		
Invested in capital assets	-	5,791,737
Restricted for land foreclosure	2,164,103	-
Unrestricted	<u>19,478,941</u>	<u>53,432,925</u>
Total net position	<u>\$ 21,643,044</u>	<u>\$ 59,224,662</u>

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

COUNTY OF OTTAWA

**PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Operating revenues		
Charges for services	\$ 97,241	\$ 39,035,929
Penalties and interest in delinquent taxes	753,638	-
Other revenue	<u>133,104</u>	<u>883,019</u>
Total operating revenues	<u>983,983</u>	<u>39,918,948</u>
Operating expenses		
Personnel services	149,516	3,145,972
Contractual services	146,176	931,900
Supplies	16,667	753,870
Depreciation	-	2,097,538
Building and equipment rental	-	400,876
Claims and legal	-	2,153,029
Miscellaneous	<u>-</u>	<u>27,279,513</u>
Total operating expenses	<u>312,359</u>	<u>36,762,698</u>
Operating income	<u>671,624</u>	<u>3,156,250</u>
Nonoperating revenues (expenses)		
Investment earnings	160,022	1,218,135
Net change in the fair value of investments	(668,068)	6,362,990
Gain on sale of capital assets	<u>-</u>	<u>160,667</u>
Total nonoperating revenues	<u>(508,046)</u>	<u>7,741,792</u>
Income before transfers	163,578	10,898,042
Transfers		
Transfers in	823	149,482
Transfers out	<u>(675,700)</u>	<u>(6,174,620)</u>
Total transfers	<u>(674,877)</u>	<u>(6,025,138)</u>
Change in net position	(511,299)	4,872,904
Total net position, beginning of year	<u>22,154,343</u>	<u>54,351,758</u>
Total net position, end of year	<u>\$ 21,643,044</u>	<u>\$ 59,224,662</u>

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

COUNTY OF OTTAWA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Business-type Activities Enterprise Fund	Governmental Activities
	Delinquent Tax Revolving Fund	Internal Service Funds
Cash flows from operating activities		
Cash received from interfund services provided	\$ -	\$ 39,896,777
Cash receipts from customers	133,104	-
Cash received from penalties and interest on delinquent taxes	510,878	-
Cash payments to suppliers for goods and services	(156,749)	(29,307,720)
Cash payments for self-funded insurance claims	-	(657,960)
Cash payments to employees for services	(149,516)	(4,244,506)
Purchase of delinquent tax rolls	6,223,664	-
Collection of delinquent tax rolls	(5,888,748)	-
Net cash provided by (used for) operating activities	<u>672,633</u>	<u>5,686,591</u>
Cash flows from noncapital financing activities		
Due from other funds	-	84,187
Transfers in from other funds	823	73,867
Transfers out to other funds	(675,700)	(6,054,539)
Net cash provided by (used for) noncapital financing activities	<u>(674,877)</u>	<u>(5,896,485)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	-	(1,900,199)
Proceeds from sale of equipment	-	160,667
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>(1,739,532)</u>
Cash flows from investing activities		
Purchase of investments	-	(37,418,761)
Interest on investments	160,022	1,353,789
Net change in the fair value of investments	(668,068)	-
Proceeds from sale of investments	-	39,446,593
Net cash provided by (used for) investing activities	<u>(508,046)</u>	<u>3,381,621</u>
Net increase (decrease) in cash and pooled investments	(510,290)	1,432,195
Cash and pooled investments, beginning of year	<u>18,740,385</u>	<u>18,345,548</u>
Cash and pooled investments, end of year	<u>\$ 18,230,095</u>	<u>\$ 19,777,743</u>

(Continued)

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

COUNTY OF OTTAWA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Reconciliation of operating income (loss) to net cash provided by (used for) operating activities		
Operating income (loss)	\$ 671,624	\$ 3,156,250
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		
Depreciation	-	2,097,538
Change in assets and liabilities not affecting cash provided by (used for) operating activities		
(Increase) decrease in receivables	(19,846)	21,112
(Increase) decrease in prepaid expenses	-	(372,031)
Increase (decrease) in unpaid claims liability	-	1,495,069
Increase (decrease) in accounts payable	20,615	(523,060)
Increase (decrease) in current portion of long-term debt	-	(50,166)
Increase (decrease) in due to other funds	-	(138,121)
Increase (decrease) in due to other governmental units	240	-
Net cash provided by (used for) operating activities	\$ 672,633	\$ 5,686,591
Noncash investing activities		
The change in fair value of investments for the internal service funds was \$6,362,990		
		(Concluded)

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

COUNTY OF OTTAWA
FIDUCIARY FUNDS
STATEMENT OF NET POSITION

SEPTEMBER 30, 2021
(with comparative totals at September 30, 2020)

	Other Post-Employment Benefit Plan		Custodial Funds	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Assets				
Cash and pooled investments	\$ 226,431	\$ 210,272	\$ 43,378,660	\$ 46,097,263
U.S. Government securities	1,034,590	855,000	-	-
Corporate bonds	855,734	897,680	-	-
Mutual funds				
Money market mutual funds	458,216	238,999	-	-
Fixed income	162,918	135,264	-	-
Domestic equity	1,768,684	1,352,105	-	-
Exchange traded	3,424,848	2,898,311	-	-
International equity	138,860	160,045	-	-
Receivables				
Accounts	-	-	-	19,666
Due from other governmental units	-	-	-	280,591
Total assets	<u>8,070,281</u>	<u>6,747,676</u>	<u>43,378,660</u>	<u>46,397,520</u>
Liabilities				
Due to other governmental units				
Due to State of Michigan	-	-	42,955,239	44,637,867
Fines and fees due to local libraries	-	-	210,865	236,602
Agency deposits	-	5,400	147,557	1,443,372
Total liabilities	<u>-</u>	<u>5,400</u>	<u>\$ 43,313,661</u>	<u>\$ 46,317,841</u>
Net position				
Restricted for:				
Inland Lakes	-	-	64,999	79,679
Inmates	-	-	-	-
Other post-employment benefits	8,070,281	6,742,276	-	-
Total Net Position	<u>\$ 8,070,281</u>	<u>\$ 6,742,276</u>	<u>\$ 64,999</u>	<u>\$ 79,679</u>

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

COUNTY OF OTTAWA

**FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	Other Post-Employment Benefit Plan		Custodial Funds	
	2021	2020	2021	2020
Additions				
Contributions				
Employer	\$ 78,291	\$ 211,557	\$ -	\$ -
Plan member	440,066	449,867	-	-
Investment income (loss)	1,373,586	602,108	553	2,062
Agency Deposits	-	-	72,144	26,580
Total additions	<u>1,891,943</u>	<u>1,263,532</u>	<u>72,697</u>	<u>28,642</u>
Deductions				
Administrative expense	69,740	73,483	-	-
Premiums	494,200	547,633	-	-
Agency Payments	-	-	87,377	104,192
Total deductions	<u>563,940</u>	<u>621,116</u>	<u>87,377</u>	<u>104,192</u>
Total net increase (decrease)	1,328,003	642,416	(14,680)	(75,550)
Net position, beginning of year	<u>6,742,278</u>	<u>6,099,862</u>	<u>79,679</u>	<u>155,229</u>
Net position, end of year	<u>\$ 8,070,281</u>	<u>\$ 6,742,278</u>	<u>\$ 64,999</u>	<u>\$ 79,679</u>

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

COUNTY OF OTTAWA
COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

	Ottawa County Road Commission	Ottawa County Central Dispatch Authority	Ottawa County Public Utilities System	Ottawa County Land Bank Authority	Ottawa County Office of the Water Resources Commissioner	Ottawa County Brownfield Redevelopment Authority	Ottawa County Economic Development Corporation	Total
Assets								
Current assets								
Cash and pooled investments	\$ 48,851,353	\$ 6,279,101	\$ 18,335,065	\$ 50,121	\$ 1,960,468	\$ 59,632	\$ 9,882	\$ 75,545,622
Taxes	3,876,679	-	-	-	-	-	-	3,876,679
Accounts	84,353	-	2,237,174	-	-	-	-	2,321,527
Due from other governments	2,833,910	495,933	-	-	561,131	59,108	-	3,950,082
Inventory of supplies	1,485,396	-	14,754	-	-	-	-	1,500,150
Prepaid items	270,241	241,375	-	-	-	-	-	511,616
Total current assets	57,401,932	7,016,409	20,586,993	50,121	2,521,599	118,740	9,882	87,705,676
Noncurrent assets								
Due from other governments	-	-	105,825,758	-	6,015,777	-	-	111,841,535
Notes receivable	-	-	-	-	-	102,537	-	102,537
Capital assets not being depreciated	3,800,900	-	-	-	-	-	-	3,800,900
Capital assets being depreciated, net	266,474,698	15,259,897	-	-	44,395,949	-	-	326,130,544
Total noncurrent assets	270,275,598	15,259,897	105,825,758	-	50,411,726	102,537	-	441,875,516
Total assets	327,677,530	22,276,306	126,412,751	50,121	52,933,325	221,277	9,882	529,581,192
Deferred outflows of resources								
Unamortized bond refunding costs	-	-	2,330,446	-	-	-	-	2,330,446
Deferred for pension/opeb plans	4,270,808	121,382	-	-	-	-	-	4,392,190
	4,270,808	121,382	2,330,446	-	-	-	-	6,722,636
Liabilities								
Current liabilities								
Accounts payable	5,527,128	415,786	2,348,713	-	526,066	42,871	-	8,860,564
Interest payable	-	-	935,046	-	46,256	-	-	981,302
Due to component units	-	-	263,142	-	-	-	-	263,142
Current portion of long-term debt	1,329,200	640,267	6,855,000	-	1,049,823	-	-	9,874,290
Advances from primary government	-	-	150,000	-	175,000	-	-	325,000
Advances from other governments	1,140,853	-	-	-	-	-	-	1,140,853
Unearned revenue	-	-	448,633	-	286,420	-	-	735,053
Total current liabilities	7,997,181	1,056,053	11,000,534	-	2,083,565	42,871	-	22,180,204
Noncurrent liabilities								
Noncurrent portion of long-term obligations	4,444,121	7,082,129	116,004,012	-	4,204,199	102,537	-	131,836,998
Net OPEB liability	2,220,987	-	-	-	-	-	-	2,220,987
Net pension liability	23,756,636	322,946	-	-	-	-	-	24,079,582
Total noncurrent liabilities	30,421,744	7,405,075	116,004,012	-	4,204,199	102,537	-	158,137,567
Total liabilities	38,418,925	8,461,128	127,004,546	-	6,287,764	145,408	-	180,317,771
Deferred inflows of resources								
Deferred for pension/opeb plans	1,518,220	-	-	-	-	-	-	1,518,220
Net position								
Net investment in capital assets	266,243,030	7,518,556	-	-	39,141,927	-	-	312,903,513
Restricted for								
Debt service	-	-	-	-	1,714,566	-	-	1,714,566
Capital projects	25,768,163	-	-	-	2,861,423	-	-	28,629,586
State of Michigan public act restrictions	-	-	-	-	-	-	-	-
Infrastructure maintenance	-	-	1,444,142	-	56,617	-	-	1,500,759
Unrestricted	-	6,418,004	294,509	50,121	2,871,028	75,869	9,882	9,719,413
Total net position	\$ 292,011,193	\$ 13,936,560	\$ 1,738,651	\$ 50,121	\$ 46,645,561	\$ 75,869	\$ 9,882	\$ 354,467,837

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

COUNTY OF OTTAWA

**COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue	
		Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
Component units					
Ottawa County Road Commission	\$30,772,725	\$11,022,480	\$ 32,957,861	\$ 7,658,792	\$ 20,866,408
Ottawa County Central Dispatch Authority	6,194,154	13,221	5,917,746	-	(263,187)
Ottawa County Public Utilities	23,682,339	23,954,890	-	-	272,551
Ottawa County Land Bank Authority	-	940	-	-	940
Ottawa County Office of the Water Resources Commissioner	3,646,285	-	-	7,278,339	3,632,054
Ottawa County Brownfield Redevelopment Authority	109,600	3,009	-	-	(106,591)
Ottawa County Economic Development Corporation	-	-	-	-	-
Total component units	64,405,103	34,994,540	38,875,607	14,937,131	24,402,175

(Continued)

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

COUNTY OF OTTAWA
COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Component Units							Total
	Ottawa County Road Commission	Ottawa County Central Dispatch Authority	Ottawa County Public Utilities System	Ottawa County Land Bank Authority	Ottawa County Office of the Water Resources Commissioner	Ottawa County Brownfield Redevelopment Authority	Ottawa County Economic Development Corporation	
Changes in net position								
Net (expense) revenue	\$ 20,866,408	\$ (263,187)	\$ 272,551	\$ 940	\$ 3,632,054	\$ (106,591)	\$ -	\$ 24,402,175
General revenues								
Property taxes, levied for general purposes	-	-	-	-	-	57,167	-	57,167
Grants and contributions not restricted to specific programs	-	-	-	-	-	50,099	-	50,099
Investment earnings	26,671	167,796	34,806	-	23,166	-	-	252,439
Gain from disposal of capital assets	168,143	-	-	-	-	-	-	168,143
Miscellaneous	58,878	-	-	-	-	-	-	58,878
Total general revenues	253,692	167,796	34,806	-	23,166	107,266	-	586,726
Change in net position	21,120,100	(95,391)	307,357	940	3,655,220	675	-	24,988,901
Net position, beginning of year	270,891,093	14,031,951	1,431,294	49,181	42,990,341	75,194	9,882	329,478,936
Net position, end of year	\$ 292,011,193	\$ 13,936,560	\$ 1,738,651	\$ 50,121	\$ 46,645,561	\$ 75,869	\$ 9,882	\$ 354,467,837

(Concluded)

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

NOTES TO THE FINANCIAL STATEMENTS

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Ottawa, Michigan (the "County") was incorporated in 1837 and covers an area of approximately 565 square miles with the County seat located in the City of Grand Haven. The County operates under an 11 member-elected Board of Commissioners (the "Board") and provides services to its estimated 296,200 residents in many areas including law enforcement, administration of justice, community enrichment and development and human services.

The financial statements of the County have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

Reporting entity

The accompanying financial statements present the County (the primary government) and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations, so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the County.

Blended and discretely presented component units are shown based on their year-end indicated below.

Blended component units

The Building Authority is governed by a three-member board appointed by the Ottawa County Board of Commissioners. Its sole purpose is to finance and construct the County's public buildings. It is reported in the appropriate fund categories of debt service and capital projects and has a September 30 year-end.

The Ottawa County, Michigan Insurance Authority ("OCIA") is a separate legal entity organized for the purpose of providing insurance coverage and risk management and related services to public entities in the County of Ottawa, Michigan pursuant to State of Michigan Act No. 36 of the Public Acts of 1988. The governing board consists of one appointed and four elected officials of the County and one appointed official from each other participating public entity. The County and the Building Authority are currently the only participating entities. The OCIA is reported in an internal service fund and has a September 30 year-end.

A separate report for the Building Authority and complete financial statements for the OCIA can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting entity (continued)

Discretely presented component units

The Ottawa County Road Commission (“Road Commission”) was established pursuant to the County Road Law (MCL 224.1). The governing board is appointed by the Ottawa County Board of Commissioners. It may not issue debt or levy a tax without the approval of the County Board of Commission. Road Commission property taxes are levied under the taxing authority of the County, as approved by the County electors, and are included as part of the County's total tax levy. The Road Commission has a September 30 year-end.

Complete financial statements for the Road Commission can be obtained from:

Finance Director, Ottawa County Road Commission
P.O. Box 7392
Grand Haven, MI 49417

The Ottawa County Central Dispatch Authority (“OCCDA”) is governed by an eight-member board with two members appointed by the Ottawa County Board of Commissioners. The OCCDA is fiscally dependent upon the County because it cannot levy taxes or issue bonded debt without approval of the Board. OCCDA property taxes are levied under the taxing authority of the County, as approved by the County electors, and are included as part of the County's total tax levy. Additionally, the economic resources of the OCCDA are almost entirely for the benefit of the Ottawa County residents and it would be misleading to exclude the activity. The OCCDA has a December 31 year-end.

Complete financial statements for the OCCDA can be obtained from:

Director, Ottawa County Central Dispatch Authority
12101 Stanton Street
West Olive, MI 49460

The Ottawa County Public Utilities System (“System”) is governed by a board appointed by the Ottawa County Board of Commissioners. The System deposits receipts with and invests through the County. It is fiscally dependent upon the County because the Board must approve debt issuances of Public Act 342 bonds. The System has a December 31 year-end.

Complete financial statements for the System can be obtained from:

Finance Director, Ottawa County Road Commission
P.O. Box 7392
Grand Haven, MI 49417

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting entity (continued)

Discretely presented component units (continued)

The Ottawa County Land Bank Authority (“Authority”) was established pursuant to the Michigan Land Bank Fast Track Act, 2003 P.A. 258, 124.751 and the intergovernmental agreement by and between the Michigan Land Bank Fast Track Authority and the Treasurer of the County of Ottawa. The governing board consists of the Treasurer of the County of Ottawa and eight additional members appointed by the Ottawa County Board of Commissioners. The Authority has the power to contract, to sue and be sued, to hold, manage and dispose of property, etc. Although funding for the Authority is designed to come from the eventual sale of properties, the County Board of Commission has enabled the Authority to borrow up to \$50,000 from the County’s Delinquent Tax Revolving fund as needed, interest free. The Authority has a September 30 year-end.

Complete financial statements for the Authority can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

The Ottawa County Office of the Water Resources Commissioner (“WR Commissioner”) manages the drainage districts established pursuant to the Drain Code of 1956 which are separate legal entities, with the power to contract, to sue and be sued, to hold, manage and dispose of real and personal property, etc. The WR Commissioner is considered to be a component unit of the County because the County has the ability to significantly influence operations and has accountability for fiscal matters, by formally approving the WR Commissioner’s budget and performing all financial management functions. The statutory drainage board of Chapter 20 drainage districts consists of the Water Resources Commissioner, the Chair of the County Board of Commissioners and one other member of the Board of Commissioners. The statutory drainage board of Chapter 6 and 21 drainage districts consists of the State Director of Agriculture and the Water Resources Commissioner of each county involved in the project. The Water Resources Commissioner has sole responsibility to administer the drainage districts established pursuant to Chapter 4 and 8 of the Drain Code. The drainage board or Water Resources Commissioner, on behalf of the drainage district, may issue debt and levy special assessments authorized by the Drain Code without the prior approval of the Board. The full faith and credit of the County may be pledged for the debt of the drainage district. The Office of the Water Resources Commissioner has a September 30 year-end.

Complete financial statements for the WR Commissioner can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting entity (continued)

Discretely presented component units (continued)

The Economic Development Corporation of the County of Ottawa (“EDC”) was established pursuant to the Economic Development Corporations Act (Act 338, Public Acts of 1974, as amended) and is a separate legal entity. The EDC’s governing board is appointed by the Ottawa County Board of Commissioners. The County was required to hold a public hearing and approve the bonds issued in 2011 in compliance with the Internal Revenue Code. Neither the EDC nor the County is obligated in any way for the payment of these bonds. The EDC has a September 30 year-end.

Complete financial statements for the EDC can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

The Ottawa County Brownfield Redevelopment Authority (the “BRA”) was established pursuant to the Brownfield Redevelopment Financing Act (Act 381, Public Acts of 1996, as amended) and is separate legal entity. The BRA’s governing board is appointed by the Ottawa County Board of Commissioners. The primary government appoints the voting majority and imposes its will through the approval of all BRA projects. The BRA has a September 30 year-end.

Complete financial statements for the BRA can be obtained from:

Fiscal Services Director, Ottawa County
12220 Fillmore Street
West Olive, MI 49460

Government-wide and fund financial statements

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

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide and fund financial statements

Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Indirect expenses* are charged based upon a County-wide cost allocation plan which allocates costs based upon the number of full time equivalents, number of transactions, and other pertinent information. *Program revenues* include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund statements. The fiduciary fund financial statements are reported using the *accrual basis of accounting* and the *economic resources measurement focus*. Revenues are recorded when earned and expenses are recorded when liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. After March 1 of the following year, the Delinquent Tax Revolving Fund pays the County for any real outstanding taxes as of that date. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Measurement focus, basis of accounting, and financial statement presentation

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, landfill closure costs and compensated absences are recorded only when payment is due.

Intergovernmental revenue, charges for services, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. The County considers these to be available if received within 180 days of year-end. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement focus, basis of accounting, and financial statement presentation (continued)

The County reports the following major governmental funds:

General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. With the implementation of GASB Statement No.54, *Fund Balance Reporting and Governmental Fund Type Definitions*, certain funds which had been special revenue funds have been combined with the general fund. These funds include:

Solid Waste Clean-Up Fund (2271) – This fund was established to account for monies received from settlement of a claim. The monies are mainly used for the clean-up of the Southwest Ottawa Landfill.

Infrastructure Fund (2444) – This fund was established by the County Board to provide financial assistance to local units of government for water, sewer, road and bridge projects that are especially unique, non-routine, and out-of-the ordinary.

Stabilization Fund (2570) – This fund was established to assure the continued solid financial condition of the County in case of emergency.

DBDC Fund (2970) – This fund is used to account for the property tax revenue committed by the Board of Commissioners to pay the unfunded liability for the Municipal Employees Defined Benefit Retirement Plan.

Community Mental Health Fund (2220) – This fund is used to account for monies to provide mental health services within the County. Monies are provided by federal, state and county appropriations, contributions and charges for services.

American Rescue Plan Act (ARPA) Fund (2860) – The American Rescue Plan Act of 2021 (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) to provide state, local and Tribal governments with the resources needed to respond to the COVID-19 pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. Funds are provided and allocated through federal legislation via the Department of Treasury. This fund is used to account for those monies.

The County reports the following major proprietary fund:

Delinquent Tax Revolving Fund (5160) – This Enterprise Fund is used to pay each local governmental unit, including the County general fund, the respective amount of delinquent taxes not collected as of March 1 of each year. Financing is provided by subsequent collection of delinquent property taxes by the County Treasurer.

The County also reports the following fund types:

Special Revenue Funds account for revenue from specific revenue sources (other than fiduciary or major capital projects) and related expenditures which are restricted for specific purposes by administrative action or law.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement focus, basis of accounting, and financial statement presentation (continued)

The **Debt Service Fund** accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Capital Projects Funds accounts for construction projects performed on existing County facilities, the purchase of capital equipment and for the construction of County buildings.

Internal Service Funds account for data processing, equipment purchases, and insurance coverage provided to County departments on a cost reimbursement basis.

The **OPEB Trust Fund** is used to account for the activity of the County's other post-employment benefit program.

Custodial Funds account for assets held for the benefit of external organizations and individuals including other governments. The majority of the balances in the custodial funds represent payments collected on behalf of the State of Michigan and other governmental agencies.

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 delinquent tax revolving enterprise fund are interest and penalties on delinquent taxes. The principal operating revenues of the County's internal service funds are charges to County departments for equipment amortization, employee benefit programs and insurance coverage. Operating expenses for the enterprise fund include costs associated with the collection of delinquent taxes and rent payments for certain County facilities designed to pay the debt obligations of the related bond issue. Operating expenses for the internal service funds include the cost of services (including premiums and claims), administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, liabilities, and net position or equity

Cash and pooled investments

For purposes of the statement of cash flows, the County considers all assets held in the cash and investment pool to be cash equivalents because the investments are not identifiable to specific funds and the assets can be withdrawn at any time, similar to a demand deposit account. The investments of the County investment pool consist primarily of U.S. treasuries, U.S. government agency securities, commercial paper, certificates of deposit, local government investment pools, and mutual funds.

Investments of the Insurance Authority and other post-employment benefit plan trust also consist of government and corporate debt and equity securities. All investments are recorded at fair value.

Receivables, payables, and due from other governments

During the course of operations, numerous transactions occur between individual funds and/or between the primary government and component units for goods provided or services rendered. These receivables and payables are classified as "due from other funds/component units" or "due to other funds/

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Receivables, payables, and due from other governments (continued)

component units" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables".

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Other accounts receivable is shown net of the allowance for estimated uncollectible. For the mental health fund receivables, an allowance of \$173,596 has been established. For the jail and inmate housing receivable and various other receivables an allowance of \$283,320 has been established. The health fund receivables also has an allowance of \$21,917.

Property taxes

Property taxes for general County operations are levied as of July 1 (lien date) on property values assessed as of the same date. Property taxes for Parks and Recreation, Community Mental Health, the OCCDA, the Road Commission and Cities are levied December 1 (lien date) on property values assessed as of the same date. The taxes levied July 1 are due on September 14 and taxes levied December 1 are due on February 14 of the following year. After the due dates, the applicable property is subject to penalties and interest.

Advances to other funds

Noncurrent portions of long-term interfund loans receivable in governmental funds are reported as advances and are offset by non-spendable fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

Inventories and prepaids

Inventories are valued at cost on the first-in / first-out (FIFO) method. Inventories are recorded as expenditures when consumed rather than when purchased. Payments made to vendors for services that will benefit periods beyond a fund's fiscal year-end are recorded as prepaid in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed rather than when purchased.

Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column in the government-wide financial statements. For the County, infrastructure exists in the Road Commission and the Office of the Water Resources Commissioner component units. The capitalization threshold ranges from \$1,000 - \$25,000. Capital assets are defined by the primary government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exists. Donated capital assets are valued at acquisition value (the amount that would

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Capital assets (continued)

be paid to acquire an asset with an equivalent potential in an ordinary market transaction) on the date received. The amount reported for infrastructure includes assets acquired or constructed since 1980. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

No interest expense has been incurred or capitalized on capital assets reported in proprietary funds. Depreciation of the capital assets (including infrastructure) of the primary government, as well as the component units, is computed using the straight-line method over the estimated useful lives.

	Years
Land improvements	25
Buildings and improvements	25 - 50
Office furniture and equipment	3 - 20
Vehicles	3 - 10
Infrastructure	30

Self-insurance claims incurred but not reported

At September 30, 2021 the County had several Internal Service funds which account for various uninsured risks. The County is self-insured up to certain limits, which vary by type of risk, and purchases reinsurance to cover claims in excess of those limits. The County records estimates of self-insurance claims incurred but not reported as of September 30 based on historical trend information, claims reported subsequent to year-end, actuarial valuations and/or professional judgment. Such estimates are included in accounts payable.

Compensated absences

Substantially all County employees are granted vacation and sick leave in varying amounts based on length of service. Vacation pay is fully vested when earned and accrued in the government-wide financial statements. Employees are granted varying amounts of sick days annually and may accumulate up to various maximums. Unused sick leave accumulated under the current plan is forfeited upon termination or retirement. Therefore, no liability for unpaid accumulated sick leave is recorded. All employees except judges and elected officials are covered under short and long-term disability benefits if an illness lasts longer than 10 working days or six months, respectively.

Employees who accumulated sick days under the County's prior sick leave policy before moving into the current plan have been allowed to bank up to 120 hours of their sick days accumulated under the prior plan in a holding account at the pay rate in effect when they entered the current plan. Employees' accounts earn interest annually at the average rate earned by the County Treasurer. Eligible employees with at least ten years of continuous service are paid for banked sick days in full upon death or retirement and at the rate of 50% of accumulated benefits upon termination for reasons other than death or retirement.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Compensated absences (continued)

A liability for this amount is accrued and reported in the government-wide financial statements. The County estimates that the maximum liability for unpaid and unused sick leave would be \$36,208 at September 30, 2021 if all employees who accumulated sick leave under the prior plan retired. Only the portion of this liability that has matured is recognized as a current liability. The liability for this balance is recorded in the internal service funds. The County has fully funded its vacation pay liability. The vacation pay expenditure/expense was recorded in each fund, and this amount was recorded in the compensated absence internal service fund.

Under the Road Commission's personnel policy and contracts negotiated with employee groups, individual employees have a vested right to receive payments for unused vacation and sick leave under formulas and conditions specified in the policy and contracts. Accumulated leave of the General Fund is recorded on the statement of net position.

The OCCDA's personnel policy and employment agreements provide employees a vested right to receive payments for unused vacation leave under formulas and conditions specified in the policy and agreements. Accumulated leave of the General Fund is recorded on the statement of net position.

Employee retirement plans

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 Municipal Employees Retirement System (MERS) of Michigan and additions to/deductions from MERS' fiduciary net position have been determined on the same basis as they are reported by MERS. 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.

Long-term obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, the long-term debt and other long-term obligations are reported as liabilities in the governmental activities, business-type activities, or proprietary fund type statement of net position. Bonds payable are reported including bond premiums or net of discounts.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued 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 expense regardless of fund or activity.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Restricted net position

Under Act 30, Public Acts of 1978, the use of the fund balance of the Stabilization Fund (consolidated with the General Fund) is restricted to 1) cover a deficit, 2) prevent a reduction in the level of public services or number of employees in the current or next fiscal year, or 3) cover expenses arising from a natural disaster.

Fund equity

The County implemented the provisions of GASB Statement No.54, *Fund Balance Reporting and Governmental Fund Type Definitions*, in the 2011 financial statements. GASB 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

In the fund financial statements, governmental funds report fund balance in five categories:

1. Nonspendable fund balance cannot be spent because it is either a) not in spendable form or b) legally or contractually required to be maintained intact.
2. Restricted fund balance can only be spent for specific purposes due to a) externally imposed by grantors, creditors, and contributors, of laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.
3. Committed fund balance can only be spent for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. The Board is the highest level of decision-making authority for the government that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.
4. Assigned fund balance is constrained by the government's intent to be used for specific purposes but has not been formally committed by Board action or restricted in any way. Through the County's fund balance policy, the Board has delegated the authority to assign fund balance to the County Administrator.
5. Unassigned fund balance is the residual classification for the General Fund. Except for funds with negative fund balance, only the General Fund has unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it is the County's policy to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the County's policy that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

In addition, it is the County's policy to maintain a fund balance in the General Fund of not less than 10% and not more than 15% of the most recently audited General Fund expenditures and transfers out for cash flow and flexibility purposes. Such assignments cannot exceed the available (spendable, unrestricted, uncommitted) fund balance in any particular fund.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Fund equity (continued)

Details on the County's fund balance amounts follow:

	General	Community Mental Health	Nonmajor Governmental Funds	Total
Nonspendable:				
Inventory and prepaid expenditures	\$ 209,547	\$ 3,623	\$ 328,616	\$ 541,786
Long-term advances to component units	325,000	-	-	325,000
Total Nonspendable	\$ 534,547	\$ 3,623	\$ 328,616	\$ 866,786
Restricted:				
Special Millage				
Parks and Recreation millage - Fund 2081	\$ -	\$ -	\$ 3,128,833	\$ 3,128,833
CMH Millage - Fund 2221	-	-	3,675,478	3,675,478
Donations:				
Canines	1,090	-	-	1,090
Circuit Court Learning Center	13,212	-	-	13,212
Dive Team	1,075	-	-	1,075
HAZMAT	17,521	-	-	17,521
Non-motorized Pathways	24,271	-	-	24,271
Spoonville Trail	26,587	-	-	26,587
Sheriff Honor Guard	1,272	-	-	1,272
Sheriff Monument	10,352	-	-	10,352
Sheriff Victim's Advocates	9,371	-	-	9,371
DEI Office Donations	20,000	-	-	20,000
Pathways to Better Health - Fund 2210	-	-	528,824	528,824
Grants:				
IRS Asset Forfeiture - Fund 2620	-	-	9,634	9,634
Marriage Counseling	155,111	-	-	155,111
Road Salt Management	2,008	-	-	2,008
Sheriff Training	21,959	-	-	21,959
Community Mental Health - Fund 2220	-	25,388	-	25,388
Substance Use Disorder - Fund 1010 & 2225	-	-	224,989	224,989
Other Governmental Grants - Fund 2180	-	-	198,168	198,168
State of Michigan Public Act Restrictions:				
Jail Booking Fees	84,800	-	-	84,800
Stabilization - Fund 2570	9,255,217	-	-	9,255,217
Concealed Pistol Licensing - Fund 2631	-	-	345,801	345,801
Homestead Property Tax - Fund 2550	-	-	47,774	47,774
Register of Deeds Technology - Fund 2560	-	-	1,079,280	1,079,280
In Lieu of Petition	18,604	-	-	18,604
Total Restricted	\$ 9,662,450	\$ 25,388	\$ 9,238,781	\$ 18,926,619

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, liabilities, and net position or equity (continued)

Fund equity (continued)

	General	Community Mental Health	Nonmajor Governmental Funds	Total
Committed				
Aerial Survey	\$ 207,746	\$ -	\$ -	\$ 207,746
Infrastructure - Fund 2444	514,156	-	-	514,156
Innovation Fund	668,868	-	-	668,868
Mental Health Programs	581,275	-	-	581,275
Red Pine Timber Sales	167,909	-	-	167,909
Solid Waste Clean-Up - Fund 2271	1,609,816	-	-	1,609,816
Substance Abuse	799,480	-	-	799,480
Technology Improvements	503,310	-	-	503,310
Voting Machines	263,233	-	-	263,233
Defined Benefit Retirement Plan Closure Fund 2970	1,536,233	-	-	1,536,233
Capital Improvement - Fund 4020/4080	-	-	4,874,745	4,874,745
Building Authority - Fund 4690	-	-	1,120,601	1,120,601
Farmland Preservation - Fund 2340	-	-	13,389	13,389
Board Initiatives	7,650,482	-	-	7,650,482
Total Committed	\$ 14,502,508	\$ -	\$ 6,008,735	\$ 20,511,243
Assigned				
4 C Program	\$ 147,469	\$ -	\$ -	\$ 147,469
Community Corrections	106,695	-	-	106,695
M231 Race	20,554	-	-	20,554
Memorial Garden	1,302	-	-	1,302
Planning Commission	134,888	-	-	134,888
Strategic Planning Consultant Fees	250	-	-	250
Succeeding Year's Budget Deficit	1,000,000	-	-	1,000,000
Technology Forum	6,266	-	-	6,266
Child Care - Fund 2920	-	-	1,384,346	1,384,346
Health - Fund 2210	-	-	2,967,025	2,967,025
Landfill Tipping Fees - Fund 2272	-	-	964,834	964,834
Sheriff Contracts - Fund 2630	-	-	265,335	265,335
Department of Health & Human Services - Fund 2901	-	-	1,634	1,634
Total Assigned	\$ 1,417,424	\$ -	\$ 5,583,174	\$ 7,000,598

Comparative data

Presentation of comparative total data for the prior year have been presented when available in order to provide an understanding of the changes in the financial position and operations of these funds.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary information

The General, Special Revenue, Debt Service, and Capital Projects funds are under formal budgetary control. Formal budgetary integration is used as a management control device during the year for governmental funds. While formal budget integration is not used for other funds, informational summaries are prepared and presented to the Board for consideration for internal service and proprietary fund types. 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. Budgets, as presented for these funds in the accompanying financial statements, were prepared on the modified accrual basis of accounting.

The Fiscal Services Director presents the budget requests for the succeeding fiscal year to the County Administrator in July. The County Administrator, Fiscal Services Director and Assistant Fiscal Services Director meet with department heads and elected officials during July to review and discuss the requested revenue and expenditures levels. A proposed budget with balancing options for all funds is presented to the Finance Committee in August, then made available to the public to review. A public hearing and formal budget presentation is held at the first board meeting in September to provide any county resident with the opportunity to discuss the budget with the Board prior to approval. The budget, and an appropriation ordinance implementing it, is approved by the Finance Committee and forwarded to the Board for approval at the last Board meeting in September.

Budgetary control over expenditures is maintained on a departmental basis, which is the legal level of control. Expenditures may not legally exceed budgeted amounts and certain Special Revenue fund expenditures must be in accordance with the respective agreements with Federal and State grantor agencies. All budget appropriations lapse at the end of each fiscal year unless specific Board action is taken.

Budgets for the current year are continually reviewed for any required revisions of original estimates. Proposed increases or reductions in appropriations may not be made without review by the Finance Committee and approval by the Board, with certain exceptions. The Board has delegated authority to the County Administrator to approve budget transfers between departments within a fund if the amount to be transferred does not exceed \$50,000. The Board amends the general appropriation act as soon as it becomes apparent this action is necessary. The budgetary information as presented herein has been amended by official actions of the Board.

Excess of expenditures over appropriations

During the year ended September 30, 2021, the County incurred the following expenditures in budgetary funds which were in excess of the amounts appropriated:

	Final Budget	Actual	Variance
Farmland Preservation	911,499	914,082	(2,583)

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS

Primary government

Deposit and investment balances at year-end are as follows:

	Primary Government	Component Units	Fiduciary Funds	Total
Statement of net position				
Cash and pooled investments	\$131,920,585	\$ 75,545,622	\$ 43,605,088	\$251,071,295
Investments	52,933,830	-	7,843,850	60,777,680
Total	184,854,415	75,545,622	51,448,938	311,848,975
Separate disclosure				
Ottawa County Road Commission	-	(48,851,353)		(48,851,353)
Ottawa County Central Dispatch Authority	-	(6,279,101)	-	(6,279,101)
Ottawa County Other Post- Employment Benefit Plan	-	-	(7,843,850)	(7,843,850)
Ottawa County Insurance Authority	(53,727,912)	-	-	(53,727,912)
Ottawa County Public Utilities System	-	(18,335,065)	-	(18,335,065)
Balance	\$131,126,503	\$ 2,080,103	\$ 43,605,088	\$176,811,694
Cash on hand				\$ 17,370
Deposits				137,997,908
Investments				38,796,416
Total				\$ 176,811,694

Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that, in the event of bank failure, the County's deposits may not be returned. It is County policy to review and verify a bank's credit worthiness through a system of ratio analysis and from information provided by several third party sources. The County policy also places maximum limits on percent of portfolio, per issuer and duration. The County places concentration limits on banks based on bank size and credit worthiness analysis. As of September 30, 2021, the County's bank balance (including certificates of deposit) was \$124,994,952 and of that \$122,535,352 was uninsured and uncollateralized.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Investments

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

The County has the following recurring fair value measurements as of September 30, 2021:

- The Ottawa County Investment Pool investments are valued using either quoted market prices (Level 1 inputs) or a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investment fund/pool (Level 2 inputs).
- The County does not have any investments which are valued based on significant unobservable inputs (Level 3 inputs).

Michigan statutes authorize the County to invest in bonds, other direct obligations and repurchase agreements of the United States, certificates of deposit, savings accounts, deposit accounts or receipts of a bank which is a member of the FDIC, commercial paper, bankers' acceptances of United States banks, obligations of the State of Michigan and its political subdivisions, external investment pools, and certain mutual funds. The County's investment policy, last amended in January of 2014, allows for all of these types of investments.

The County chooses to disclose its investments by weighted average maturity. As of September 30, 2021, the County had the following investments:

As of September 30, 2021 the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Moody's or S&P Rating</u>	<u>Weighted Avg Maturity (year)</u>	<u>Level</u>
MiClass	\$ 297,685	AAAm	N/A	2
Agency - FFCB	1,023,660	Aaa	2.3397	2
Agency - FHLB	6,993,984	Aaa	2.3918	2
Agency - FHLMC	2,990,470	AA+ & Aaa	3.3397	2
Agency - FNMA	1,033,210	Aaa	3	2
Municipal Bond	10,009,842	AA+, AA, AA-, Aa1, Aa2, Aaa	1.8548	2
Treasury Notes	16,447,565	Aaa	2.1699	2
	<u>\$ 38,796,416</u>			

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Primary Government (continued)

Custodial Credit Risk – Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy requires that investment securities be held in third-party safekeeping by an institution designated as primary agent. To reduce custodial risk further, the County's investment policy requires that all trades of marketable securities be executed by delivery versus payment to ensure that securities are deposited in an eligible financial institution prior to the release of funds. As of September 30, 2021, the County's investments in treasuries, U.S. government agency securities, marketable CDs and municipal bonds were held in third-party safekeeping in the County's name. The \$297,685 MiClass investment listed in the Ottawa County Investments as of September 30, 2021 is a pooled account similar to a mutual fund for which the County's custodial credit risk exposure cannot be determined because the investment does not consist of specifically identifiable securities.

Credit Risk. State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations with a maximum maturity of 270 days. The County's investment policy further limits its investment choices by limiting the maturity to A-1 270 days. The County's investment policy is silent on the use of rated vs. unrated money market funds. In addition, there is no rating level requirement for those money market funds that are rated. Investment ratings are identified in the chart on the previous page.

Concentration of Credit Risk. The County's investment policy specifies a plan to diversify and set concentration limits to further manage credit risk. The policy sets maximum percentages of the pooled portfolio by investment type with additional maximums by issuer. A minimum of 15% is to be invested in U.S. Treasuries. The policy sets a maximum of 50% in U.S. agencies with a maximum of 20% in any one issuer. Certificates of deposit have a 50% maximum with concentration limits set at 5% of the issuer's net worth. Investment balances by investment type are identified in the chart on the previous page.

Interest Rate Risk. The County does have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The policy sets the maximum maturity by specific type of security and by specific issuer with the maximum of 10 years. The weighted average maturity of each type of investment are identified in the chart on the previous page.

Foreign Currency Risk. The County's investment policy is silent regarding foreign currency risk. Management believes the County's exposure to foreign currency risk is immaterial.

Ottawa County Other Post-Employment Benefit Plan ("OPEB Plan")

The Ottawa County Other Post-Employment Benefit Plan can utilize all investment options allowed for the County as well as equity, corporate securities, and foreign investment. The OPEB Plan held the following investments as of September 30, 2021:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Other Post-Employment Benefit Plan (“OPEB Plan”)

OPEB PLAN HOLDINGS AS OF:	September 30, 2021				
	Market Value	Investment Maturities (fair value by years)			
	(Fair Value)	Less than 1	1-5	6-10	over 10
Corporate Bonds	\$ 855,734	\$ 76,450	\$ 649,730	\$ 129,554	\$ -
US Gov't Notes & Bonds	1,034,590	-	587,995	446,595	-
Total Gov't Notes & Bonds	\$ 1,890,324	\$ 76,450	\$ 1,237,725	\$ 576,149	\$ -
Mutual Funds					
Exchange Traded Fds-Equity	\$ 3,424,848				
MF-Equity	1,768,684				
MF-Equity Intl	138,860				
MF-Fixed Income	162,918				
MM Funds-Taxable	458,216				
Total Mutual Funds	\$ 5,953,526				
Total held by OPEB	\$ 7,843,850				
Outstanding Deposit/Withdrawal					
TOTAL	\$ 7,843,850				

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the \$7,843,850 of investments, the County has custodial credit risk of \$1,890,324 because the related securities are uninsured, unregistered and held by the government’s brokerage firm which is also the counterparty for these particular securities. Of the above investments, \$5,953,526 is invested in mutual funds for which the County’s custodial credit risk exposure cannot be determined because the mutual funds do not consist of specifically identifiable securities.

Credit Risk. At September 30, 2021, U.S. Government Notes & Bonds, Corporate Bonds and Mutual Fund-Fixed Income were rated by Standard & Poors as follows:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Other Post-Employment Benefit Plan (OPEB Plan) (continued)

OPEB RATED INVESTMENTS	
S&P Rating	Market Value (Fair Value)
AAA	\$ -
AA, AA-, AA+	\$ 1,299,973
A, A-, A+	\$ 285,157
BBB, BBB-, BBB+	\$ 468,112
Total Rated Inv	\$ 2,053,242

Concentration of Credit Risk. The County's investment policy for the OPEB Plan provides for no more than 50% fixed income securities, 70% equities, 20% international securities, 15% commodities and 50% cash and equivalents. Investments at year-end comply with policy.

Foreign Currency Risk. The County's investment policy is silent regarding foreign currency risk. The OPEB Plan has mutual funds with a fair value of \$138,860 containing international equities involving numerous currencies. Management believes the County's exposure to foreign currency risk from these equities is immaterial.

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

The OPEB Plan has the following recurring fair value measurements as of September 30, 2021:

- The money market accounts, fixed income, domestic equity, exchange traded, and equity mutual funds are valued using quoted market prices (Level 1 inputs).
- The US Government Notes & Bonds and Corporate Bonds are valued based on significant other observable inputs (Level 2 inputs).
- The OPEB Plan had no investments which are valued based on significant unobservable inputs (Level 3 inputs).

Blended Component Units

Ottawa County Insurance Authority ("OCIA")

The OCIA's investments, including its cash and cash equivalents, are held in a trust account at local banks. Public Act 218 of 1956 (the Insurance Code of 1956) establishes asset requirements for domestic insurers. Qualified assets as defined thereunder include investments in domestic and foreign stocks, bonds, and

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (“OCIA”)

other indebtedness of solvent corporations as approved by the insurer’s governing body entrusted with its investments, subject to certain percentage of portfolio limitations. Generally, the statute does not prohibit investments in any asset otherwise permitted to be held by any other person or corporation under Michigan laws. All of the OCIA’s investments comply with State statutes.

Custodial Credit Risk. The OCIA’s cash and cash equivalents are money market funds that amounted to \$805,502 at September 30, 2021, before considering any outstanding checks. The money market funds are rated AAAM by S&P and are not subject to custodial risk categorization because they are not evidenced by a specific security. At September 30, 2021, the OCIA did not have any custodial credit risk on its remaining investments.

The cost and estimated fair values of unrestricted investments in debt securities and mutual funds at September 30, 2021 are summarized as follows:

	Cost	Unrealized		Fair Value
		Gains	Losses	
Debt securities				
Federal agency mortgage-backed	\$ 56,982	\$ 240	\$ -	\$ 57,222
Federal agency collateralized mortgage obligation	83,950	-	1,202	82,748
Federal agency notes	299,883	391	-	300,274
U.S. Treasury notes	463,482	-	2,882	460,600
Asset-backed securities	1,724,790	10,939	-	1,735,729
Commercial paper	549,431	539	-	549,970
Corporate notes	4,761,616	95,713	-	4,857,329
Land	747,366	-	-	747,366
Mutual funds				
Bond	9,773,182	17,619	-	9,790,801
Equity	6,314,018	1,511,145	-	7,825,163
Other	1,775,573	113,844	-	1,889,417
Exchange-traded funds				
Bond	850,041	8,083	-	858,124
Equity	16,480,673	2,201,186	-	18,681,859
Total	\$ 43,880,987	\$ 3,959,699	\$ 4,084	\$ 47,836,602

The calculation of realized gains and losses is independent of the calculation of net change in the fair value of investments. Unrealized gains and losses on investments sold in the current year that had been held for more than one year were included in the net change reported in the current and prior years.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (OCIA) (continued)

Interest Rate Risk. The OCIA does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The OCIA had the following investments and maturities in debt securities (none of which were callable) as of September 30, 2021:

	Cost	Fair Value	Investment Maturities (fair value by year)			
			Less than 1	1-5	6-10	Over 10
Federal agency mortgage-backed	\$ 56,982	\$ 57,222	\$ -	\$ -	\$ 57,222	\$ -
Federal agency collateralized mortgage obligation	83,950	82,748	82,748	-	-	-
Federal agency notes	299,883	300,274	300,274	-	-	-
U.S. Treasury notes	463,482	460,600	-	460,600	-	-
Asset-backed	1,724,790	1,735,729	-	1,347,117	388,612	-
Mutual funds - bonds	9,773,182	9,790,801	-	-	9,790,801	-
Exchange-traded - bonds	850,041	858,124	-	-	858,124	-
Commercial paper	549,431	549,970	549,970	-	-	-
Corporate notes	4,761,616	4,857,329	304,515	4,148,711	404,103	-
Total	\$ 18,563,357	\$ 18,692,797	\$ 1,237,507	\$ 5,956,428	\$ 11,498,862	\$ -

Credit Risk. Credit risk is the risk that an issuer or other counter-party to an investment will not fulfill its obligation. The OCIA's investment policy prohibits investments in notes or bonds rated below investment grade. As of September 30, 2021, the OCIA's investments in federal agency mortgage-backed securities, federal agency collateralized mortgage obligations, federal agency notes, U.S. Treasury notes, and asset-backed securities were rated AAA by Moody's. Bond mutual funds of \$2,483,893 and \$7,306,908 were rated three stars and four stars, respectively, by Morningstar. Exchange-traded bond funds of \$334,040 and \$524,084 were rated 3 stars and two stars, respectively, by Morning Star. The OCIA's investments in corporate notes were rated by Moody's as follows (unless otherwise noted):

Rating	Fair Value
AAA	\$ 197,058
AA3	-
AA2	149,156
AA1	197,602
A3	760,357
A2	1,713,731
A1	994,197
BAA2	349,641
BAA1	444,653
BAA3	50,934
	<u>\$ 4,857,329</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (OCIA) (continued)

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the OCIA's investment in a single issuer. The OCIA's investment policy stipulates that investment managers may not invest more than 5% of the domestic equity, international equity or fixed income portfolio assets in the securities of one issuer at time of purchase, nor in more than 5% of the outstanding securities of one issuer. Excluding U.S. government guaranteed investments, mutual funds, and pooled investments, the OCIA had no investment in a single issuer that exceeded 5% of total investments at September 30, 2021.

Foreign Currency Risk. Foreign currency risk is the risk that changes in the exchange rates will adversely affect the fair value of an investment or deposit. The OCIA's investment policy permits investing in foreign publicly held stocks, mutual funds, ETFs and other pooled investments. At September 30, 2021, the OCIA had International Equity mutual funds with a total fair market value of \$5,488,671 and international equity exchange traded funds with a total fair market value of \$2,889,021.

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

The OCIA has the following recurring fair value measurements as of September 30, 2021:

- The money market accounts, bond mutual funds, and equity mutual funds are valued using quoted market prices (Level 1 inputs).
- The debt securities are valued using a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investments fund/pool (Level 2 inputs).
- The OCIA investments in real estate are valued based on significant unobservable inputs (Level 3 inputs).

Restricted Investments

In 1998, to comply with Michigan Insurance Bureau regulations, the OCIA transferred certain investments – i.e., U.S. Treasury Notes – to the Michigan Department of Treasury as security for the benefit of the OCIA's policyholders. As these investments mature, they are replaced with comparable investments to maintain a face value balance of \$5.0 million. Such investments held by the State Treasurer as of September 30, 2021, are as summarized below:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Insurance Authority (OCIA) (continued)

Description	Maturity Date	Interest Rate	Face Value	Fair Value	
				2021	2020
U.S. Treasury Notes	5/15/2021	3.125%	\$ 445,000	\$ -	\$ 453,310
U.S. Treasury Notes	8/31/2021	2.000%	470,000	-	478,000
U.S. Treasury Notes	10/31/2021	1.250%	440,000	440,407	445,298
U.S. Treasury Notes	11/15/2021	2.000%	340,000	340,804	347,093
U.S. Treasury Notes	4/30/2022	1.875%	1,000,000	1,010,498	1,027,477
U.S. Treasury Notes	12/31/2022	2.125%	1,360,000	1,393,474	1,420,663
U.S. Treasury Notes	5/31/2023	1.625%	1,390,000	1,422,362	982,215
U.S. Treasury Notes	6/30/2024	2.000%	470,000	489,683	-
				<u>\$ 5,097,228</u>	<u>\$ 5,154,056</u>

Discretely Presented Component Units

Ottawa County Road Commission (“Road Commission”)

The Road Commission reported cash and pooled investments of \$48,851,353 at September 30, 2021. All cash and pooled investment accounts are managed by the Ottawa County Treasurer in the name of the Road Commission. The balance consisted of the following:

	Cash and Investments
Governmental fund	
Deposits	\$27,243,797
Investments	<u>21,607,556</u>
Total	<u>\$48,851,353</u>

Deposits

The deposits are in financial institutions located in Michigan in varying amounts. State law and Ottawa County policy limits the Road Commission’s investing options to financial institutions located in Michigan. All accounts are in the name of the Road Commission. They are recorded in Road Commission records at fair value. Interest is recorded when earned.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Road Commission (“Road Commission”) (continued)

Deposit risk

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Commission’s deposits may not be returned. State law does not require, and Ottawa County does not have, a policy for deposit custodial credit risk. As of year-end, \$27,513,937 of the Road Commission’s bank balance of \$27,763,937 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

Investments

The Road Commission chooses to disclose its investments by specifically identifying each. As of year-end, the Commission had the following investment:

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
MBIA Michigan Class	N/A	\$21,607,556	AAAm	S&P

Investment risk

Interest Rate Risk. State law and Ottawa County policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. Ottawa County’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 maturity date for each investment is identified above for investments held at year-end. There is no stated maturity date for the Road Commission’s investment in MBIA Michigan Class identified above.

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

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Road Commission 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 Ottawa County does not have, a policy for investment custodial credit risk. Of the above investments in MBIA Michigan Class, the Road Commission’s custodial credit risk exposure cannot be determined because the investment fund does not consist of specifically identifiable securities.

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

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Road Commission (“Road Commission”) (continued)

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

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

- The Road Commission does not have any investments valued using quoted market prices (Level 1 inputs).
- The MBIA Michigan Class investment is valued using a pricing model utilizing observable fair value measures of fund investments and other observable inputs to determining the fair value of the securities making up the investment fund (Level 2 inputs).
- The Road Commission does not have any investments that report fair value based on significant unobservable inputs (Level 3 inputs).

Ottawa County Central Dispatch Authority (“OCCDA”)

OCCDA reported cash and pooled investments of \$6,279,101 at December 31 2020. The balance consisted of the following:

Deposits	\$1,728,239
Investments	4,550,762
Petty cash	<u>100</u>
Total	<u>\$6,279,101</u>

Deposits

The deposits are in financial institutions located in Michigan. State policy limits the OCCDA’s investing options to financial institutions located in Michigan. All accounts are in the name of the OCCDA. They are recorded in OCCDA records at fair value. Interest is recorded when earned.

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the OCCDA’s deposits may not be returned. State law does not require, and the OCCDA does not have, a policy for deposit custodial credit risk. As of year-end, \$1,021,871 of the OCCDA’s bank balance of \$1,771,871 was uninsured and uncollateralized.

Investments

The OCCDA chooses to disclose its investments by specifically identifying each. As of year-end, the OCCDA had the following investments:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Central Dispatch Authority (“OCCDA”) (continued)

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
Michigan CLASS pool	n/a	\$ 3,600	AAAm	S&P
Federated govt. obligations				
money market fund	n/a	599,681	AAAm	S&P
Dreyfus govt. money market fund	n/a	41,732	Aaa	Moody's
HSBC USA Inc commercial paper	02/04/21	751,942	A2	S&P
Asset backed securities:				
Uniform MBS pool	06/01/23	159,695	Unrated	
FNMA 2.00%	06/25/39	44,581	Unrated	
FHLMC 3.00%	07/15/39	117,062	Unrated	
GNMA 3.00%	07/16/40	105,472	Unrated	
FNMA 3.00%	03/25/42	70,763	Unrated	
FNMA 2.00%	12/25/42	57,241	Unrated	
FNMA 3.00%	03/25/44	201,998	Unrated	
FHLMC 2.00%	10/15/46	97,205	Unrated	
GNMA 2.50%	03/20/47	73,772	Unrated	
GNMA 2.25%	03/20/47	76,593	Unrated	
FHLMC 2.50%	07/15/47	174,944	Unrated	
FNMA 2.25%	11/25/47	125,963	Unrated	
FNMA 2.50%	11/25/47	53,982	Unrated	
GNMA 2.50%	12/20/48	106,088	Unrated	
GNMA 2.00%	02/20/49	168,928	Unrated	
GNMA 2.75%	03/20/49	317,517	Unrated	
FHLMC 2.00%	07/25/49	200,449	Unrated	
FNMA 1.00%	2/25/1950	1,001,554	Unrated	
Total		<u>\$ 4,550,762</u>		

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

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

- The money market account and Michigan CLASS pool are valued using quoted market prices (Level 1 inputs).
- The remaining securities are valued using a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investments fund/pool (Level 2 inputs).

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Central Dispatch Authority (“OCCDA”) (continued)

- The OCCDA has no investments that report fair value based on significant unobservable inputs (Level 3 inputs).

The aforementioned investments do not include certificates of deposit which are classified as deposits for risk identification purposes.

Investment risk

Interest Rate Risk. State law and OCCDA policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies.

The OCCDA’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 maturity date for each investment is identified above for investments held at year-end.

Credit Risk. State law limits investments to specific securities as identified in Note 1 of the summary of significant accounting policies. The investment policy does not have specific limits in excess of state law on investment credit risk. The rating for each investment is identified above for investments held at year-end.

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the OCCDA 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 OCCDA does not have a policy for investment custodial credit risk. The OCCDA had custodial credit risk totaling \$3,746,054 at year-end because the related securities were held by the government’s brokerage firm which is also the counterparty. At year-end, the OCCDA had \$804,708 invested in money market mutual funds for which custodial credit risk exposure could not be determined because the mutual funds did no consist of specifically identifiable securities.

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

Ottawa County Public Utilities System (“System”)

All cash and temporary investment accounts are managed by the Ottawa County Treasurer. Balances reported on the financial statements consist of the following at year-end:

	Cash and Investments
Deposits	\$ 3,243,356
Temporary investments	<u>15,091,709</u>
Total cash and temporary investments	<u>\$ 18,335,065</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Public Utilities System (“System”) (continued)

Deposits

The deposits are in financial institutions located in Michigan in varying amounts. State law and Ottawa County policy limits the System’s investing options to financial institutions located in Michigan. All accounts are in the name of the System and are recorded in the System’s records at fair value. Interest is recorded when earned.

Deposit risk

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the System’s deposits may not be returned. State law does not require, and Ottawa County does not have, a policy for deposit custodial credit risk. As of year-end, \$6,347,772 of the System’s bank balance of \$6,597,772 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

Investments

The System chooses to disclose its investments by specifically identifying each. As of year-end, the System had the following investment:

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
MBIA Michigan Class	N/A	\$15,091,709	AAAm	S&P

Investments do not include certificates of deposit which are classified as deposits for risk identification purposes.

Investment risk

Interest Rate Risk. State law and Ottawa County policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. Ottawa County’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 maturity rate for each investment is identified above for investments held at year-end. There is no stated maturity date for the System’s investment in MBIA Michigan Class identified above.

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

Custodial Credit Risk – Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the System 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 Ottawa County does not have, a policy for investment custodial credit risk. Of the above investments in MBIA Michigan Class, the System’s custodial credit risk exposure cannot be determined because the investment fund does not consist of specifically identifiable securities.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Ottawa County Public Utilities System (“System”) (continued)

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

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

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

- The System does not have any investments valued using quoted market prices (Level 1 inputs).
- The MBIA Michigan Class investment is valued using a pricing model utilizing observable fair value measures of fund investments and other observable inputs to determining the fair value of the securities making up the investment fund (Level 2 inputs).
- The System does not have any investments that report fair value based on significant unobservable inputs (Level 3 inputs).

Remaining Discretely Presented Component Units

The remaining component units reported cash and pooled investments of \$2,080,103 at their year-ends. All cash and pooled investment accounts are in the name of the Ottawa County Treasurer and a specific fund or common account at component unit year-ends. Cash and pooled investments are recorded in component unit records at fair value. Reported balances of cash and pooled investments were as follows:

Component unit	Amount
Ottawa County Land Bank Authority – 9/30/21	\$ 50,121
Ottawa County Office of the Water Resources Commissioner – 9/30/21	1,960,468
Ottawa County Brownfield Redevelopment Authority – 9/30/21	59,632
Ottawa County Economic Development Corporation – 9/30/21	<u>9,882</u>
 Total	 <u><u>\$2,080,103</u></u>

The remaining component units categorize their fair value measurements of cash and pooled investments with the Ottawa County Treasurer within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

3. DEPOSITS AND INVESTMENTS (continued)

Discretely Presented Component Units (continued)

The remaining component units have the following recurring fair value measurements for their participation in the Ottawa County cash and pooled investments as of their year-ends:

- The Ottawa County cash and pooled investments are valued using either quoted market prices (Level 1 inputs) or a pricing model utilizing observable fair value measures of fund/pool investments and other observable inputs to determine the fair value of the securities making up the investment fund/pool (Level 2 inputs).
- The Ottawa County cash and pooled investments does not consist of any investments which are valued based on significant unobservable inputs (Level 3 inputs).

Deposit and Investment Risk. For remaining component unit cash and pooled investments held by Ottawa County, the deposit and investment risks can be determined for Ottawa County as a whole, but cannot be separately identified for the remaining component units. The Ottawa County investment pool is unrated. Specific disclosure regarding Ottawa County deposits and investments is provided above.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

4. DEFERRED INFLOWS OF RESOURCES

On the governmental funds balance sheet, the aggregate deferred inflows represent items that will be recognized as an inflow of resources (revenue) in future periods. They are as follows:

	General Fund	Nonmajor Governmental Funds
2021 Property Taxes:		
Primary Government	\$ 1,562,429	\$ -
Ottawa County Road Commission	(341)	-
Ottawa County Central Dispatch Authority	(300)	-
Delinquent Property Taxes:		
Primary Government	42,137	3,955
Ottawa County Road Commission	5,430	-
Ottawa County Central Dispatch Authority	5,573	-
Survey & Remonumentation	524,718	-
Unavailable Receivables	330,368	378,300
 Total	 \$ 2,470,014	 \$ 382,255

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

5. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2021 was as follows:

Primary government

	Beginning of Year	Additions	Deductions	End of Year
Capital assets, not being depreciated:				
Land	\$ 63,616,047	\$ 2,094,930	\$ -	\$ 65,710,977
Construction in progress	2,598,505	4,397,632	1,606,204	5,389,933
Total capital assets, not being depreciated	66,214,552	6,492,562	1,606,204	71,100,910
Capital assets, being depreciated:				
Land improvements	32,200,132	868,500	-	33,068,632
Buildings and improvements	106,096,302	1,784,702	-	107,881,004
Equipment	32,428,855	2,700,427	888,673	34,240,609
Total capital assets, being depreciated	170,725,289	5,353,629	888,673	175,190,245
Less accumulated depreciation for:				
Land improvements	17,189,018	1,303,063	-	18,492,081
Buildings and improvements	52,548,419	3,828,817	-	56,377,236
Equipment	23,012,685	3,127,127	888,673	25,251,139
Total accumulated depreciation	92,750,122	8,259,007	888,673	100,120,456
Net capital assets, being depreciated	77,975,167	(2,905,378)	-	75,069,789
Net governmental activities capital assets	\$ 144,189,719	\$ 3,587,184	\$ 1,606,204	\$ 146,170,699

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

Governmental activities:	
Judicial	\$ 111,025
General Government	4,187,460
Public Safety	68,749
Public Works	143,522
Health and Welfare	233,682
Culture and Recreation	1,417,032
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the net position	<u>2,097,538</u>
Total depreciation expense - governmental activities	<u>\$ 8,259,007</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

5. CAPITAL ASSETS (continued)

Discretely presented component units

	Beginning of Year	Additions	Deductions	End of Year
Capital assets, not being depreciated:				
Land	\$ 3,461,915	\$ -	\$ -	\$ 3,461,915
Construction in progress	8,176,272	160,112	7,997,399	338,985
Total capital assets, not being depreciated	11,638,187	160,112	7,997,399	3,800,900
Capital assets, being depreciated:				
Buildings	18,074,240	8,031,222	-	26,105,462
Equipment	45,849,914	3,381,245	1,253,457	47,977,702
Infrastructure	509,695,843	26,076,873	-	535,772,716
Total capital assets, being depreciated	573,619,997	37,489,340	1,253,457	609,855,880
Less accumulated depreciation for:				
Buildings	5,719,519	357,994	-	6,077,513
Equipment	31,027,671	2,702,486	1,247,267	32,482,890
Infrastructure	230,058,582	15,106,351	-	245,164,933
Total accumulated depreciation	266,805,772	18,166,831	1,247,267	283,725,336
Net capital assets, being depreciated	306,814,225	19,322,509	(6,190)	326,130,544
Net component units capital assets	\$ 318,452,412	\$ 19,482,621	\$ 7,991,209	\$ 329,931,444

Commitments

The Ottawa County Road Commission had construction and contract commitments of approximately \$2,646,000 at their September 30, 2021 year-end. The Ottawa County Public Utilities System had construction and contract commitments of approximately \$5,576,000 at their December 31, 2020 year-end.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

6. INTERFUND, RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund balances as of September 30, 2021 are as follows:

Amounts due to and from other funds

	Due from	Due to	
	Other Funds	Other Funds	
Primary Government			
General Fund	\$ 79,184	\$ -	
Nonmajor Governmental	113,094	-	
Internal Service Funds	3,608,526	3,800,804	
	<u>\$ 3,800,804</u>	<u>\$ 3,800,804</u>	

Included in the Internal Service funds is \$3,800,804 which represents funds from the worker's compensation program that are invested by the Ottawa County Insurance Authority.

Receivable and Payable

As of September 30, 2021, certain funds that are a part of the County's pooled cash report negative cash balances. Accordingly, an interfund payable is established in the amount of the negative cash balance and a corresponding interfund receivable is established in the General Fund.

	Interfund Receivable	Interfund Payable	
General Fund	\$ 850,863	\$ -	
Nonmajor Governmental Funds	-	850,863	
Internal Service Funds	-	-	
	<u>\$ 850,863</u>	<u>\$ 850,863</u>	

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

6. INTERFUND, RECEIVABLES, PAYABLES, AND TRANSFERS (continued)

Long-term advances to and from component units and primary government

	Advances to Component Units	Advances from Primary Government
Primary Government		
Major Governmental Funds:		
General Fund	\$325,000	\$ -
Component Units:		
Ottawa County Public Utilities	-	150,000
Ottawa County Office of the Water Resources Commissioner	-	175,000
	\$325,000	\$325,000
Total	\$325,000	\$325,000

Interfund transfers within the primary government

	General Fund	Community Mental Health	Nonmajor Governmental Funds	Delinquent Tax Revolving Fund	Internal Service Funds	Total
Primary Government						
Transfer out:						
Major Funds:						
General Fund	\$ -	\$ 525,618	\$ 18,846,655	\$ -	\$ -	\$ 19,372,273
Delinquent Tax Revolving Fund	-	-	675,700	-	-	675,700
Community Mental Health	-	-	968,283	-	-	968,283
Internal Service Funds	3,408,353	-	2,616,785	-	149,482	6,174,620
Nonmajor Governmental Funds	-	-	754,042	823	-	754,865
	\$ 3,408,353	\$ 525,618	\$ 23,861,465	\$ 823	\$ 149,482	\$ 27,945,741
TOTAL	\$ 3,408,353	\$ 525,618	\$ 23,861,465	\$ 823	\$ 149,482	\$ 27,945,741

Transfers are used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and move revenues from the fund that is required to collect them to the fund required, or allowed, to expend them.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

7. LEASES

Operating leases

The County is a lessee under various operating leases for building and office space. Lease expenditures for the year ended September 30, 2021 amounted to \$39,179. Future minimum lease payments for these leases are as follows:

Year Ending September 30	Amount
2022	39,748
2023	39,948
2024	36,000
2025	36,000
2026	30,000
	<u>\$181,696</u>

The County is also a lessor under various operating lease agreements for office space and marinas. At September 30, 2021 the original cost of these assets was \$7,769,738 and the accumulated depreciation totals \$3,631,843 leaving a carrying value of \$4,137,895. Lease revenue for the year ended September 30, 2021 was \$625,768. Future lease revenues for these leases are as follows:

Year Ending September 30	Amount
2022	\$ 617,498
2023	557,429
2024	537,302
2025	598,340
2026	600,000
2027 - 2030	<u>1,950,000</u>
	<u>\$ 4,860,569</u>

COUNTY OF OTTAWA, MICHIGAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

8. LONG-TERM DEBT

The County issues and guarantees bonds for governmental activities and component units to provide funds for the construction of water and sewage disposal systems, drains and buildings, and to refund previously issued bonds. The Primary Government bonds are repaid through designated general funding sources. The private placement bonds for the primary government are secured by the limited tax, full faith and credit pledge of the County. The bonds issued for the component units are generally being repaid from funds received from local municipalities in the County, from drain assessments levied and gas and weight tax. Under the terms of the bond agreements with local municipalities, the local municipalities have pledged their full faith and credit to pay the amounts sufficient to make principal and interest payments on the bonds each year. The County has also pledged its full faith and credit for payment on the bonds, but has not established a reserve or sinking fund to cover defaults by property owners or local units. These bonds generally are issued as 20-year serial bonds with varying amounts of principal maturing each year.

The original issue amount of the primary government's bonds is \$46,735,000.

Bonds outstanding for which the County has pledged its full faith and credit are as follows:

Purpose	Primary Government	Component Units		Total Ottawa County
		Ottawa County Public Utilities System	Ottawa County Office of the Water Resources Commissioner	
Governmental activities	\$ 21,265,000	\$ 55,531,968	\$ 1,415,763	\$ 78,212,731
Governmental activities-refunding	6,530,000	61,150,000	-	67,680,000
Private Placements	2,575,000	-	-	2,575,000
Total	\$ 30,370,000	\$ 116,681,968	\$ 1,415,763	\$ 148,467,731

Interest is payable on all bond obligations semi-annually, and principal payments are made annually. The annual debt service requirements to maturity for the bonds outstanding (including component unit notes and capital leases) at year-end are as follows:

Governmental Activities

Current Year Plus	Primary Government				Component Units	
	Bond		Private Placement		Bond	
	Principal	Interest	Principal	Interest	Principal	Interest
one year	\$ 3,680,000	\$ 917,668	\$ 365,000	\$ 97,850	\$ 9,283,941	\$ 4,387,245
two years	4,370,000	785,526	365,000	83,980	9,443,294	4,026,389
three years	3,880,000	643,994	365,000	70,110	9,156,206	3,713,722
four years	3,525,000	508,654	370,000	56,240	9,236,956	3,353,197
five years	3,525,000	373,604	370,000	42,180	9,167,726	3,051,650
years 6-10	8,420,000	476,415	740,000	42,180	43,143,978	11,037,075
years 11-15	210,000	36,473	-	-	30,982,250	3,905,709
years 16-20	185,000	11,527	-	-	12,043,251	709,290
years 21-25	-	-	-	-	-	-
Total	\$ 27,795,000	\$ 3,753,861	\$ 2,575,000	\$ 392,540	\$ 132,457,601	\$ 34,184,277

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

8. LONG-TERM DEBT (continued)

Changes in long-term liabilities

Long-term liability activity for the year ended September 30, 2021 was as follows:

Primary Government	Balance			Balance	
	October 1			September 30	Due Within
	2020	Additions	Reductions	2021	One Year
Governmental activities:					
General obligation bonds					
QECB 2013 bonds	\$ 2,940,000	\$ -	\$ 365,000	\$ 2,575,000	\$ 365,000
Pension 2014 bonds	22,775,000	-	2,270,000	20,505,000	2,705,000
2015 Refunding bonds	7,425,000	-	895,000	6,530,000	940,000
Marina Bond	800,000	-	40,000	760,000	35,000
Bond premium	820,944	-	135,482	685,462	-
Capital lease	58,640	-	58,640	-	-
Landfill reclamation	5,006,640	370,347	-	5,376,987	754,723
Compensated absences	3,815,905	-	50,166	3,765,739	3,765,739
Total	<u>\$ 43,642,129</u>	<u>\$ 370,347</u>	<u>\$ 3,814,288</u>	<u>\$ 40,198,188</u>	<u>\$ 8,565,462</u>

Compensated absences are liquidated by the Compensated Absences internal service fund and landfill reclamation is liquidated by the Solid Waste Clean-up fund, a sub-fund of the General Fund.

The reporting entity's legal debt margin at September 30, 2021 is \$1,721,833,451.

Discretely Presented Component Units

	Beginning			End of	Due within
	of Year	Additions	Reductions	Year	One Year
Governmental activities:					
General obligation bonds	\$ 107,250,585	\$ 33,020,000	\$ 23,357,854	\$ 116,912,731	\$ 6,885,763
Special assessment bonds	1,280,000	-	95,000	1,185,000	95,000
Bond premium	6,594,421	1,165,996	1,165,805	6,594,612	-
Notes payable	6,566,728	2,046,485	1,057,417	7,555,796	1,629,060
Claims payable	6,001	-	6,001	-	-
Compensated absences	1,851,603	950,138	782,933	2,018,808	624,200
Capital lease	8,064,116	-	619,775	7,444,341	640,267
Total	<u>\$ 131,613,454</u>	<u>\$ 37,182,619</u>	<u>\$ 27,084,785</u>	<u>\$ 141,711,288</u>	<u>\$ 9,874,290</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

8. LONG-TERM DEBT (continued)

Changes in long-term liabilities (continued)

The Ottawa County Office of the Water Resources Commissioner also had the following short term-note activity during 2021:

Discretely Presented Component Units

	Balance October 1, 2020	Additions	Reductions	Balance September 30, 2021
Governmental activities:				
Various Drain notes payable, principal payments ranging from \$45,000 to \$130,000, due in 2021, plus interest of 2.14%	175,000	-	175,000	-
	<u>\$175,000</u>	<u>\$</u>	<u>\$ 175,000</u>	<u>\$</u>
				<u>-</u>

Conduit debt

In 2011, the Economic Development Corporation of Ottawa County (“EDC”), a discretely presented component unit, issued \$10 million in limited obligation refunding revenue bonds on behalf of Hope College. Although this debt bears the name of the EDC, the EDC has no obligation for such debt beyond the resources provided by a lease or loan with Hope College. The proceeds were used to advance refund a portion of the \$16,385,000 in outstanding bond principal of the Michigan Higher Education Facilities Authority Limited Obligation Bonds, series 2002A. At September 30, 2021, \$1,075,000 was still outstanding. The EDC has also issued \$5.44 million in limited obligation revenue bonds series 2015 on behalf of the North Ottawa Community Health System. At September 30, 2021, \$4,985,000 was still outstanding.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

9. LANDFILL RECLAMATION

The County owns the Southwest Ottawa County Refuse Disposal Center ("SOCRDC") otherwise known as the Southwest Ottawa County Landfill. Waste Management operated the landfill from the early 1970's until it was closed in 1981. The landfill was closed per the terms of the "1981 closure agreement" between the County and the Department of Natural Resources ("DNR"). The agreement outlined a plan to cap the landfill and install a pump and carbon filtration system. Waste Management installed the cap in the mid 1980's; the pump and carbon filtration system was built by the County in 1987, as per the terms of the closure agreement. The County has been operating the pump and filter system 24 hours a day, 7 days a week since beginning operation in 1987.

The pump and filter system were not effective in containing the plume of contaminants in the groundwater down gradient from the landfill. As a result, contaminants have escaped past the outer purge wells and are migrating southwest towards Lake Michigan. Even though the contaminated water meets drinking water standards, the County provided municipal water infrastructure to property owners in the path of the plume, and is working with the local unit of government to place institutional controls on future users moving into the area. The County has completed negotiations with the Michigan Department of Environmental Quality ("MDEQ"), formerly known as the DNR, with a revised plan to contain the contamination. The County recapped the landfill and enhanced the water filtration system with a project started in 2006. The County is reviewing the feasibility of a soil/bentonite onsite slurry wall and treatment system improvements to minimize additional contamination. Landfill post closure cost estimates are subject to change based on inflation, deflation, technology or changes to applicable laws or regulations.

The County's estimate of the costs of operating, maintaining and improvements to the landfill containment and treatment system are as follows:

Year Ending September 30	Present Value of Estimated Cost
2022	\$ 754,723
2023	1,118,950
2024	489,939
2025	363,197
2026	373,232
2027-2031	<u>2,276,946</u>
Total	<u>\$5,376,987</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN

County of Ottawa

Plan description

The employer’s defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer 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

Benefits provided include plans with multipliers ranging from 1.70 to 2.50. Vesting period of 6-10 years. Normal retirement age is 60. Final average compensation is calculated based on a 5 years average.

Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2020):

Inactive employees or beneficiaries currently receiving benefits	673
Inactive employees entitled but not yet receiving benefits	459
Active employees	425
Total	1,557

Contributions

The County is required to contribute at an actuarially determined rate, which for the current year was \$700 to \$319,181 per month depending on position and classification. Participating employees are required to contribute from 0.00% to 6.99% percent of gross wages to the plan based on position and classification. The contribution requirements of the County are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by labor agreements.

Net pension liability

The employer’s net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an annual actuarial valuation as of that date. Amounts due for pension liabilities are liquidated by the Governmental or Proprietary funds from which the related employees’ compensation is paid.

The total pension liability in the December 31, 2020 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5% (3-4% for 2014)

Salary Increases: base wage inflation of 3.75% in the long-term (plus merit and longevity from 0-11% based on age) (4.5% for 2014)

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

County of Ottawa (continued)

Net pension liability (continued)

Investment rate of return: 7.35%, net of investment expense, including inflation

Mortality rates used for non-disabled plan member were based on a weighted blend of RP-2014 mortality tables of a 50% male and 50% female blend. Mortality rates for disabled plan member were based on a blend of RP-2014 disabled retire mortality tables of a 50% male and 50% female blend.

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

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	60.00%	7.75%	3.15%
Global Fixed Income	20.00%	3.75%	0.25%
Private Investments	20.00%	9.75%	1.45%
Inflation			2.50%
Administrative fee			0.25%
			7.60%

Discount rate. The discount rate used to measure the total pension liability is 7.60%, which did not change from the prior year. 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.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

County of Ottawa (continued)

Changes in the net pension liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance at 12/31/19	\$317,425,796	\$247,872,885	\$69,552,911
Changes for the year:			
Service cost	3,875,267	-	3,875,267
Interest	23,659,631	-	23,659,631
Change in benefits	-	-	-
Differences between expected and actual experience	4,525,878	-	4,525,878
Change in assumptions	13,906,131	-	13,906,131
Employer contributions	-	11,896,991	(11,896,991)
Employee contributions	-	1,266,461	(1,266,461)
Net investment income	-	34,694,804	(34,694,804)
Benefit payments, including refunds	(16,105,001)	(16,105,001)	-
Administrative expense	-	(496,315)	496,315
Other changes	(2)	-	(2)
Net changes	29,861,904	31,256,940	(1,395,036)
Balance at 12/31/20	\$347,287,700	\$279,129,825	\$68,157,875

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.60%, as well as what the employer's net pension liability would be using a discount rate that is 1.00% lower (6.60%) or 1.00% higher (8.60%) than the current rate.

	1% Decrease	Current Discount rate	1% Increase
Total Pension Liability	\$391,038,593	\$347,287,700	\$310,854,887
Fiduciary Net Position	279,129,825	279,129,825	279,129,825
Net Pension Liability	\$111,908,768	\$ 68,157,875	\$ 31,725,062

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

County of Ottawa (continued)

Pension expense and deferred outflows and deferred inflows of resources related to pensions

For the year ended September 30, 2021, the employer recognized pension expense of \$18,505,483. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ 2,262,939	\$ -
Differences in assumptions	6,953,066	-
Excess(deficit) investment returns	-	10,758,067
Contributions subsequent to the measurement date*	6,346,396	-
Total	<u>\$ 15,562,401</u>	<u>\$ 10,758,067</u>

*The amount reported as deferred outflows of resources resulting from the contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ended 2022.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2022	\$ 7,083,689
2023	129,667
2024	(5,557,998)
2025	(3,197,420)
Thereafter	<u>-</u>
Total	<u>\$ (1,542,062)</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission

Plan description

The employer’s defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer 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

Benefits provided include plans with multipliers ranging from 1.7 to 2.50. Vesting period of 6-10 years. Normal retirement age is 60. Final average compensation is calculated based on a 3 years average.

Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2020):

Inactive employees or beneficiaries currently receiving benefits	142
Inactive employees entitled but not yet receiving benefits	19
Active employees	68
Total	229

Contributions

The Commission is required to contribute a fixed monthly amount of \$174,628 for some employee groups and at an actuarially determined rate of 70.32% of annual covered payroll for other groups depending on position and classification. Participating employees are required to contribute from 3% to 5% percent of gross wages to the plan based on position and classification. The contribution requirements of the Commission are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by labor agreements.

Net pension liability

The employer’s net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

The total pension liability in the December 31, 2020 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5%

Salary Increases: base wage inflation of 3.00% in the long-term (plus merit and longevity from 0-11% based on age)

Investment rate of return: 7.35%, net of investment expense, including inflation

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission (continued)

Net pension liability (continued)

Mortality rates used for non-disabled plan member were based on a weighted blend of RP-2014 mortality tables of a 50% male and 50% female blend. Mortality rates for disabled plan member were based on a blend of RP-2014 disabled retire mortality tables of a 50% male and 50% female blend.

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

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	60.00%	7.75%	3.15%
Global Fixed Income	20.00%	3.75%	0.25%
Private Investments	20.00%	9.75%	1.45%
Inflation			2.50%
Administrative fee			0.25%
Investment rate of return			<u>7.60%</u>

Discount rate. The discount rate used to measure the total pension liability is 7.60%. 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.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission (continued)

Changes in the net pension liability

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (a)-(b)
Balance at January 1, 2020	\$58,264,576	\$33,959,210	\$24,305,366
Changes for the year:			
Service cost	455,655	-	455,655
Interest	4,284,902	-	4,284,902
Change in benefits	-	-	-
Differences between expected and actual experience	244,377	-	244,377
Change in assumptions	1,448,896	-	1,448,896
Contributions : employer	-	2,668,103	(2,668,103)
Contributions: employee	-	198,507	(198,507)
Net investment Income	-	4,183,098	(4,183,098)
Benefit payments, including refunds	(4,224,228)	(4,224,228)	-
Administrative expense	-	(67,146)	67,146
Other changes	1	-	1
Net changes	2,209,603	2,758,334	(548,731)
Balance at December 31, 2020	\$60,474,179	\$36,717,544	\$23,756,635

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.60%, as well as what the employer's net pension liability would be using a discount rate that is 1.00% lower (6.60%) or 1.00% higher (8.60%) than the current rate.

	1%	Current Discount Rate	1 %
	Decrease		Increase
Total pension liability	\$66,494,399	\$60,474,179	\$55,309,399
Fiduciary net position	36,717,544	36,717,544	36,717,544
Net pension liability	\$29,776,855	\$23,756,635	\$18,591,855

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Road Commission (continued)

Pension expense and deferred outflows and deferred inflows of resources related to pensions

For the year ended September 30, 2021 the employer recognized pension expense of \$2,390,987. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ 237,392	\$ -
Differences in assumptions	1,237,318	-
Excess(deficit) investment returns	-	606,784
Contributions subsequent to the measurement date*	2,081,364	-
Total	\$3,556,074	\$606,784

*The amount reported as deferred outflows of resources resulting from the contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ending 2021.

Amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

2022	\$ 771,990
2023	440,428
2024	(344,492)
Thereafter	-
Total	\$ 867,926

Ottawa County Central Dispatch Authority

Plan description

The Authority 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 by accessing the MERS website at www.mersofmich.com.

The defined benefit pension plan is closed to new entrants.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

Benefits provided

Benefits provided include a multiplier of 2% per year of service times final average compensation with a vesting period of 10 years. Normal retirement age is 60 with early retirement at 50 with 25 years of service with various benefits. Benefits are calculated using final average compensation of 3 years. Membership of the defined benefit plan consisted of the following at the date of the latest actuarial valuation (December 31, 2019):

Active plan members	2
Inactive employees entitled but not yet receiving benefits	5
Inactive employees or beneficiaries currently receiving benefits	<u>12</u>
Total	19

Contributions

The Authority is required to contribute at an actuarially determined rate of \$10,053 per month for members of the general employee division. General division employees are required to contribute at a rate from 0% to 2% of annual covered payroll to the plan. The contribution requirements of the Authority are established and may be amended by the MERS Retirement Board. The contribution requirements of employees are established and may be amended by employment and labor agreements.

Net pension liability

The employer's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an annual actuarial valuation as of that date.

The total pension liability in the December 31, 2019 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	2.5% (3-4% for 2014)
Salary Increases:	3.0% (4.5% for 2014)
Investment rate of return:	7.35%, net of investment expense, including inflation (8.25% for 2014)

Mortality rates used for non-disabled plan member were based on a weighted blend of RP-2014 mortality tables of a 50% male and 50% female blend. Mortality rates used for disabled plan member were based on a blend of RP-2014 disabled retire mortality tables of a 50% male and 50% female blend of disabled retirees. (1994 group annuity tables is 2014)

The actuarial assumptions used in the valuation were based on the results of the 2015 actuarial experience study.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

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 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Expected Money Weighted Rate of Return*</u>
Global Equity	60.0%	7.75%	3.15%
Global Fixed Income	20.0%	3.75%	0.25%
Private Investment	20.0%	9.75%	1.45%
Inflation			2.00%
Administrative Fee			<u>0.25%</u>
Investment rate of return			<u>7.60%</u>

Discount rate. The discount rate used to measure the total pension liability is 7.6% which is a decrease from the 8.0% utilized in the prior year. 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.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

Changes in the Net Pension Liability

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at 12/31/19	\$2,336,873	\$1,951,410	\$385,463
Changes for the Year:			
Service Cost	8,863	-	8,863
Interest	180,393	-	180,393
Change in benefits	-	-	-
Differences between expected and actual experience	45,321	-	45,321
Change in assumptions	71,759	-	71,759
Contributions: employer	-	108,282	(108,282)
Contributions: employee	-	2,375	(2,375)
Net Investment income	-	262,722	(262,722)
Benefit payments, incl refunds	(172,776)	(172,776)	-
Administrative expense	-	(4,526)	4,526
Other Changes	-	-	-
Net Changes	133,560	196,077	(62,517)
Balance at 12/31/20	\$2,470,433	\$2,147,487	\$322,946

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the employer, calculated using the discount rate of 7.6%, as well as what the employer's net pension liability would be using a discount rate that is 1% lower (6.6%) or 1% higher (8.6%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
Total Pension Liability	\$ 2,683,000	\$ 2,470,433	\$ 2,285,229
Fiduciary Net Position	2,147,487	2,147,487	2,147,487
Net Pension Liability	\$ 535,513	\$ 322,946	\$ 137,742

Pension expense and deferred outflows of resources related to pensions

For the year ended December 31, 2020 the employer recognized pension expense of \$185,525. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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10. DEFINED BENEFIT PENSION PLAN (continued)

Ottawa County Central Dispatch Authority (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in experience	\$ -	\$ -
Differences in assumptions	-	-
Excess (deficit) investment returns	7,538	-
Contributions subsequent to the measurement date*	113,844	-
Total	\$ 121,382	\$ -

* The amount reported as deferred outflows of resources resulting from the contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability for the year ending December 31, 2021.

Amounts reported as deferred outflows and inflows of resources related to pensions (excluding contributions subsequent to the measurement date) will be recognized in pension expense as follows:

2020	\$ (5,186)
2021	7,107
2022	27,472
2023	(21,855)
2024	-
Thereafter	-
Total	\$ 7,538

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

11. DEFINED CONTRIBUTION PENSION PLAN

Primary government

The County's defined contribution pension plans provide pension benefits for certain employee groups hired after January 1, 2012 who are eligible for MERS membership and those hired before January 1, 2012 electing participation in the defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employer and plan member contributions are recognized in the period that the contributions are due. Plan investments are excluded from this report as the fiduciary responsibility for this plan rests with MERS.

Participation in the defined contribution plan is mandatory for all eligible employees. The County contributes 3% of each participant's base salary to the plan. Employees are required to contribute a minimum of 3% of base pay to the plan. The County also matches employee contributions another 3% for a maximum County contribution of 6%. Participating employees are vested 50% after 3 years of service, 75% after 4 years of service, and 100% after 5 years of service. The plan provisions and contribution amounts were established by the Board and may be amended by the Board. The plan is administered by MERS. The County and member contributions were \$1,579,843 and \$1,637,979, respectively, for the current year.

Deferred compensation plan

The County offers to their employees several different deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are available to County employees with various options and employer contribution requirements depending on which bargaining unit the employee is a member. All plans permit employees to defer a portion of their salary until future years. Participation in the plans is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The County employee contributions for the year ended September 30, 2021 were \$2,183,298 and the County match was \$380,125.

Discretely presented component units

The Ottawa County Central Dispatch Authority's ("OCCDA") defined contribution pension plan provides pension benefits for employees hired after January 1, 2000 who work 30 or more hours per week and those hired before January 1, 2000 electing participation in the defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate immediately upon employment. The OCCDA contributes 2% of each participant's base salary to the plan. The Authority also matches employee contributions up to a total OCCDA contribution of 5%. Employees are required to contribute a minimum of 2% of base pay to the plan. Participating employees are immediately 100% vested in the member's accumulated balance. The plan provisions and contribution amounts were established by the OCCDA Board and may be amended by the OCCDA Board. The plan is administered by MERS. The OCCDA and member contributions were \$94,328 and \$94,328 respectively, for the current year.

The Ottawa County Road Commission ("Commission") provides a defined contribution pension plan for eligible employees excluded from the defined benefit pension plan (externally managed), which provides pension benefits to qualified employees. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The Commission's contribution for employees eligible to participate in the plans vests immediately. The Commission and employees contribute 5% of participant coverage wages. Commission contributions were \$117,334 and participant contributions were \$117,334 to the plan during the year. The plan provisions and contribution amounts were established and may be amended by the Commission.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

11. DEFINED CONTRIBUTION PENSION PLAN

Deferred compensation plan

The OCCDA offers to their employees several different deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans are available to OCCDA employees with various options and employer contribution requirements depending on which bargaining unit the employee is a member. All plans permit employees to defer a portion of their salary until future years. Participation in the plans is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The OCCDA employee contributions were \$102,398 and OCCDA match was \$22,091 for the current year.

All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in trust for the exclusive benefit of participants and their beneficiaries. Investments are managed by the plans' trustees, under one of several investment options, or combination thereof. The choice of the investment option(s) is made by the participants or the investment manager at the option of the employee. As the assets of the trust are managed by the plans trustees, and the County does not have fiduciary responsibility. The plan assets are not recorded in the financial statements of the County.

The Commission offers its employees a deferred compensation plan created in accordance with IRS section 457. The plan, available to all Commission employees, permits them to defer a portion of their current salary until future years. A trust has been established for the plan assets and the related assets and liability are not included in the Commission's financial statements.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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12. OTHER POST-EMPLOYMENT BENEFITS

County of Ottawa

Plan description

The County of Ottawa Retiree Medical Plan (The “Plan”) is a single-employer plan established and administered by the County of Ottawa and can be amended at its discretion. The Plan is included as an Other Post-Employment Benefits (“OPEB”) trust fund in the County’s financial statements; a stand-alone financial report has not been issued, but a legal trust has been established for the plan.

Benefits provided

Benefit provisions are established through negotiations between the County and bargaining units and employee groups. Retirees under age 65 hired before January 1, 2008 contribute an amount equal to the Priority Health insured premium rate (which is a combined rate for active and pre-65 retirees). Retirees under 65, hired after January 1, 2008 pay the actuarially determined cost of medical and prescription drug benefits for retirees under age 65. All retirees over 65 pay the insured premium rate applicable to retirees over 65. In addition, retirees under age 65 in certain benefit groups receive a monthly credit that is used to reduce the amount of their contribution. The credit amount for the years of service range from \$4 - \$10 for each year of service with a maximum of \$100 - \$250 per month.

Summary of participants

Membership of the Plan consisted of the following as October 1, 2020:

Retired Plan Members	61
Active Plan Members	<u>879</u>
Total Participants	940

Contributions

The Plan was established and is being funded under the authority of the County Board of Commissioners and under agreements with the unions representing various classes of employees. The Plan’s funding policy is that the employer will contribute any required amounts as determined by an annual actuarial valuation. There are no long-term contracts for contributions to The Plan. The Plan has no legally required reserves.

Net OPEB liability

The employer’s net OPEB liability was measured as of September 30, 2021. The total OPEB liability was determined by an actuarial valuation as of October 1, 2020 and projected to September 30, 2021. The following actuarial assumptions applied to all periods included in the measurement:

Inflation	Included in rate of return
Salary increases	2.2%
Investment rate of return	5.87% including inflation
Mortality	Pub-2010 Headcount weighted mortality table for General and Public Safety, annuitant and non-annuitant, sex distinct with improvement scale MP-2018

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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12. OTHER POST-EMPLOYMENT BENEFITS (continued)

Net OPEB Liability (continued)

The long-term expected rate of return on retirement plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of retirement plan investment expense 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. Best estimates of arithmetic real rates of return for each major asset class included in the retirement plan's target asset allocations of September 30, 2021 are summarized in the following table:

Asset Class	Target Allocation	Expected Rate of Return
US stocks	56%	6.3%
International developed stocks	4%	7.0%
Emerging market stocks	5%	8.6%
Bonds	30%	2.0%
Cash	5%	1.5%

The sum of each target allocation times its long-term expected rate is 5.87%.

Discount rate

The discount rate used to measure the total OPEB liability was 5.87%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the most recent recommend contribution expressed as a percentage of covered payroll. Based on those assumptions, the retirement plan's fiduciary net position was projected to be sufficient to make all projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that the benefit payments were not projected to be covered by the projected assets (the "depletion date"), projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB liability. The discount rate used for September 30, 2020 actuarial liability was 5.00%.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
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12. OTHER POST-EMPLOYMENT BENEFITS (continued)

Changes in the Net OPEB Liability

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at September 30, 2020	\$6,243,389	\$6,537,403	\$(294,014)
Changes during the year			
Service cost	50,565	-	50,565
Interest	304,352	-	304,352
Experience (gains)/losses	(2,352,689)	-	(2,352,689)
Change in plan terms	(73,263)	-	(73,263)
Change in actuarial assumptions	(325,115)	-	(325,115)
Contributions-employer, including receivable to OPEB trust	-	-	-
Contributions-employee	-	-	-
Contribution to OPEB trust	-	50,565	(50,565)
Contributions/expenses paid from general operating funds	-	-	-
Contributions/benefit paid from general operating funds	-	-	-
Net investment income	-	1,373,586	(1,373,586)
Benefit payments; including refunds of employee contributions	(413,780)	(413,780)	-
Administrative expenses	-	(75,140)	75,140
Other changes	-	-	-
Total changes	(2,809,930)	935,231	(3,745,161)
Balance at September 30, 2021	\$3,433,459	\$7,472,634	\$(4,039,175)

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of the County, calculated using the discount rate of 5.87%, as well as using a discount rate that is 1% higher and lower than base assumptions.

<u>Discount</u>	1% Decrease 4.87%	Current Discount Rate 5.87%	1% Increase 6.87%
Total OPEB Liability	\$3,667,696	\$3,433,459	\$ 3,221,849
Plan Fiduciary Net Position	7,472,634	7,472,634	7,472,634
Net OPEB Liability	\$(3,804,938)	\$(4,039,175)	\$(4,250,785)

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

12. OTHER POST-EMPLOYMENT BENEFITS (continued)

Sensitivity of the net OPEB liability to changes in the health cost trend rate

The following presents the net OPEB liability of the County, calculated using the trend rate, as well using a trend rate that is 1% higher and lower than base assumptions.

<u>Trend</u>	<u>1% Decrease</u>	<u>Current Trend</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 3,197,281	\$ 3,433,459	\$ 3,698,483
Plan Fiduciary Net Position	7,472,634	7,472,634	7,472,634
Net OPEB Liability	<u>\$ (4,275,353)</u>	<u>\$ (4,039,175)</u>	<u>\$ (3,774,151)</u>

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions

For the year ended September 30, 2021 the County recognized OPEB expense of \$(523,995). The County reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences in experience	\$ 1,714,385	\$ 2,992,061
Differences in assumptions	345,095	1,574,026
Excess (deficit) invest returns	-	1,025,517
Total	<u>\$ 2,059,480</u>	<u>\$ 5,591,604</u>

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended Sept 30</u>	<u>Amount Recognized</u>
2022	\$ (574,258)
2023	(528,469)
2024	(547,498)
2025	(490,620)
2026	(439,939)
Thereafter	<u>(951,340)</u>
	<u>\$ (3,532,124)</u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

12. OTHER POST EMPLOYMENT BENEFITS (continued)

Ottawa County Road Commission

Plan Description and Benefits Provided

The Commission administers a single-employer defined benefit healthcare plan (the Retiree Health Plan). The plan provides of health insurance premiums for retirees until age 65 (Medicare eligible). The plan was closed to non-bargaining employees hired after September 12, 2013 and bargaining employees hired after May 31, 2016. Benefit provisions are established through negotiations between the Commission and bargaining units and employee groups. The Commission makes 80% of the premium payment to the plan. The Retiree Health Plan does not issue a publicly available financial report but a legal trust has not been established for the plan. The retiree contribution was 20% and a benefit freeze was put in place for bargaining employees hired after May 31, 2016 and non-bargaining employees hired after September 12, 2013.

Membership of the Retiree Health plan consisted of the following at the date of the latest actuarial valuation (September 30, 2021):

Inactive employees or beneficiaries currently receiving benefits	72
Active plan members	17
 Total	 89

Contributions

The contribution requirements of Plan members and the Commission are established and may be amended by the Commission. The actuarially determined contributions are based on the actuarial valuation of the plan. The actual contributions to the plan include benefit costs (80% and 20% made by the Commission and employees respectively) and a contribution to the trust which is made at the discretion of Commission.

Net OPEB Liability

The employer's net OPEB liability was measured as of September 30, 2021 using a method of rolling forward the September 30, 2020 valuation. The total OPEB liability used to calculate the net OPEB liability was determined by an annual actuarial valuation as of that date.

The total OPEB liability in the October 1, 2020 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5%

Salary Increases: 0.0%

Discount rate: 7.35%

Healthcare cost trend rates: 8.0 initially going down 0.5% per year, reaching a long-term rate of 5.0%

Mortality rates were based on the 2018 IRS Annuitant and Non-Annuitant tables

The actuarial assumptions used in valuation were based on the results of the 2018 actuarial experience study.

COUNTY OF OTTAWA, MICHIGAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

12. OTHER POST EMPLOYMENT BENEFITS (continued)

Ottawa County Road Commission (continued)

Discount rate. The discount rate used to measure the total OPEB liability is 7.35%. The Road Commission has committed to a Corrective Action Plan which will fully fund the plan. The retirement plan's fiduciary net position was projected to be sufficient to make projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long term expected rate would be used to discount the projected benefits. From the year projected benefits are not projected to be covered by the projected assets (the "depletion date"), projected benefits would be discounted at a discount rate reflecting a 20 year AA/Aa tax exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB Liability. The discount rate utilized for the 2020 valuation was 7.03%.

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balance at October 1, 2020	\$2,456,082	\$ 42,714	\$2,413,368
Changes for the year:			
Service cost	56,390	-	56,390
Interest	174,073	-	174,073
Change in benefits	-	-	-
Differences between expected and actual experience	(171,870)	-	(171,870)
Change in assumptions	(123,578)	-	(123,578)
Contributions to OPEB trust	-	42,066	(42,066)
Contributions/benefits paid from general operating funds	-	72,651	(72,651)
Contributions: employer	-	-	-
Contributions: employee	-	-	-
Net investment Income	-	12,825	(12,825)
Benefit payments, including refunds	(72,651)	(72,651)	-
Administrative expense	-	(146)	146
Other changes	-	-	-
Net changes	(137,636)	54,745	(192,381)
Balance at September 30, 2021	\$2,318,446	\$97,459	\$2,220,987

Sensitivity of the Net OPEB Liability to changes in the discount rate.

The following presents the net OPEB liability of the employer, calculated using the discount rate of 7.35%, as well as what the employer's net OPEB liability would be using a discount rate that is 1 percentage point lower (6.35%) or 1% higher (8.35%) than the current rate.

	1% Decrease	Current Discount Rate	1 % Increase
Total OPEB liability	\$2,354,427	\$2,220,987	\$2,098,374

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

12. OTHER POST EMPLOYMENT BENEFITS (continued)

Ottawa County Road Commission (continued)

Sensitivity of the Net OPEB Liability to changes in the healthcare cost trend rates.

The following presents the net OPEB liability of the employer, calculated using the healthcare cost trend rate, as well as what the employer's net OPEB liability would be using a rate that is 1 percentage point lower or 1% higher than the current rate.

	<u>1% Decrease</u>	<u>Current Healthcare Rate</u>	<u>1 % Increase</u>
Total OPEB liability	\$2,029,789	\$2,220,987	\$2,438,984

For the year ended September 30, 2021 the employer recognized OPEB expense of \$222,639.

Deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended September 30, 2021 the employer reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences in experience	\$ -	\$649,476
Differences in assumptions	714,734	256,402
Excess(deficit) investment returns	-	5,558
Total	<u>\$714,734</u>	<u>\$911,436</u>

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

2022	\$ (2,754)
2023	(2,756)
2024	(2,748)
2025	(1,522)
2026	(113,446)
Thereafter	<u>(73,476)</u>
Total	<u><u>\$(196,702)</u></u>

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

13. SELF-INSURANCE

Primary government

The County is self-funded for liability, worker's compensation, and unemployment insurance. The claims liabilities reported at September 30, 2021 are based on the requirements of GASB Statement No.10, which requires that a liability for claims be reported if it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated.

The Ottawa County, Michigan Insurance Authority ("OCIA") blended component unit accounts for the self-insurance program for municipal excess liability, law enforcement liability, professional liability, and property liability. The OCIA's participating members include the County of Ottawa and the Ottawa County Building Authority blended component unit.

The OCIA records unpaid claims liabilities based on estimates of the ultimate cost of claims, including future claim adjustment expenses that have been reported but not settled, and of claims that have been incurred but not reported. Because actual claims depend on such complex factors as inflation, damage awards and changes in legal liability doctrines, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for coverages such as general liability. Claims liabilities are (or will be) recomputed periodically using a variety of claims frequency and other economic and societal factors. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

The OCIA purchases municipal excess liability, auto liability, professional liability, and property coverage. Property coverage carries a \$50,000 deductible and the liability coverages attach above a \$1 million self-insured retention for all other coverages. The liability policy provides coverage of up to \$5 million for liability protection. In addition, the OCIA provides coverage above the \$5 million for total aggregate coverage of \$20 million. The property coverage, including loss of income, is \$150,100,000 which is \$8,400,000 more than the prior year. Coverage was adjusted to reflect updated property values.

The revenues for this fund's operation are reimbursements from various funds. The funds are charged based on the number of full-time equivalents, number of vehicles and other pertinent information. Losses, damages, and administrative expenses are all paid from this fund. Administrative expenses are first paid from Internal Service fund 6770, Protected Self-Funded Insurance Programs and then invoiced to the OCIA. The claim liability for known claims and incurred but not reported claims are determined by an actuary. No annuity contracts have been purchased to satisfy claim liabilities. Settled claims have not exceeded insurance coverage in the history of the self-insurance program.

The changes in the claims liability for the fiscal year ended September 30, 2021 and the fiscal year ended September 30, 2020 as recorded in the OCIA are as follows:

		Current Year		
	Beginning of Year	Claims and Changes	Claim	End of Year
	Liability	in Estimates	Payments	Liability
2021	\$13,107,438	\$2,153,029	\$657,960	\$14,602,507
2020	\$12,805,239	\$1,163,936	\$861,737	\$13,107,438

COUNTY OF OTTAWA, MICHIGAN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

13. SELF-INSURANCE (continued)

The County's self-insured worker's compensation program provides Michigan statutorily required coverage for worker's compensation claims. It also provides employer's liability coverage of \$5 million above the \$750,000 self-insured retention. An independent third-party administrator administers the program for an annual fee. The claim liability for known claims and incurred but not reported claims are determined by an actuary. The changes in worker's compensation liability for the fiscal year ended September 30, 2021 and the fiscal year ended September 30, 2020:

	Beginning of Year	Current Year		End of Year
	Liability	Claims and Changes in Estimates	Claim Payments	Liability
2021	\$730,714	\$229,169	\$298,767	\$661,116
2020	\$746,969	\$218,103	\$234,358	\$730,714

Beginning January 1, 2011, the County purchased commercial insurance for health, dental and optical coverage for employees. Premiums and associated costs are recorded in the Employee Benefits internal service fund (6771). This fund allocates the cost of the insurance program to departments based on full time equivalents. The County has had no settled claims resulting from these risks that exceeded their commercial coverage in any of the past three fiscal years.

The self-insurance program for unemployment is accounted for in the Unemployment internal service fund (6772). Unemployment claims are reimbursed to the Michigan Employment Security Commission based on actual claims annually and were \$11,446 and \$26,382 for the fiscal year ended September 30, 2021 and the fiscal year ended September 30, 2020 respectively.

Discretely presented component units

The Ottawa County Central Dispatch Authority (OCCDA), is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Authority carried commercial insurance to cover risks of losses. The Authority had no settled claims resulting from these risks that exceeded their commercial coverage in any of the past three fiscal years.

Ottawa County Public Utilities System (System) is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees and natural disasters. In order to minimize its exposure to these risks, the System participates in the Michigan County Road Commission Self Insurance Pool. Settled claims relating to participation in Michigan County Road Commission Self Insurance Pool have not exceeded the amount of insurance coverage in any of the past three fiscal years. There were no reductions in insurance coverage from prior years.

The Ottawa County Road Commission (Commission) is exposed to lawsuits and claims. In response to this exposure, the Commission participates in the Michigan County Road Commission Self Insurance Pool (MCRCSIP). Participation in the MCRCSIP requires payment of premiums to the pool. The pool purchases commercial reinsurance on behalf of its members. Due to the Commission's participation in this pool, the liability of the Commission relative to claims covered by the pool is limited to \$10,000 per occurrence.

The Commission is a group for workers compensation coverage through the County Road Association Self Insurance fund (CRASIF). Through membership of this group fund, the Commission's liability is covered up to \$100,000 per employee.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

14. LITIGATION

In the normal course of its activities, the County is a party to various legal actions and subject to certain asserted and unasserted claims. The County refers these actions and claims to the Ottawa County, Michigan Insurance Authority which has sufficient expertise, reserves, excess insurance coverage and available surplus to defend against or, if necessary, satisfy any of these claims and mitigate any negative effects on the County's financial condition.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

15. RELATED PARTY TRANSACTIONS

During the year ended September 30, 2021, the County provided OCCDA operating grants of \$5,523,043 from the 2020 levy.

During the year ended September 30, 2021, the County provided OCRC operating grants of \$4,851,333 from the 2020 levy.

Ottawa County Public Utilities System (“System”) incurred expenses of approximately \$1,155,000 for wages and equipment provided by the Ottawa County Road Commission, which also provides fiscal and managerial services to the System. At their year-end, the System owed the Ottawa County Road Commission \$263,142 for these goods and services.

COUNTY OF OTTAWA, MICHIGAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

16. TAX ABATEMENTS

The County receives reduced property tax revenues as a result of Industrial Facilities Tax exemptions. Industrial Facilities Tax Exemptions (IFT), entered into under the Plant Rehabilitation and Industrial Development Districts Act PA 198 of 1974, as amended, provide a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high tech facilities. An IFT certificate entitles the facility to exemption from ad valorem real and/or personal property taxes for a term of 1-12 years as determined by the local unit of government and is computed at half the local property tax millage rate, amounting to a reduction in property taxes of approximately 50%. The amount of IFT Exemptions for the year ended September 30, 2021 was approximately \$650,000. Of the \$650,000 abated, approximately \$335,000 of the abatements were initiated by various townships in the County and \$315,000 were initiated by various cities in the County.

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SUPPLEMENTARY

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

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

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ 57,124,665	\$ 56,947,892	\$ 57,089,981	\$ 142,089	\$ 55,108,418
Intergovernmental revenues	11,063,519	11,838,440	11,545,745	(292,695)	12,743,351
Charges for services	9,821,988	9,821,988	10,007,675	185,687	9,049,636
Fines and forfeits	71,100	71,100	83,598	12,498	67,424
Investment earnings (loss)	606,447	606,447	213,879	(392,568)	408,102
Licenses and permits	391,538	391,538	368,654	(22,884)	351,876
Rental income	2,198,027	2,205,692	1,999,086	(206,606)	1,879,255
Other	716,683	826,764	825,908	(856)	889,621
Total revenues	<u>81,993,967</u>	<u>82,709,861</u>	<u>82,134,526</u>	<u>(575,335)</u>	<u>80,497,683</u>
Expenditures					
Current operations					
Legislative	591,981	614,481	544,737	69,744	530,045
Judicial	13,837,217	13,956,902	13,013,918	942,984	12,860,678
General government	16,752,046	16,985,849	14,902,834	2,083,015	14,308,716
Public safety	32,195,478	32,316,619	23,607,163	8,709,456	30,888,550
Public works	6,478,624	6,516,792	6,516,792	0	6,204,797
Health and welfare	1,189,102	1,894,341	1,830,671	63,670	951,046
Community and economic development	2,089,907	2,220,201	1,227,993	992,208	1,098,729
Other expenditures	1,110,717	625,634	158,233	467,401	142,644
Total expenditures	<u>74,245,072</u>	<u>75,130,819</u>	<u>61,802,341</u>	<u>13,328,478</u>	<u>66,985,205</u>
Revenues over (under) expenditures	<u>7,748,895</u>	<u>7,579,042</u>	<u>20,332,185</u>	<u>12,753,143</u>	<u>13,512,478</u>
Other financing sources (uses)					
Transfers from other funds	3,864,814	4,628,941	3,408,353	(1,220,588)	1,650,297
Transfers to other funds	(12,910,428)	(16,306,180)	(15,779,709)	526,471	(12,923,113)
Capital leases	-	-	-	-	73,544
Total other financing sources (uses)	<u>(9,045,614)</u>	<u>(11,677,239)</u>	<u>(12,371,356)</u>	<u>(694,117)</u>	<u>(11,199,272)</u>
Net change in fund balance	(1,296,719)	(4,098,197)	7,960,829	12,059,026	2,313,206
Fund balance, beginning of year	<u>26,505,865</u>	<u>26,505,865</u>	<u>26,505,865</u>	<u>-</u>	<u>24,192,659</u>
Fund balance, end of year	<u>\$ 25,209,146</u>	<u>\$ 22,407,668</u>	<u>\$ 34,466,694</u>	<u>\$ 12,059,026</u>	<u>\$ 26,505,865</u>

COUNTY OF OTTAWA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED SEPTEMBER 30, 2021

1. Budgets and budgetary accounting

The County adopts an annual budget for the General, special revenue, debt service and capital projects funds following the the GAAP basis of accounting. Unexpended appropriations lapse at year-end.

2. Reconciliation between the general fund schedule of revenues, expenditures and changes in fund balance - budget and actual and the statement of revenues, expenditures and changes in fund balance

The adjustments necessary to reconcile actual revenues and expenditures reported on a budgetary basis to actual revenues and expenditures reported in accordance with generally accepted accounting principals are as follows:

	<u>Revenues and other sources</u>	<u>Expenditures and other uses</u>	<u>Net change in fund balance</u>
General fund:			
Schedule of revenues, expenditures and changes in fund balance - budget and actual	\$ 85,542,879	\$ 77,582,050	\$ 7,960,829
Funds classified with the general fund for purposes of GASB Statement #54			
Solid Waste Clean-up (2271)	22,718	1,050,000	(1,027,282)
Infrastructure (2444)	5,490	125,000	(119,510)
Stabilization (2570)	-	-	-
DBDC (2970)	<u>3,840,216</u>	<u>6,287,564</u>	<u>(2,447,348)</u>
Statement of revenues, expenditures and changes in fund balance	<u>\$ 89,411,303</u>	<u>\$ 85,044,614</u>	<u>\$ 4,366,689</u>

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

**COMMUNITY MENTAL HEALTH (2220)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 40,938,596	\$ 42,920,028	\$ 41,831,961	\$ (1,088,067)	\$ 40,628,166
Charges for services	201,500	201,500	172,914	(28,586)	22,619
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	20,000	20,000	61,852	41,852	26,804
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	47,807	47,807	38,867	(8,940)	90,200
Total revenues	<u>41,207,903</u>	<u>43,189,335</u>	<u>42,105,594</u>	<u>(1,083,741)</u>	<u>40,767,789</u>
Expenditures					
Current operations					
Personnel services	10,531,094	10,606,076	10,406,368	199,708	9,604,158
Supplies	168,360	171,348	153,715	17,633	329,972
Other services and charges	31,984,067	33,879,529	32,108,907	1,770,622	30,918,624
Total expenditures	<u>42,683,521</u>	<u>44,656,953</u>	<u>42,668,990</u>	<u>1,987,963</u>	<u>40,852,754</u>
Revenues over (under) expenditures	<u>(1,475,618)</u>	<u>(1,467,618)</u>	<u>(563,396)</u>	<u>904,222</u>	<u>(84,965)</u>
Other financing sources (uses)					
Transfers from other funds	1,475,618	1,475,618	525,618	950,000	476,500
Transfers to other funds	-	(968,283)	(968,283)	-	-
Total other financing sources (uses)	<u>1,475,618</u>	<u>507,335</u>	<u>(442,665)</u>	<u>950,000</u>	<u>476,500</u>
Net change in fund balance	-	(960,283)	(1,006,061)	1,854,222	391,535
Fund balance, beginning of year	<u>1,035,072</u>	<u>1,035,072</u>	<u>1,035,072</u>	<u>-</u>	<u>643,537</u>
Fund balance, end of year	<u>\$ 1,035,072</u>	<u>\$ 74,789</u>	<u>\$ 29,011</u>	<u>\$ 1,854,222</u>	<u>\$ 1,035,072</u>

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

**AMERICAN RESCUE PLAN ACT (2860)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ -	\$ 7,650,482	\$ 7,650,482	\$ -	\$ -
Investment earnings	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	-	<u>7,650,482</u>	<u>7,650,482</u>	-	-
Expenditures					
Current operations					
Personnel services	-	7,650,482	7,650,482	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Total expenditures	-	<u>7,650,482</u>	<u>7,650,482</u>	-	-
Revenues over (under) expenditures	-	-	-	-	-
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

**DEFINED BENEFIT PENSION PLAN
SCHEDULE OF CHANGES IN EMPLOYERS NET PENSION
LIABILITY AND RELATED RATIOS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	2021	2020	2019	2018	2017	2016
Total pension liability						
Service cost	\$ 3,875,267	\$ 3,911,248	\$ 4,134,129	\$ 4,292,728	\$ 4,405,425	\$ 4,562,943
Interest	23,659,631	23,176,263	22,495,130	21,530,960	20,559,652	18,909,601
Changes in benefit terms		-	(1,199,051)	-	-	-
Difference between expected and actual experience	4,525,878	(599,287)	(2,566,233)	(314,505)	(375,877)	1,399,417
Changes in assumptions	13,906,131	10,554,788	-	-	-	14,265,472
Benefit payments including employee refunds	(16,105,001)	(14,729,757)	(13,746,995)	(13,008,781)	(11,773,976)	(10,766,401)
Other	(2)	(2)	2	11	1	-
Net change in total pension liability	29,861,904	22,313,253	9,116,982	12,500,413	12,815,225	28,371,032
Total pension liability, beginning of year	317,425,796	295,112,543	285,995,561	273,495,148	260,679,923	232,308,891
Total pension liability, ending of year	\$ 347,287,700	\$ 317,425,796	\$ 295,112,543	\$ 285,995,561	\$ 273,495,148	\$ 260,679,923
Plan Fiduciary Net Position						
Contributions-employer	\$ 11,896,991	\$ 10,604,402	\$ 7,103,170	\$ 5,820,947	\$ 4,962,722	\$ 6,686,141
Contributions-employee	1,266,461	1,283,336	1,337,895	1,749,987	1,927,913	1,583,208
Net Investment income	34,694,804	29,922,304	(9,184,975)	28,190,453	22,309,475	(3,058,471)
Benefit payments including employee refunds	(16,105,001)	(14,729,757)	(13,746,995)	(13,008,781)	(11,773,976)	(10,766,401)
Administrative expense	(496,315)	(515,451)	(456,006)	(446,433)	(440,498)	(445,130)
Net change in plan fiduciary net position	31,256,940	26,564,834	(14,946,911)	22,306,173	16,985,636	(6,000,653)
Plan fiduciary net position, beginning of year	247,872,885	221,308,051	236,254,962	213,948,789	196,963,153	202,963,806
Plan fiduciary net position, ending of year	\$ 279,129,825	\$ 247,872,885	\$ 221,308,051	\$ 236,254,962	\$ 213,948,789	\$ 196,963,153
Employer net pension liability	\$ 68,157,875	\$ 69,552,911	\$ 73,804,492	\$ 49,740,599	\$ 59,546,359	\$ 63,716,770
Plan fiduciary net position as a percentage of the total pension liability	80%	78%	75%	83%	78%	76%
Covered payroll	\$ 29,913,006	\$ 30,438,340	\$ 32,079,263	\$ 33,373,122	\$ 34,396,609	\$ 36,557,710
Employer's net pension liability as a percentage of covered payroll	228%	229%	230%	149%	173%	174%

Notes to schedule:

Above amounts are based on December 31 of the prior year measurement dates.
This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

**DEFINED BENEFIT PENSION PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	2021	2020	2019	2018	2017	2016
Actuarially determined contributions	\$ 9,332,767	\$ 7,880,199	\$ 7,296,615	\$ 6,685,320	\$ 5,606,562	\$ 3,717,504
Contributions in relation to the actuarially determined contribution	<u>12,332,767</u>	<u>10,880,199</u>	<u>7,296,615</u>	<u>6,685,320</u>	<u>5,606,562</u>	<u>3,717,504</u>
Contribution deficiency (excess)	<u>\$ (3,000,000)</u>	<u>\$ (3,000,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 28,762,136</u>	<u>\$ 30,554,828</u>	<u>\$ 32,292,727</u>	<u>\$ 33,302,626</u>	<u>\$ 34,764,334</u>	<u>\$ 27,462,087</u>
Contributions as a percentage of covered payroll	43%	36%	23%	20%	16%	14%
Notes to schedule						
Actuarial cost method	Entry Age					
Amortization method	Level percentage of payroll, closed					
Remaining amortization period	12-15 years					
Asset valuation method	5 year smoothed					
Inflation	3.0% (2.5% for 2019)					
Salary increases	3.75% (4.50% for 2014)					
Investment rate of return	7.35% (7.75% for 2019)					
Retirement age	Varies depending on plan adoption					
Mortality	50% female/ 50% male RP-2014 mortality table					

This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA
REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST-EMPLOYMENT BENEFIT PLANS
SCHEDULE OF CHANGES IN EMPLOYERS LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	2021	2020	2019	2018	2017
Total OPEB liability					
Service cost	\$ 50,565	\$ 46,742	\$ 72,568	\$ 76,635	\$ 67,735
Interest	304,352	298,361	379,207	381,186	265,458
Changes in benefit terms	(73,263)	-	-	-	-
Difference between expected and actual experienc	(2,352,689)	(144,260)	(916,876)	(381,561)	3,684,085
Changes in assumptions	(325,115)	487,403	(936,918)	-	(1,448,169)
Benefit payments including employee refunds	(413,780)	(97,766)	(108,923)	(110,442)	(511,808)
Other	-	-	-	-	-
Net change in total OPEB liability	<u>(2,809,930)</u>	<u>590,480</u>	<u>(1,510,942)</u>	<u>(34,182)</u>	<u>2,057,301</u>
Total OPEB liability, beginning of year	<u>6,243,389</u>	<u>5,652,909</u>	<u>7,163,851</u>	<u>7,198,033</u>	<u>5,140,732</u>
Total OPEB liability, ending of year	<u>\$ 3,433,459</u>	<u>\$ 6,243,389</u>	<u>\$ 5,652,909</u>	<u>\$ 7,163,851</u>	<u>\$ 7,198,033</u>
Plan Fiduciary Net Position					
Contributions-employer	\$ 50,565	\$ 1,539	\$ 113,888	\$ 174,677	\$ 80,471
Contributions-employee	-	-	111,423	112,850	-
Net Investment income	1,373,586	602,108	215,713	508,448	619,034
Benefit payments including employee refunds	(413,780)	(97,766)	(108,923)	(110,442)	(511,808)
Administrative expense	(75,140)	(68,084)	(61,534)	(61,690)	(65,751)
Net change in plan fiduciary net position	<u>935,231</u>	<u>437,797</u>	<u>270,567</u>	<u>623,843</u>	<u>121,946</u>
Plan fiduciary net position, beginning of year	<u>6,537,403</u>	<u>6,099,606</u>	<u>5,829,039</u>	<u>5,205,196</u>	<u>5,083,250</u>
Plan fiduciary net position, ending of year	<u>\$ 7,472,634</u>	<u>\$ 6,537,403</u>	<u>\$ 6,099,606</u>	<u>\$ 5,829,039</u>	<u>\$ 5,205,196</u>
Employer net OPEB liability	<u>\$ (4,039,175)</u>	<u>\$ (294,014)</u>	<u>\$ (446,697)</u>	<u>\$ 1,334,812</u>	<u>\$ 1,992,837</u>
Plan fiduciary net position as a percentage of the total OPEB liability	217.6%	104.7%	107.9%	81.4%	72.3%
Covered payroll	<u>\$ 26,586,938</u>	<u>\$ 28,946,550</u>	<u>\$ 30,780,553</u>	<u>\$ 27,536,712</u>	<u>\$ 31,032,203</u>
Employer's net OPEB liability as a percentage of employee payroll	-15%	-1%	-1%	5%	6%

This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA

REQUIRED SUPPLEMENTARY INFORMATION

**OTHER POST-EMPLOYMENT BENEFIT PLANS
SCHEDULE OF EMPLOYER CONTRIBUTIONS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contributions	\$ 14,682	\$ 1,539	\$ 225,311	\$ 287,527	\$ 80,471
Contributions in relation to the actuarially determined contribution	<u>50,565</u>	<u>1,539</u>	<u>225,311</u>	<u>287,527</u>	<u>80,471</u>
Contribution deficiency (excess)	<u>\$ (35,883)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll	 <u>\$ 26,586,938</u>	 <u>\$ 28,946,550</u>	 <u>\$ 30,780,553</u>	 <u>\$ 27,536,712</u>	 <u>\$ 31,032,203</u>
 Contributions as a percentage of covered payroll	 0.19%	 0.01%	 0.73%	 1.04%	 0.26%
Notes to schedule					
Actuarial cost method	Entry Age				
Amortization method	Level percentage of compensation				
Remaining amortization period	12 year level percentage of payroll				
Asset valuation method	Equal to market value of assets				
Inflation	Included in rate of return				
Salary increases	2.00%				
Investment rate of return	5.28% (including inflation)				
Retirement age	Varies depending on plan adoption				
Mortality	50% female/ 50% male RP-2014 mortality table				
 Annual money-weighted rate of return net of investment expense	 18.50%	 9.37%	 3.62%	 9.24%	 26.07%

This schedule is being accumulated prospectively until ten years of data is presented.

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING BALANCE SHEET SCHEDULE
SEPTEMBER 30, 2021

	General Fund (1010)	Solid Waste Clean-Up (2271)	Infrastructure (2444)
Assets			
Cash and pooled investments	\$ 29,642,499	\$ 1,622,537	\$ 514,156
Receivables (net of allowance for estimated uncollectibles)			
Taxes	6,749,988	-	-
Accounts	518,012	-	-
Accrued interest on investments	191,708	-	-
Due from other funds	79,184	-	-
Interfund receivable	850,863	-	-
Advances to component units	325,000	-	-
Due from other governmental units	2,342,842	-	-
Inventory of supplies	81,437	-	-
Prepaid expenditures	128,110	-	-
Total assets	<u>40,909,643</u>	<u>1,622,537</u>	<u>514,156</u>
Liabilities, deferred inflows of resources and fund balances			
Liabilities			
Accounts payable	2,167,211	12,721	-
Due to other governmental units	1,804,993	-	-
Unearned revenue	731	-	-
Total liabilities	<u>3,972,935</u>	<u>12,721</u>	<u>-</u>
Deferred inflows of resources			
Aggregate deferred inflows	2,470,014	-	-
Fund balances			
Nonspendable	534,547	-	-
Restricted	407,233	-	-
Committed	10,842,303	1,609,816	514,156
Assigned	1,417,424	-	-
Unassigned	21,265,187	-	-
Total fund balances	<u>34,466,694</u>	<u>1,609,816</u>	<u>514,156</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 40,909,643</u>	<u>\$ 1,622,537</u>	<u>\$ 514,156</u>

(Continued)

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING BALANCE SHEET SCHEDULE
SEPTEMBER 30, 2021

	Stabilization (2570)	DBDC (2970)	Total
Assets			
Cash and pooled investments	\$ 9,255,217	\$ 1,536,233	\$ 42,570,642
Receivables (net of allowance for estimated uncollectibles)			
Taxes	-	-	6,749,988
Accounts	-	-	518,012
Accrued interest on investments	-	-	191,708
Due from other funds	-	-	79,184
Interfund receivable	-	-	850,863
Advances to component units	-	-	325,000
Due from other governmental units	-	-	2,342,842
Inventory of supplies	-	-	81,437
Prepaid expenditures	-	-	128,110
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>9,255,217</u>	<u>1,536,233</u>	<u>53,837,786</u>
Liabilities, deferred inflows of resources and fund balances			
Liabilities			
Accounts payable	-	-	2,179,932
Due to other governmental units	-	-	1,804,993
Unearned revenue	-	-	731
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u> </u>	<u> </u>	<u>3,985,656</u>
Deferred inflows of resources			
Aggregate deferred inflows	-	-	2,470,014
	<u> </u>	<u> </u>	<u> </u>
Fund balances			
Nonspendable	-	-	534,547
Restricted	9,255,217	-	9,662,450
Committed	-	1,536,233	14,502,508
Assigned	-	-	1,417,424
Unassigned	-	-	21,265,187
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>9,255,217</u>	<u>1,536,233</u>	<u>47,382,116</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 9,255,217</u>	<u>\$ 1,536,233</u>	<u>\$ 53,837,786</u>

(Concluded)

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	General Fund (1010)	Solid Waste Clean-Up (2271)	Infrastructure (2444)
Revenues			
Taxes	\$ 57,089,981	\$ -	\$ -
Intergovernmental revenues	11,545,745	-	-
Charges for services	10,007,675	-	-
Fines and forfeits	83,598	-	-
Investment earnings	213,879	22,718	5,490
Licenses and permits	368,654	-	-
Rental income	1,999,086	-	-
Other	825,908	-	-
Total revenues	<u>82,134,526</u>	<u>22,718</u>	<u>5,490</u>
Expenditures			
Current operations			
Legislative	544,737	-	-
Judicial	13,013,918	-	-
General government	14,902,834	-	-
Public safety	23,607,163	-	-
Public works	6,516,792	-	-
Health and welfare	1,830,671	-	-
Community and economic development	1,227,993	-	-
Other expenditures	158,233	-	-
Total expenditures	<u>61,802,341</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>20,332,185</u>	<u>22,718</u>	<u>5,490</u>
Other financing sources (uses)			
Transfers from other funds	3,408,353	-	-
Transfers to other funds	<u>(15,779,709)</u>	<u>(1,050,000)</u>	<u>(125,000)</u>
Total other financing sources (uses)	<u>(12,371,356)</u>	<u>(1,050,000)</u>	<u>(125,000)</u>
Net change in fund balances	7,960,829	(1,027,282)	(119,510)
Fund balances, beginning of year	<u>26,505,865</u>	<u>2,637,098</u>	<u>633,666</u>
Fund balances, end of year	<u>\$ 34,466,694</u>	<u>\$ 1,609,816</u>	<u>\$ 514,156</u>

(Continued)

COUNTY OF OTTAWA
GENERAL FUND - SUBFUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Stabilization (2570)	DB/DC (2970)	Total
Revenues			
Taxes	\$ -	\$ 3,840,216	\$ 60,930,197
Intergovernmental revenues	-	-	11,545,745
Charges for services	-	-	10,007,675
Fines and forfeits	-	-	83,598
Investment earnings	-	-	242,087
Licenses and permits	-	-	368,654
Rental income	-	-	1,999,086
Other	-	-	825,908
Total revenues	<u>-</u>	<u>3,840,216</u>	<u>86,002,950</u>
Expenditures			
Current operations			
Legislative	-	-	544,737
Judicial	-	-	13,013,918
General government	-	3,870,000	18,772,834
Public safety	-	-	23,607,163
Public works	-	-	6,516,792
Health and welfare	-	-	1,830,671
Community and economic development	-	-	1,227,993
Other expenditures	-	-	158,233
Total expenditures	<u>-</u>	<u>3,870,000</u>	<u>65,672,341</u>
Revenues over (under) expenditures	<u>-</u>	<u>(29,784)</u>	<u>20,330,609</u>
Other financing sources (uses)			
Transfers from other funds	-	-	3,408,353
Transfers to other funds	-	(2,417,564)	(19,372,273)
Total other financing sources (uses)	<u>-</u>	<u>(2,417,564)</u>	<u>(15,963,920)</u>
Net change in fund balances	-	(2,447,348)	4,366,689
Fund balances, beginning of year	<u>9,255,217</u>	<u>3,983,581</u>	<u>43,015,427</u>
Fund balances, end of year	<u>\$ 9,255,217</u>	<u>\$ 1,536,233</u>	<u>\$ 47,382,116</u>

(Concluded)

COUNTY OF OTTAWA

GENERAL FUND SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

Expenditures	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Current operations					
Legislative:					
Commissioners	\$ 591,981	\$ 614,481	\$ 544,737	\$ 69,744	\$ 530,045
Judicial:					
20th Circuit Court	3,372,861	3,378,451	3,230,664	147,787	3,232,358
58th District Court	8,068,140	8,052,157	7,625,772	426,385	7,610,781
Probate Court	998,844	1,002,224	829,814	172,410	786,177
Juvenile Services Division	1,275,110	1,391,108	1,203,407	187,701	1,119,836
Circuit Court Adult Probation	102,885	110,585	103,896	6,689	95,032
All other judicial	19,377	22,377	20,365	2,012	16,494
General government:					
Administrator	1,365,893	1,414,343	1,161,144	253,199	1,131,645
Fiscal Services	1,942,604	1,942,604	1,684,192	258,412	1,559,648
County Clerk	2,682,736	2,737,461	2,444,370	293,091	2,659,668
Prosecuting Attorney	5,064,945	5,064,945	4,631,270	433,675	4,342,510
County Treasurer	984,562	984,562	890,249	94,313	924,666
Equalization	1,595,933	1,615,933	1,608,636	7,297	1,547,827
Geographic Information Systems	554,870	554,870	530,774	24,096	501,883
MSU Extension	375,025	375,025	355,262	19,763	371,886
Facilities Maintenance	4,697,690	4,670,855	4,130,546	540,309	4,232,961
Corporate Counsel	306,866	325,866	325,434	432	284,264
Register of Deeds	750,616	761,218	702,122	59,096	723,054
Human Resources	1,098,214	1,196,464	1,117,280	79,184	981,352
Water Resources Commissioner	980,219	988,330	988,011	319	950,681
All other general government	156,121	157,621	137,792	19,829	151,375
Public safety:					
Sheriff	20,774,663	20,825,804	16,077,689	4,748,115	19,918,285
Jail	11,420,815	11,490,815	7,529,474	3,961,341	10,970,265
Public works	6,478,624	6,516,792	6,516,792	-	6,204,797
Health and welfare:					
Substance Abuse	569,984	1,119,855	1,119,854	1	285,266
All other health and welfare	619,118	774,486	710,817	63,669	665,780
Culture and recreation					
All other culture and recreation					
Community and economic development	2,089,907	2,220,201	1,227,993	992,208	1,098,729
Other expenditures:					
Insurance	158,233	158,233	158,233	-	142,644
Contingency	952,484	467,401	-	467,401	-
Transfers to other funds	12,910,428	16,306,180	15,779,709	526,471	12,923,113
Total	92,959,748	97,241,247	83,386,298	13,854,949	85,963,022
Allocated to other departments	(5,804,248)	(5,804,248)	(5,804,248)	-	(6,054,704)
Total Expenditures	<u>\$ 87,155,500</u>	<u>\$ 91,436,999</u>	<u>\$ 77,582,050</u>	<u>\$ 13,854,949</u>	<u>\$ 79,908,318</u>

COUNTY OF OTTAWA

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for revenue from specific revenue sources (other than major capital projects) and related expenditures which are restricted for specific purposes by administrative action or law.

Parks and Recreation (2081) - This fund is used to account for monies received from Federal, State, and local grants, County appropriations, and property taxes levied to provide parks and recreation services to County residents.

Friend of the Court (2160) - This fund accounts for the operations of the Friend of the Court including the Cooperative Reimbursement Grant, the Friend of the Court incentive payments established under Act 297 of 1982, Section 2530.

Other Governmental Grants (2180) - This fund was opened in 2012 and accounts for various grants, including judicial, public safety, and Community Action Agency grants.

Health Fund (2210) - This fund is used to account for monies received from Federal, State, and local grants and County appropriations. These monies are utilized in providing a variety of health related services to County residents.

Community Mental Health Millage (2221) – This fund was established to account for a 10 year special millage approved by the voters for the purpose of providing a fund to supplement (but not supplant) Michigan Medicaid funding, Michigan general fund dollars, and Ottawa County general fund dollars and to support additional programming and services for Ottawa County residents who are clients of the Ottawa County Community Mental Health Agency who receive programming and services therefrom pursuant to the terms of the Michigan Mental Health Code, Act 258 of the Public Acts of 1974, as amended.

Substance Use Disorder (2225) – This fund is used to account for monies to provide substance disorder health services within the County. Monies are provided by federal and state appropriations, contributions, and charges for services.

Landfill Tipping Fees (2272) - This fund was established to account for the County's share of the tipping fee surcharge of Ottawa County Farms and Autumn Hills landfills. The monies are to be used for implementation of the Solid Waste Management Plan.

Farmland Preservation (2340) - This fund accounts for cash purchases and/or installment purchases of development rights voluntarily offered by landowners. Once purchased, an agricultural conservation easement is placed on the property which restricts future development.

Homestead Property Tax (2550) - This fund was established as a result of the passage of Public Act 105 of 2003 which provides for the denial of homestead status by local governments, counties and/or State of Michigan. The County's share of interest on tax revenue collected under this statute is to be used solely for the administration of this program, and any unused funds remaining after a period of three years may be transferred to the county general fund (MCL 211.7cc, as amended).

Register of Deeds Technology (2560) - This fund was established under Public Act 698 of 2002 to account for newly authorized additional recording fees effective March 31, 2003. The revenue collected is to be spent on technology upgrades.

Office of Public Defender (2600) – This fund was established to undertake, perform and complete the services described in the approved compliance plan and in accordance with the Michigan Indigent Defense Act, created by Public Act 93 of 2013.

COUNTY OF OTTAWA

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

SPECIAL REVENUE FUNDS (continued)

Federal Forfeiture (2620) – This fund was established under Public Act 20 of 1943 to account for deposit of fees and expenses of costs for those local units participating in the Justice Department Equitable Sharing Program.

Sheriff Grants & Contracts (2630) - This fund accounts for various public safety grants and contracts for policing services with County municipalities.

Concealed Pistol Licensing (2631) - This fund was established under Public Act 3 of 2015 to account for the deposit of fees, and expense of costs, of administering the act.

Department of Health and Human Services (2901) - This fund accounts for County appropriations to assist with the welfare program which offers aid to disadvantaged individuals of Ottawa County.

Child Care Funds (2920) - This fund is used to account for foster child care in the County, including the operating costs of the Ottawa County Detention Center, which is a facility that houses juveniles on a short-term basis and is funded by both the State and a County appropriation.

DEBT SERVICE FUND

Debt Service (3010) - These funds were established to account for the accumulation of resources for payment of principal and interest on bonds issued to finance building projects for the County of Ottawa. Financing is provided by cash rental payments pursuant to lease agreements with the County of Ottawa.

CAPITAL PROJECTS FUND

Capital Improvement (4020, 4080) - This fund was established to account for financial resources used for the acquisition or construction of capital facilities. These include land, improvements to land, building and building improvement, equipment, and infrastructure.

Building Authority Capital Improvement (4690) – This fund was established to record receipts and expenditures for capital projects financed by the Building Authority.

INTERNAL SERVICE FUNDS

Internal Service Funds are established to account for the financing of goods or services provided by one department to other departments of the governmental unit on a cost-reimbursement basis.

Innovation and Technology (6360) - This fund is used to account for revenues collected from user departments for service charges to cover the costs incurred in the operation of the department including computer processing time and programming time.

Duplicating (6450) - This fund is used to account for revenues received from user departments and expenses incurred in providing copier services.

Telecommunications (6550) - This fund is used to account for revenues received from user departments and expenses incurred in providing telephone service.

COUNTY OF OTTAWA

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

INTERNAL SERVICE FUNDS (continued)

Equipment Pool (6641) - This fund is used to account for revenues collected from user departments for the equipment rental charges to cover the costs incurred to administer the equipment pool fund and depreciation of the equipment.

Protected Self-Funded Insurance Programs (6770) - This fund is used to account for the administrative costs associated with managing the self-insured portion of the vehicle protection program, the workers' compensation program, the liability protection program and the property and fire protection program.

Employee Benefits (6771) - This fund is used to account for revenues collected from user departments for the payment of costs incurred to administer the employee insurance programs, third party administrative expenses and actual premiums paid.

Protected Self-Funded Unemployment (6772) - This fund is used to account for revenues collected from user departments for the payment of costs incurred to administer the self-funded unemployment insurance program, third party administrative expenses and actual unemployment claims paid.

Long-Term Disability Insurance (6775) - This fund is used to account for revenues collected from user departments for the payment of costs incurred to administer the long-term disability insurance program and insurance premiums paid.

Ottawa County, Michigan Insurance Authority (6780) - This fund is used to account for insurance coverage and risk management related services to participating public entities pursuant to State of Michigan Act No. 36 of the Public Acts of 1988.

DB/DC Conversion (6810) – this fund was established by the County Board to set aside funds needed for startup costs associated with moving new hires to a defined contribution retirement system.

Compensated Absences (6800) – This fund is used to account for the future payments of accumulated sick pay of County employees under the sick days/short and long-term disability plan. This fund is also used to accrue vacation pay.

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Custodial Funds

Trust and Agency (7010) - This fund was established to account for monies received by the County for later distribution to other agencies or persons. Primarily the fund accounts for revenue received and later remitted to the State of Michigan.

Juvenile Court (7015) – This fund was established to account for monies received by the Juvenile Court for later distribution to other agencies or persons.

Library Penal Fine (7210) - This fund was established under Act 236, Section 4351 to account for monies received from District Court fines which are allocated annually for operations of libraries in the County.

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

FIDUCIARY FUNDS (continued)

Inland Lake Improvement (8725) - The Water Resource Commissioner serves as the treasurer for various inland lake boards that do not meet the requirements of a component unit, so the financial activity is recorded in this fund.

COUNTY OF OTTAWA

SOLID WASTE CLEAN-UP (2271) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Investment earnings (loss)	\$ 10,000	-	\$ 22,718	\$ 22,718	\$ 44,866
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>10,000</u>	<u>-</u>	<u>22,718</u>	<u>22,718</u>	<u>44,866</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	317,000	-	-	-	332,682
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>317,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>332,682</u>
Revenues over (under) expenditures	<u>(307,000)</u>	<u>-</u>	<u>22,718</u>	<u>22,718</u>	<u>(287,816)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	1,050,000	-	(1,050,000)	-
Transfers to other funds	-	(1,050,000)	(1,050,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,050,000)</u>	<u>(1,050,000)</u>	<u>-</u>
Net change in fund balance	<u>(307,000)</u>	<u>-</u>	<u>(1,027,282)</u>	<u>(1,027,282)</u>	<u>(287,816)</u>
Fund balance, beginning of year	<u>2,637,098</u>	<u>2,637,098</u>	<u>2,637,098</u>	<u>-</u>	<u>2,924,914</u>
Fund balance, end of year	<u>\$ 2,330,098</u>	<u>\$ 2,637,098</u>	<u>\$ 1,609,816</u>	<u>\$ (1,027,282)</u>	<u>\$ 2,637,098</u>

COUNTY OF OTTAWA

INFRASTRUCTURE (2444)

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

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Investment earnings (loss)	\$ 10,000	\$ 10,000	\$ 5,490	\$ (4,510)	\$ 10,691
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>5,490</u>	<u>(4,510)</u>	<u>10,691</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>10,000</u>	<u>10,000</u>	<u>5,490</u>	<u>(4,510)</u>	<u>10,691</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	500,000	-	(500,000)	-
Transfers to other funds	<u>(125,000)</u>	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>	<u>(125,000)</u>
Total other financing sources (uses)	<u>(125,000)</u>	<u>375,000</u>	<u>(125,000)</u>	<u>(500,000)</u>	<u>(125,000)</u>
Net change in fund balance	(115,000)	385,000	(119,510)	(504,510)	(114,309)
Fund balance, beginning of year	<u>633,666</u>	<u>633,666</u>	<u>633,666</u>	<u>-</u>	<u>747,975</u>
Fund balance, end of year	<u>\$ 518,666</u>	<u>\$ 1,018,666</u>	<u>\$ 514,156</u>	<u>\$ (504,510)</u>	<u>\$ 633,666</u>

COUNTY OF OTTAWA

STABILIZATION (2570) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>9,255,217</u>	<u>9,255,217</u>	<u>9,255,217</u>	<u>-</u>	<u>9,255,217</u>
Fund balance, end of year	<u>\$ 9,255,217</u>	<u>\$ 9,255,217</u>	<u>\$ 9,255,217</u>	<u>\$ -</u>	<u>\$ 9,255,217</u>

COUNTY OF OTTAWA

DBDC (2970) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ 3,870,697	\$ 3,870,697	\$ 3,840,216	\$ (30,481)	\$ 3,640,022
Intergovernmental revenues	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>3,870,697</u>	<u>3,870,697</u>	<u>3,840,216</u>	<u>(30,481)</u>	<u>3,640,022</u>
Expenditures					
Current operations					
Personnel services	3,870,697	3,870,697	3,870,000	697	3,000,000
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>3,870,697</u>	<u>3,870,697</u>	<u>3,870,000</u>	<u>697</u>	<u>3,000,000</u>
Revenues over (under) expenditures	-	-	(29,784)	(29,784)	640,022
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	(2,417,564)	(2,417,564)	-	-
Total other financing sources (uses)	<u>-</u>	<u>(2,417,564)</u>	<u>(2,417,564)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	(2,417,564)	(2,447,348)	(29,784)	640,022
Fund balance, beginning of year	<u>3,983,581</u>	<u>3,983,581</u>	<u>3,983,581</u>	<u>-</u>	<u>3,343,559</u>
Fund balance, end of year	<u>\$ 3,983,581</u>	<u>\$ 1,566,017</u>	<u>\$ 1,536,233</u>	<u>\$ (29,784)</u>	<u>\$ 3,983,581</u>

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2021

	Special Revenue				
	Parks and Recreation (2081)	Friend of the Court (2160)	Other Governmental Grants (2180)	Health (2210)	Community Mental Health Millage (2221)
Assets					
Cash and pooled investments	\$ 3,400,103	\$ 250	\$ -	\$ 4,687,131	\$ 3,699,116
Receivables (net of allowance for estimated uncollectibles)					
Taxes	3,955	-	-	-	-
Accounts	-	-	4,296	156,809	2,994
Due from other funds	-	-	-	-	-
Due from other governmental units	10,000	541,763	913,053	259,933	234,492
Inventory of supplies	11,460	-	10,400	163,577	-
Prepaid expenditures	-	1,995	20,150	61,593	40,468
Total assets	<u>3,425,518</u>	<u>544,008</u>	<u>947,899</u>	<u>5,329,043</u>	<u>3,977,070</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	207,454	122,124	273,882	1,076,977	258,130
Due to other governmental units	-	-	2,397	437,377	-
Interfund payable	-	419,889	430,974	-	-
Unearned revenue	71,956	-	11,928	-	2,994
Total liabilities	<u>279,410</u>	<u>542,013</u>	<u>719,181</u>	<u>1,514,354</u>	<u>261,124</u>
Deferred inflows of resources					
Aggregate deferred inflows	5,815	-	-	93,670	-
Fund balances					
Nonspendable	11,460	1,995	30,550	225,170	40,468
Restricted	3,128,833	-	198,168	528,824	3,675,478
Committed	-	-	-	-	-
Assigned	-	-	-	2,967,025	-
Total fund balances	<u>3,140,293</u>	<u>1,995</u>	<u>228,718</u>	<u>3,721,019</u>	<u>3,715,946</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,425,518</u>	<u>\$ 544,008</u>	<u>\$ 947,899</u>	<u>\$ 5,329,043</u>	<u>\$ 3,977,070</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2021

	Special Revenue				
	Substance Use Disorder (2225)	Landfill Tipping Fees (2272)	Farmland Preservation (2340)	Homestead Property Tax (2550)	Register of Deeds Technology (2560)
Assets					
Cash and pooled investments	\$ 1,415,203	\$ 925,939	\$ 2,580	\$ 47,774	\$ 1,083,493
Receivables (net of allowance for estimated uncollectibles)					
Taxes	-	-	-	-	-
Accounts	2,168	61,159	11,714	-	-
Due from other funds	-	-	-	-	-
Due from other governmental units	642,352	-	-	-	-
Inventory of supplies	-	-	-	-	-
Prepaid expenditures	-	-	-	-	17,210
Total assets	<u>2,059,723</u>	<u>987,098</u>	<u>14,294</u>	<u>47,774</u>	<u>1,100,703</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	345,422	22,264	905	-	4,213
Due to other governmental units	1,489,312	-	-	-	-
Interfund payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>1,834,734</u>	<u>22,264</u>	<u>905</u>	<u>-</u>	<u>4,213</u>
Deferred inflows of resources					
Aggregate deferred inflows	-	-	-	-	-
Fund balances					
Nonspendable	-	-	-	-	17,210
Restricted	224,989	-	-	47,774	1,079,280
Committed	-	-	13,389	-	-
Assigned	-	964,834	-	-	-
Total fund balances	<u>224,989</u>	<u>964,834</u>	<u>13,389</u>	<u>47,774</u>	<u>1,096,490</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,059,723</u>	<u>\$ 987,098</u>	<u>\$ 14,294</u>	<u>\$ 47,774</u>	<u>\$ 1,100,703</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2021

	Special Revenue				Department of Health and Human Services (2901)
	Public Defender (2600)	Federal Forfeiture (2620)	Sheriff Grants & Contracts (2630)	Concealed Pistol Licensing (2631)	
Assets					
Cash and pooled investments	\$ 161,952	\$ 9,634	\$ 48,018	\$ 347,174	\$ 4,657
Receivables (net of allowance for estimated uncollectibles)					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governmental units	42,299	-	406,749	-	-
Inventory of supplies	-	-	-	-	-
Prepaid expenditures	-	-	-	-	-
Total assets	<u>204,251</u>	<u>9,634</u>	<u>454,767</u>	<u>347,174</u>	<u>4,657</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	126,374	-	189,432	1,373	3,023
Due to other governmental units	77,877	-	-	-	-
Interfund payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>204,251</u>	<u>-</u>	<u>189,432</u>	<u>1,373</u>	<u>3,023</u>
Deferred inflows of resources					
Aggregate deferred inflows	-	-	-	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	9,634	-	345,801	-
Committed	-	-	-	-	-
Assigned	-	-	265,335	-	1,634
Total fund balances	<u>-</u>	<u>9,634</u>	<u>265,335</u>	<u>345,801</u>	<u>1,634</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 204,251</u>	<u>\$ 9,634</u>	<u>\$ 454,767</u>	<u>\$ 347,174</u>	<u>\$ 4,657</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2021

	Special Revenue	Debt Service	Capital Improvement		Total Nonmajor Governmental Funds	
	Child Care (2920)	Debt Service (3010)	Capital Improvement (4020) & (4080)	Bldng Improvement (4690)	2021	2020
Assets						
Cash and pooled investments	\$ 568,892	\$ -	\$ 5,363,295	\$ 1,238,445	\$ 23,003,656	\$ 15,684,626
Receivables (net of allowance for estimated uncollectibles)					3,955	3,320
Taxes	-	-	-	-	521,910	441,771
Accounts	282,770	-	-	-	113,094	43,433
Due from other funds	-	-	113,094	-	4,064,170	5,008,204
Due from other governmental units	1,000,478	-	13,051	-	185,437	254,647
Inventory of supplies	-	-	-	-	143,179	136,362
Prepaid expenditures	1,763	-	-	-	-	-
Total assets	<u>1,853,903</u>	<u>-</u>	<u>5,489,440</u>	<u>1,238,445</u>	<u>28,035,401</u>	<u>21,572,363</u>
Liabilities, deferred inflows of resources and fund balances						
Liabilities						
Accounts payable	185,024	-	614,695	117,844	3,549,136	2,659,152
Due to other governmental units	-	-	-	-	2,006,963	429,480
Interfund payable	-	-	-	-	850,863	1,564,898
Unearned revenue	-	-	-	-	86,878	90,181
Total liabilities	<u>185,024</u>	<u>-</u>	<u>614,695</u>	<u>117,844</u>	<u>6,493,840</u>	<u>4,743,711</u>
Deferred inflows of resources						
Aggregate deferred inflows	282,770	-	-	-	382,255	329,952
Fund balances						
Nonspendable	1,763	-	-	-	328,616	391,009
Restricted	-	-	-	-	9,238,781	6,863,823
Committed	-	-	4,874,745	1,120,601	6,008,735	4,160,865
Assigned	1,384,346	-	-	-	5,583,174	5,083,003
Total fund balances	<u>1,386,109</u>	<u>-</u>	<u>4,874,745</u>	<u>1,120,601</u>	<u>21,159,306</u>	<u>16,498,700</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,853,903</u>	<u>\$ -</u>	<u>\$ 5,489,440</u>	<u>\$ 1,238,445</u>	<u>\$ 28,035,401</u>	<u>\$ 21,572,363</u>

(Concluded)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue				
	Parks and Recreation (2081)	Friend of the Court (2160)	Other Governmental Grants (2180)	Health (2210)	Community Mental Health Millage (2221)
Revenues					
Taxes	\$ 3,943,997	\$ -	\$ -	\$ -	\$ 3,560,989
Intergovernmental revenues	1,012,831	3,413,838	4,990,508	7,127,943	1,231,975
Charges for services	903,151	325,785	89,988	577,375	-
Investment earnings	32,664	-	-	-	28,698
Licenses and permits	-	-	-	977,519	-
Rental income	-	-	-	-	-
Other	759,852	-	83,178	223,183	-
Total revenues	<u>6,652,495</u>	<u>3,739,623</u>	<u>5,163,674</u>	<u>8,906,020</u>	<u>4,821,662</u>
Expenditures					
Current operations					
Judicial	-	5,071,072	744,470	-	-
General government	-	-	-	-	-
Public safety	-	-	256,206	-	-
Public works	-	-	214,996	-	-
Health and welfare	-	-	3,793,759	13,390,837	4,574,952
Culture and recreation	4,294,574	-	-	-	-
Community and economic development	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	1,801,598	-	-	6,566	-
Total expenditures	<u>6,096,172</u>	<u>5,071,072</u>	<u>5,009,431</u>	<u>13,397,403</u>	<u>4,574,952</u>
Revenues over (under) expenditures	<u>556,323</u>	<u>(1,331,449)</u>	<u>154,243</u>	<u>(4,491,383)</u>	<u>246,710</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Transfers from other funds	353,174	1,333,444	2,350	5,201,159	968,283
Transfers to other funds	(47,765)	-	-	-	(329,921)
Total other financing sources (uses)	<u>305,409</u>	<u>1,333,444</u>	<u>2,350</u>	<u>5,201,159</u>	<u>638,362</u>
Net changes in fund balances	861,732	1,995	156,593	709,776	885,072
Fund balances, beginning of year	<u>2,278,561</u>	<u>-</u>	<u>72,125</u>	<u>3,011,243</u>	<u>2,830,874</u>
Fund balances, end of year	<u>\$ 3,140,293</u>	<u>\$ 1,995</u>	<u>\$ 228,718</u>	<u>\$ 3,721,019</u>	<u>\$ 3,715,946</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue				
	Substance Use Disorder (2225)	Landfill Tipping Fees (2272)	Farmland Preservation (2340)	Homestead Property Tax (2550)	Register of Deeds Technology (2560)
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ 4,090	\$ -
Intergovernmental revenues	3,176,194	36,049	599,186	-	-
Charges for services	-	539,673	-	-	330,742
Investment earnings	10,172	-	-	410	9,078
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	326,203	-	-
Total revenues	<u>3,186,366</u>	<u>575,722</u>	<u>925,389</u>	<u>4,500</u>	<u>339,820</u>
Expenditures					
Current operations					
Judicial	-	-	-	-	-
General government	-	-	-	1,580	201,249
Public safety	-	-	-	-	-
Public works	-	902,689	-	-	-
Health and welfare	3,142,409	-	-	-	-
Culture and recreation	-	-	-	-	-
Community and economic development	-	-	9,818	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	904,264	-	13,738
Total expenditures	<u>3,142,409</u>	<u>902,689</u>	<u>914,082</u>	<u>1,580</u>	<u>214,987</u>
Revenues over (under) expenditures	<u>43,957</u>	<u>(326,967)</u>	<u>11,307</u>	<u>2,920</u>	<u>124,833</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Transfers from other funds	79,921	119	-	-	411
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>79,921</u>	<u>119</u>	<u>-</u>	<u>-</u>	<u>411</u>
Net changes in fund balances	123,878	(326,848)	11,307	2,920	125,244
Fund balances, beginning of year	<u>101,111</u>	<u>1,291,682</u>	<u>2,082</u>	<u>44,854</u>	<u>971,246</u>
Fund balances, end of year	<u>\$ 224,989</u>	<u>\$ 964,834</u>	<u>\$ 13,389</u>	<u>\$ 47,774</u>	<u>\$ 1,096,490</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue					
	Public Defender (2600)	Federal Forfeiture (2620)	Sheriff Grants & Contracts (2630)	Department Concealed Pistol Licensing (2631)	of Health and Human Services (2901)	Child Care (2920)
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	2,258,886	-	8,470,821	111,348	-	3,282,700
Charges for services	-	-	-	17,585	-	-
Investment earnings	-	-	-	-	-	-
Licenses and permits	-	-	-	81,370	-	-
Rental income	-	-	-	-	-	-
Other	-	-	-	-	-	1,075,347
Total revenues	<u>2,258,886</u>	<u>-</u>	<u>8,470,821</u>	<u>210,303</u>	<u>-</u>	<u>4,358,047</u>
Expenditures						
Current operations						
Judicial	-	-	-	-	-	-
General government	3,201,358	-	-	95,743	-	-
Public safety	-	-	9,033,667	-	-	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	42,466	7,156,194
Culture and recreation	-	-	-	-	-	-
Community and economic development	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	8,750	28,352	-	-	-
Total expenditures	<u>3,201,358</u>	<u>8,750</u>	<u>9,062,019</u>	<u>95,743</u>	<u>42,466</u>	<u>7,156,194</u>
Revenues over (under) expenditures	<u>(942,472)</u>	<u>(8,750)</u>	<u>(591,198)</u>	<u>114,560</u>	<u>(42,466)</u>	<u>(2,798,147)</u>
Other financing sources (uses)						
Issuance of bonds	-	-	-	-	-	-
Transfers from other funds	942,472	-	560,056	-	44,100	2,896,448
Transfers to other funds	-	-	-	-	-	-
Total other financing sources (uses)	<u>942,472</u>	<u>-</u>	<u>560,056</u>	<u>-</u>	<u>44,100</u>	<u>2,896,448</u>
Net changes in fund balances	-	(8,750)	(31,142)	114,560	1,634	98,301
Fund balances, beginning of year	<u>-</u>	<u>18,384</u>	<u>296,477</u>	<u>231,241</u>	<u>-</u>	<u>1,287,808</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 9,634</u>	<u>\$ 265,335</u>	<u>\$ 345,801</u>	<u>\$ 1,634</u>	<u>\$ 1,386,109</u>

(Continued)

COUNTY OF OTTAWA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Debt Service		Capital Improvement		Total Nonmajor Governmental Funds	
	Debt Service (3010)	Capital Improvement (4020) & (4080)	Bldng Authority (4690)	2021	2020	
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ 7,509,076	\$ 7,566,393	
Intergovernmental revenues	99,791	205,500	-	36,017,570	28,862,902	
Charges for services	-	-	-	2,784,299	2,589,561	
Investment earnings	-	22,671	-	103,693	138,892	
Licenses and permits	-	-	-	1,058,889	1,039,192	
Rental income	-	424,741	-	424,741	381,916	
Other	-	101,342	-	2,569,105	2,639,563	
Total revenues	<u>99,791</u>	<u>754,254</u>	<u>-</u>	<u>50,467,373</u>	<u>43,218,419</u>	
Expenditures						
Current operations						
Judicial	-	-	-	5,815,542	5,778,193	
General government	-	-	-	3,499,930	3,354,860	
Public safety	-	-	-	9,289,873	9,102,449	
Public works	-	-	-	1,117,685	714,013	
Health and welfare	-	420	-	32,101,037	24,714,915	
Culture and recreation	-	-	-	4,294,574	4,192,325	
Community and economic development	-	-	-	9,818	419,846	
Debt service	4,706,728	-	-	4,706,728	4,375,555	
Capital outlay	-	5,114,642	301,381	8,179,291	5,122,535	
Total expenditures	<u>4,706,728</u>	<u>5,115,062</u>	<u>301,381</u>	<u>69,014,478</u>	<u>57,774,691</u>	
Revenues over (under) expenditures	<u>(4,606,937)</u>	<u>(4,360,808)</u>	<u>(301,381)</u>	<u>(18,547,105)</u>	<u>(14,556,272)</u>	
Other financing sources (uses)						
Issuance of bonds	-	-	-	-	800,000	
Transfers from other funds	4,603,597	5,825,931	1,050,000	23,861,465	16,881,951	
Transfers to other funds	-	(377,179)	-	(754,865)	(703,313)	
Total other financing sources (uses)	<u>4,603,597</u>	<u>5,448,752</u>	<u>1,050,000</u>	<u>23,106,600</u>	<u>16,978,638</u>	
Net changes in fund balances	(3,340)	1,087,944	748,619	4,559,495	2,422,366	
Fund balances, beginning of year	<u>3,340</u>	<u>3,786,801</u>	<u>371,982</u>	<u>16,599,811</u>	<u>14,076,334</u>	
Fund balances, end of year	<u>\$ -</u>	<u>\$ 4,874,745</u>	<u>\$ 1,120,601</u>	<u>\$21,159,306</u>	<u>\$ 16,498,700</u>	

(Concluded)

COUNTY OF OTTAWA

PARKS AND RECREATION (2081) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ 4,154,059	\$ 3,954,059	\$ 3,943,997	\$ (10,062)	\$ 3,974,722
Intergovernmental revenues	622,700	1,702,624	1,012,831	(689,793)	570,324
Charges for services	679,110	679,110	903,151	224,041	776,699
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	40,000	40,000	32,664	(7,336)	39,044
Licenses and permits	-	-	-	-	-
Rental income	107,905	107,905	-	(107,905)	-
Other	222,950	518,643	759,852	241,209	103,864
Total revenues	<u>5,826,724</u>	<u>7,002,341</u>	<u>6,652,495</u>	<u>(349,846)</u>	<u>5,464,653</u>
Expenditures					
Current operations					
Personnel services	2,893,937	2,893,937	2,694,246	199,691	2,686,565
Supplies	398,487	398,487	314,956	83,531	347,503
Other services and charges	1,456,527	1,497,204	1,285,372	211,832	1,158,257
Debt service	-	-	-	-	-
Capital outlay	1,433,000	3,191,781	1,801,598	1,390,183	1,996,375
Total expenditures	<u>6,181,951</u>	<u>7,981,409</u>	<u>6,096,172</u>	<u>1,885,237</u>	<u>6,188,700</u>
Revenues over (under) expenditures	<u>(355,227)</u>	<u>(979,068)</u>	<u>556,323</u>	<u>1,535,391</u>	<u>(724,047)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	800,000
Transfers from other funds	353,174	353,174	353,174	-	179,209
Transfers to other funds	(51,105)	(51,105)	(47,765)	3,340	(3,340)
Total other financing sources (uses)	<u>302,069</u>	<u>302,069</u>	<u>305,409</u>	<u>3,340</u>	<u>975,869</u>
Net change in fund balance	(53,158)	(676,999)	861,732	1,538,731	251,822
Fund balance, beginning of year	<u>2,278,561</u>	<u>2,278,561</u>	<u>2,278,561</u>	<u>-</u>	<u>2,026,739</u>
Fund balance, end of year	<u>\$ 2,225,403</u>	<u>\$ 1,601,562</u>	<u>\$ 3,140,293</u>	<u>\$ 1,538,731</u>	<u>\$ 2,278,561</u>

COUNTY OF OTTAWA

**FRIEND OF THE COURT (2160)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	3,550,390	3,538,390	3,413,838	(124,552)	3,449,039
Charges for services	<u>333,100</u>	<u>333,100</u>	<u>325,785</u>	<u>(7,315)</u>	<u>369,130</u>
Total revenues	<u>3,883,490</u>	<u>3,871,490</u>	<u>3,739,623</u>	<u>(131,867)</u>	<u>3,818,169</u>
Expenditures					
Current operations					
Personnel services	4,234,570	4,234,570	4,165,439	69,131	4,035,997
Supplies	113,590	113,590	96,887	16,703	54,585
Other services and charges	<u>849,767</u>	<u>855,017</u>	<u>808,746</u>	<u>46,271</u>	<u>956,298</u>
					-
Total expenditures	<u>5,197,927</u>	<u>5,203,177</u>	<u>5,071,072</u>	<u>132,105</u>	<u>5,046,880</u>
Revenues over (under) expenditures	<u>(1,314,437)</u>	<u>(1,331,687)</u>	<u>(1,331,449)</u>	<u>238</u>	<u>(1,228,711)</u>
Other financing sources (uses)					
Transfers from other funds	<u>1,314,437</u>	<u>1,331,687</u>	<u>1,333,444</u>	<u>1,757</u>	<u>1,228,711</u>
Total other financing sources (uses)	<u>1,314,437</u>	<u>1,331,687</u>	<u>1,333,444</u>	<u>1,757</u>	<u>1,228,711</u>
Net change in fund balance	-	-	1,995	1,995	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,995</u>	<u>\$ 1,995</u>	<u>\$ -</u>

COUNTY OF OTTAWA

OTHER GOVERNMENTAL GRANTS (2180) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 2,947,154	\$ 6,452,079	\$ 4,990,508	\$(1,461,571)	\$ 2,915,576
Charges for services	77,100	78,600	89,988	11,388	69,055
Other	77,811	74,811	83,178	8,367	100,719
Total revenues	<u>3,102,065</u>	<u>6,605,490</u>	<u>5,163,674</u>	<u>(1,441,816)</u>	<u>3,085,350</u>
Expenditures					
Current operations					
Judicial					
Personnel services	422,739	481,930	383,396	98,534	392,114
Supplies	36,809	56,289	34,227	22,062	29,963
Other services and charges	461,956	524,412	326,847	197,565	309,236
Public safety					
Personnel services	144,415	144,415	154,649	(10,234)	106,342
Supplies	35,534	38,534	70,264	(31,730)	43,050
Other services and charges	32,726	32,726	31,293	1,433	141,927
Public works					
Other services and charges	157,569	216,499	214,996	1,503	187,036
Health					
Personnel services	610,907	653,616	546,175	107,441	502,053
Supplies	594,437	858,208	695,591	162,617	536,834
Other services and charges	644,696	3,661,176	2,551,993	1,109,183	969,304
Capital outlay	-	-	-	-	80,323
Total expenditures	<u>3,141,788</u>	<u>6,667,805</u>	<u>5,009,431</u>	<u>1,658,374</u>	<u>3,298,182</u>
Revenues over (under) expenditures	<u>(39,723)</u>	<u>(62,315)</u>	<u>154,243</u>	<u>216,558</u>	<u>(212,832)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	30,579	30,579	2,350	(28,229)	-
Total other financing sources (uses)	<u>30,579</u>	<u>30,579</u>	<u>2,350</u>	<u>(28,229)</u>	<u>-</u>
Net change in fund balance	(9,144)	(31,736)	156,593	188,329	(212,832)
Fund balance, beginning of year	<u>72,125</u>	<u>72,125</u>	<u>72,125</u>	<u>-</u>	<u>284,957</u>
Fund balance, end of year	<u>\$ 62,981</u>	<u>\$ 40,389</u>	<u>\$ 228,718</u>	<u>\$ 188,329</u>	<u>\$ 72,125</u>

COUNTY OF OTTAWA

HEALTH (2210)

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

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 5,126,043	\$ 8,955,488	\$ 7,127,943	\$ (1,827,545)	\$ 6,754,446
Charges for services	759,230	759,230	577,375	(181,855)	598,829
Licenses and permits	943,385	943,385	977,519	34,134	977,837
Other	208,706	208,706	223,183	14,477	550,821
Total revenues	<u>7,037,364</u>	<u>10,866,809</u>	<u>8,906,020</u>	<u>(1,960,789)</u>	<u>8,881,933</u>
Expenditures					
Current operations					
Personnel services	9,386,691	11,804,399	9,779,221	2,025,178	8,917,698
Supplies	1,126,181	1,478,083	1,023,901	454,182	940,917
Other services and charges	2,372,985	3,370,426	2,587,715	782,711	2,378,035
Capital outlay	-	6,570	6,566	4	-
Total expenditures	<u>12,885,857</u>	<u>16,659,478</u>	<u>13,397,403</u>	<u>3,262,075</u>	<u>12,236,650</u>
Revenues over (under) expenditures	<u>(5,848,493)</u>	<u>(5,792,669)</u>	<u>(4,491,383)</u>	<u>(1,301,286)</u>	<u>(3,354,717)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	5,701,159	5,701,159	5,201,159	(500,000)	4,193,078
Total other financing sources (uses)	<u>5,701,159</u>	<u>5,701,159</u>	<u>5,201,159</u>	<u>(500,000)</u>	<u>4,193,078</u>
Net change in fund balance	(147,334)	(91,510)	709,776	(1,801,286)	838,361
Fund balance, beginning of year	<u>3,011,243</u>	<u>3,011,243</u>	<u>3,011,243</u>	<u>-</u>	<u>2,172,882</u>
Fund balance, end of year	<u>\$ 2,863,909</u>	<u>\$ 2,919,733</u>	<u>\$ 3,721,019</u>	<u>\$ (1,801,286)</u>	<u>\$ 3,011,243</u>

COUNTY OF OTTAWA

COMMUNITY MENTAL HEALTH MILLAGE (2221) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ 3,577,114	\$ 3,577,114	\$ 3,560,989	\$ (16,125)	\$ 3,589,204
Intergovernmental revenues	1,209,520	1,459,520	1,231,975	(227,545)	687,047
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings (loss)	<u>32,278</u>	<u>32,278</u>	<u>28,698</u>	<u>(3,580)</u>	<u>45,274</u>
Total revenues	<u>4,818,912</u>	<u>5,068,912</u>	<u>4,821,662</u>	<u>(247,250)</u>	<u>4,321,525</u>
Expenditures					
Current operations					
Personnel services	592,779	1,110,162	1,098,380	11,782	391,916
Supplies	4,104	238,187	63,530	174,657	57,663
Other services and charges	<u>3,022,029</u>	<u>3,915,600</u>	<u>3,413,042</u>	<u>502,558</u>	<u>2,213,376</u>
Total expenditures	<u>3,618,912</u>	<u>5,263,948</u>	<u>4,574,952</u>	<u>688,996</u>	<u>2,662,955</u>
Revenues over (under) expenditures	<u>1,200,000</u>	<u>(195,036)</u>	<u>246,710</u>	<u>441,746</u>	<u>1,658,570</u>
Other financing sources (uses)					
Transfers from other funds	-	968,283	968,283	-	-
Transfers to other funds	<u>(1,200,000)</u>	<u>(1,279,921)</u>	<u>(329,921)</u>	<u>(950,000)</u>	<u>(314,373)</u>
Total other financing sources (uses)	<u>(1,200,000)</u>	<u>(311,638)</u>	<u>638,362</u>	<u>(950,000)</u>	<u>(314,373)</u>
Net change in fund balance	-	(506,674)	885,072	(508,254)	1,344,197
Fund balance, beginning of year	<u>2,830,874</u>	<u>2,830,874</u>	<u>2,830,874</u>	<u>-</u>	<u>1,486,677</u>
Fund balance, end of year	<u>\$ 2,830,874</u>	<u>\$ 2,324,200</u>	<u>\$ 3,715,946</u>	<u>\$ (508,254)</u>	<u>\$ 2,830,874</u>

COUNTY OF OTTAWA

SUBSTANCE USE DISORDER (2225) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 3,657,572	\$ 4,204,892	\$ 3,176,194	\$(1,028,698)	\$ 2,874,370
Investment earnings	10,000	10,000	10,172	172	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>3,667,572</u>	<u>4,214,892</u>	<u>3,186,366</u>	<u>(1,028,526)</u>	<u>2,883,449</u>
Expenditures					
Current operations					
Personnel services	500,657	608,657	451,883	156,774	456,887
Supplies	9,345	79,740	32,574	47,166	7,936
Other services and charges	3,157,570	3,527,795	2,657,952	869,843	2,392,188
Capital outlay	-	-	-	-	-
Total expenditures	<u>3,667,572</u>	<u>4,216,192</u>	<u>3,142,409</u>	<u>1,073,783</u>	<u>2,857,011</u>
Revenues over (under) expenditures	<u>-</u>	<u>(1,300)</u>	<u>43,957</u>	<u>45,257</u>	<u>26,438</u>
Other financing sources (uses)					
Transfers from other funds	-	79,921	79,921	-	64,373
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>79,921</u>	<u>79,921</u>	<u>-</u>	<u>64,373</u>
Net change in fund balance	-	78,621	123,878	45,257	90,811
Fund balance, beginning of year	<u>101,111</u>	<u>101,111</u>	<u>101,111</u>	<u>-</u>	<u>10,300</u>
Fund balance, end of year	<u>\$ 101,111</u>	<u>\$ 179,732</u>	<u>\$ 224,989</u>	<u>\$ 45,257</u>	<u>\$ 101,111</u>

COUNTY OF OTTAWA

LANDFILL TIPPING FEES (2272)

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

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 28,000	\$ 48,000	\$ 36,049	\$ (11,951)	\$ 11,174
Charges for services	522,000	522,000	539,673	17,673	491,618
Investment earnings	-	10,000	-	(10,000)	-
Total revenues	<u>550,000</u>	<u>580,000</u>	<u>575,722</u>	<u>(4,278)</u>	<u>502,792</u>
Expenditures					
Current operations					
Personnel services	343,112	343,112	334,528	8,584	296,647
Supplies	18,752	21,035	19,695	1,340	12,134
Other services and charges	253,496	652,213	548,466	103,747	218,196
Total expenditures	<u>615,360</u>	<u>1,016,360</u>	<u>902,689</u>	<u>113,671</u>	<u>526,977</u>
Revenues over (under) expenditures	<u>(65,360)</u>	<u>(436,360)</u>	<u>(326,967)</u>	<u>109,393</u>	<u>(24,185)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	119	119	119	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>119</u>	<u>119</u>	<u>119</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(65,241)	(436,241)	(326,848)	109,393	(24,185)
Fund balance, beginning of year	<u>1,291,682</u>	<u>1,291,682</u>	<u>1,291,682</u>	<u>-</u>	<u>1,315,867</u>
Fund balance, end of year	<u>\$ 1,226,441</u>	<u>\$ 855,441</u>	<u>\$ 964,834</u>	<u>\$ 109,393</u>	<u>\$ 1,291,682</u>

COUNTY OF OTTAWA

**FARMLAND PRESERVATION (2340)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 157,500	\$ 591,386	\$ 599,186	\$ 7,800	\$ 200,000
Other	90,249	320,113	326,203	6,090	221,431
Total revenues	<u>247,749</u>	<u>911,499</u>	<u>925,389</u>	<u>13,890</u>	<u>421,431</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	4,293	4,293	1,580	2,713	3,184
Other services and charges	243,456	150,853	8,238	142,615	416,662
Capital outlay	-	756,353	904,264	(147,911)	-
Total expenditures	<u>247,749</u>	<u>911,499</u>	<u>914,082</u>	<u>(2,583)</u>	<u>419,846</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>11,307</u>	<u>11,307</u>	<u>1,585</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	11,307	11,307	1,585
Fund balance, beginning of year	<u>2,082</u>	<u>2,082</u>	<u>2,082</u>	<u>-</u>	<u>497</u>
Fund balance, end of year	<u>\$ 2,082</u>	<u>\$ 2,082</u>	<u>\$ 13,389</u>	<u>\$ 11,307</u>	<u>\$ 2,082</u>

COUNTY OF OTTAWA

HOMESTEAD PROPERTY TAX (2550) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Taxes	\$ 5,000	\$ 5,000	\$ 4,090	\$ (910)	\$ 2,467
Investment earnings	452	452	410	(42)	703
Other	-	-	-	-	-
Total revenues	<u>5,452</u>	<u>5,452</u>	<u>4,500</u>	<u>(952)</u>	<u>3,170</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	100	100	-	100	-
Other services and charges	1,607	1,607	1,580	27	1,558
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,707</u>	<u>1,707</u>	<u>1,580</u>	<u>127</u>	<u>1,558</u>
Revenues over (under) expenditures	<u>3,745</u>	<u>3,745</u>	<u>2,920</u>	<u>(825)</u>	<u>1,612</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	3,745	3,745	2,920	(825)	1,612
Fund balance, beginning of year	<u>44,854</u>	<u>44,854</u>	<u>44,854</u>	<u>-</u>	<u>43,242</u>
Fund balance, end of year	<u>\$ 48,599</u>	<u>\$ 48,599</u>	<u>\$ 47,774</u>	<u>\$ (825)</u>	<u>\$ 44,854</u>

COUNTY OF OTTAWA

REGISTER OF DEEDS TECHNOLOGY (2560) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Charges for services	\$ 250,000	\$ 250,000	\$ 330,742	\$ 80,742	\$ 284,230
Fines and forfeits	-	-	-	-	-
Investment earnings	-	-	9,078	9,078	14,299
Other	-	-	-	-	-
Total revenues	<u>250,000</u>	<u>250,000</u>	<u>339,820</u>	<u>89,820</u>	<u>298,529</u>
Expenditures					
Current operations					
Personnel services	28,628	28,628	28,304	324	28,202
Supplies	14,250	7,870	9,582	(1,712)	3,727
Other services and charges	177,599	177,599	163,363	14,236	154,139
Capital outlay	<u>40,000</u>	<u>66,700</u>	<u>13,738</u>	<u>52,962</u>	<u>4,753</u>
Total expenditures	<u>260,477</u>	<u>280,797</u>	<u>214,987</u>	<u>65,810</u>	<u>190,821</u>
Revenues over (under) expenditures	<u>(10,477)</u>	<u>(30,797)</u>	<u>124,833</u>	<u>155,630</u>	<u>107,708</u>
Other financing sources (uses)					
Transfers from other funds	411	411	411	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>411</u>	<u>411</u>	<u>411</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(10,066)	(30,386)	125,244	155,630	107,708
Fund balance, beginning of year	<u>971,246</u>	<u>971,246</u>	<u>971,246</u>	<u>-</u>	<u>863,538</u>
Fund balance, end of year	<u>\$ 961,180</u>	<u>\$ 940,860</u>	<u>\$ 1,096,490</u>	<u>\$ 155,630</u>	<u>\$ 971,246</u>

COUNTY OF OTTAWA

PUBLIC DEFENDER (2600)

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

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 2,316,905	\$ 2,336,763	\$ 2,258,886	\$ (77,877)	\$ 2,123,158
Charges for services	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>2,316,905</u>	<u>2,336,763</u>	<u>2,258,886</u>	<u>(77,877)</u>	<u>2,123,158</u>
Expenditures					
Current operations					
Personnel services	2,506,369	2,506,369	2,458,191	48,178	2,268,636
Supplies	37,680	44,280	36,764	7,516	49,939
Other services and charges	735,186	728,586	706,403	22,183	747,978
Capital outlay	-	-	-	-	-
Total expenditures	<u>3,279,235</u>	<u>3,279,235</u>	<u>3,201,358</u>	<u>77,877</u>	<u>3,066,553</u>
Revenues over (under) expenditures	<u>(962,330)</u>	<u>(942,472)</u>	<u>(942,472)</u>	<u>-</u>	<u>(943,395)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	962,330	942,472	942,472	-	943,395
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>962,330</u>	<u>942,472</u>	<u>942,472</u>	<u>-</u>	<u>943,395</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF OTTAWA

**FEDERAL FORFEITURE (2620)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	-	-	-	-	-
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	4,000	-	-	-	3,350
Other services and charges	-	-	-	-	15,990
Capital outlay	-	8,750	8,750	-	-
Total expenditures	4,000	8,750	8,750	-	19,340
Revenues over (under) expenditures	(4,000)	(8,750)	(8,750)	-	(19,340)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	(4,000)	(8,750)	(8,750)	-	(19,340)
Fund balance, beginning of year	18,384	18,384	18,384	-	37,724
Fund balance, end of year	<u>\$ 14,384</u>	<u>\$ 9,634</u>	<u>\$ 9,634</u>	<u>\$ -</u>	<u>\$ 18,384</u>

COUNTY OF OTTAWA

SHERIFF GRANTS & CONTRACTS (2630) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 8,755,598	\$ 8,777,201	\$ 8,470,821	\$ (306,380)	\$ 8,653,582
Charges for services	-	-	-	-	-
Other	-	-	-	-	10,870
Total revenues	<u>8,755,598</u>	<u>8,777,201</u>	<u>8,470,821</u>	<u>(306,380)</u>	<u>8,664,452</u>
Expenditures					
Current operations					
Personnel services	8,215,277	8,169,332	7,951,311	218,021	7,943,896
Supplies	332,559	332,559	236,383	96,176	145,222
Other services and charges	840,657	886,602	845,973	40,629	722,012
Capital outlay	-	21,603	28,352	(6,749)	-
Total expenditures	<u>9,388,493</u>	<u>9,410,096</u>	<u>9,062,019</u>	<u>348,077</u>	<u>8,811,130</u>
Revenues over (under) expenditures	<u>(632,895)</u>	<u>(632,895)</u>	<u>(591,198)</u>	<u>41,697</u>	<u>(146,678)</u>
Other financing sources (uses)					
Transfers from other funds	560,056	560,056	560,056	-	443,155
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>560,056</u>	<u>560,056</u>	<u>560,056</u>	<u>-</u>	<u>443,155</u>
Net change in fund balance	(72,839)	(72,839)	(31,142)	41,697	296,477
Fund balance, beginning of year	<u>296,477</u>	<u>296,477</u>	<u>296,477</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 223,638</u>	<u>\$ 223,638</u>	<u>\$ 265,335</u>	<u>\$ 41,697</u>	<u>\$ 296,477</u>

COUNTY OF OTTAWA

CONCEALED PISTOL LICENSING (2631) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 66,000	\$ 66,000	\$ 111,348	\$ 45,348	\$ 53,784
Charges for services	-	4,217	17,585	13,368	-
Licenses and permits	75,000	75,000	81,370	6,370	61,355
Other	-	-	-	-	-
Total revenues	<u>141,000</u>	<u>145,217</u>	<u>210,303</u>	<u>65,086</u>	<u>115,139</u>
Expenditures					
Current operations					
Personnel services	65,288	65,288	65,883	(595)	59,925
Supplies	7,243	11,460	10,124	1,336	8,562
Other services and charges	9,513	9,513	19,736	(10,223)	12,854
Capital outlay	-	-	-	-	-
Total expenditures	<u>82,044</u>	<u>86,261</u>	<u>95,743</u>	<u>(9,482)</u>	<u>81,341</u>
Revenues over (under) expenditures	<u>58,956</u>	<u>58,956</u>	<u>114,560</u>	<u>55,604</u>	<u>33,798</u>
Other financing sources (uses)					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	58,956	58,956	114,560	55,604	33,798
Fund balance, beginning of year	<u>231,241</u>	<u>231,241</u>	<u>231,241</u>	<u>-</u>	<u>197,443</u>
Fund balance, end of year	<u>\$ 290,197</u>	<u>\$ 290,197</u>	<u>\$ 345,801</u>	<u>\$ 55,604</u>	<u>\$ 231,241</u>

COUNTY OF OTTAWA

**DEPARTMENT OF HEALTH AND HUMAN SERVICES (2901)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	44,100	44,100	42,466	1,634	41,178
Capital outlay	-	-	-	-	-
Total expenditures	<u>44,100</u>	<u>44,100</u>	<u>42,466</u>	<u>1,634</u>	<u>41,178</u>
Revenues over (under) expenditures	<u>(44,100)</u>	<u>(44,100)</u>	<u>(42,466)</u>	<u>1,634</u>	<u>(41,178)</u>
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	44,100	44,100	44,100	-	41,178
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>44,100</u>	<u>44,100</u>	<u>44,100</u>	<u>-</u>	<u>41,178</u>
Net change in fund balance	-	-	1,634	1,634	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,634</u>	<u>\$ 1,634</u>	<u>\$ -</u>

COUNTY OF OTTAWA

CHILD CARE (2920) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Intergovernmental revenues	\$ 3,364,369	\$ 3,293,981	\$ 3,282,700	\$ (11,281)	\$ 3,333,092
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Rental income	-	-	-	-	-
Other	1,768,250	1,768,250	1,075,347	(692,903)	1,361,898
Total revenues	5,132,619	5,062,231	4,358,047	(704,184)	4,694,990
Expenditures					
Current operations					
Personnel services	5,417,416	5,276,640	4,857,310	419,330	4,810,555
Supplies	282,347	266,256	215,819	50,437	218,027
Other services and charges	2,977,692	3,015,783	2,083,065	932,718	2,734,305
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	8,677,455	8,558,679	7,156,194	1,402,485	7,762,887
Revenues over (under) expenditures	(3,544,836)	(3,496,448)	(2,798,147)	698,301	(3,067,897)
Other financing sources (uses)					
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	2,944,836	2,896,448	2,896,448	-	2,364,390
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	2,944,836	2,896,448	2,896,448	-	2,364,390
Net change in fund balance	(600,000)	(600,000)	98,301	698,301	(703,507)
Fund balance, beginning of year	1,287,808	1,287,808	1,287,808	-	1,991,315
Fund balance, end of year	\$ 687,808	\$ 687,808	\$ 1,386,109	\$ 698,301	\$ 1,287,808

COUNTY OF OTTAWA

**DEBT SERVICE FUNDS (3010)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ 99,367	\$ 99,367	\$ 99,791	\$ 424	\$ 111,680
Charges for services	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>99,367</u>	<u>99,367</u>	<u>99,791</u>	<u>424</u>	<u>111,680</u>
Expenditures					
Current operations					
Debt service					
Principal retirement	3,577,322	3,570,000	3,570,000	-	3,145,000
Interest and fiscal charges	1,129,406	1,136,728	1,136,728	-	1,230,555
Capital outlay	-	-	-	-	-
Total expenditures	<u>4,706,728</u>	<u>4,706,728</u>	<u>4,706,728</u>	<u>-</u>	<u>4,375,555</u>
Revenues over (under) expenditures	<u>(4,607,361)</u>	<u>(4,607,361)</u>	<u>(4,606,937)</u>	<u>424</u>	<u>(4,263,875)</u>
Other financing sources (uses)					
Payment to refunding bond escrow agent	-	-	-	-	-
Transfers from other funds	4,607,361	4,607,361	4,603,597	(3,764)	4,267,215
Transfers to other funds	-	-	-	-	-
Total other financing sources (uses)	<u>4,607,361</u>	<u>4,607,361</u>	<u>4,603,597</u>	<u>(3,764)</u>	<u>4,267,215</u>
Net change in fund balance	-	-	(3,340)	(3,340)	3,340
Fund balance, beginning of year	<u>3,340</u>	<u>3,340</u>	<u>3,340</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,340</u>	<u>\$ 3,340</u>	<u>\$ -</u>	<u>\$ (3,340)</u>	<u>\$ 3,340</u>

COUNTY OF OTTAWA

CAPITAL IMPROVEMENT (4020) & (4080) SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>2020 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Intergovernmental revenues	\$ -	\$ 2,197,927	\$ 205,500	\$(1,992,427)	-
Charges for services	74,174	-	-	-	-
Fines and forfeits	-	-	-	-	-
Investment earnings	-	-	22,671	22,671	39,572
Licenses and permits	-	-	-	-	-
Rental income	562,861	562,861	424,741	(138,120)	381,916
Other	-	134,187	101,342	(32,845)	289,960
Total revenues	<u>637,035</u>	<u>2,894,975</u>	<u>754,254</u>	<u>(2,140,721)</u>	<u>711,448</u>
Expenditures					
Current operations					
Personnel services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	3,200	420	2,780	3,054
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	<u>2,219,298</u>	<u>10,972,733</u>	<u>5,114,642</u>	<u>5,858,091</u>	<u>2,929,332</u>
Total expenditures	<u>2,219,298</u>	<u>10,975,933</u>	<u>5,115,062</u>	<u>5,860,871</u>	<u>2,932,386</u>
Revenues over (under) expenditures	<u>(1,582,263)</u>	<u>(8,080,958)</u>	<u>(4,360,808)</u>	<u>3,720,150</u>	<u>(2,220,938)</u>
Other financing sources (uses)					
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	961,759	8,948,746	5,825,931	(3,122,815)	3,221,620
Transfers to other funds	<u>(377,603)</u>	<u>(377,603)</u>	<u>(377,179)</u>	<u>424</u>	<u>(385,600)</u>
Total other financing sources (uses)	<u>584,156</u>	<u>8,571,143</u>	<u>5,448,752</u>	<u>(3,122,391)</u>	<u>2,836,020</u>
Net change in fund balance	(998,107)	490,186	1,087,944	597,758	615,082
Fund balance, beginning of year	<u>3,786,801</u>	<u>3,786,801</u>	<u>3,786,801</u>	<u>-</u>	<u>3,171,719</u>
Fund balance, end of year	<u>\$ 2,788,694</u>	<u>\$ 4,276,987</u>	<u>\$ 4,874,745</u>	<u>\$ 597,758</u>	<u>\$ 3,786,801</u>

COUNTY OF OTTAWA

BUILDING AUTHORITY (4690)

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

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	Budget Amounts		Actual Amount	Variance Positive (Negative)	2020 Actual
	Original	Final			
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-
Rental income	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	-	-	-	-	-
Expenditures					
Current operations					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	29,871,982	301,381	29,570,601	111,752
Total expenditures	-	29,871,982	301,381	29,570,601	111,752
Revenues over (under) expenditures	-	(29,871,982)	(301,381)	29,570,601	(111,752)
Other financing sources (uses)					
Issuance of bonds	-	30,000,000	-	(30,000,000)	-
Premium on bonds issued	-	-	-	-	-
Transfers from other funds	-	1,050,000	1,050,000	-	-
Transfers to other funds	-	(1,550,000)	-	1,550,000	-
Total other financing sources (uses)	-	29,500,000	1,050,000	(28,450,000)	-
Net change in fund balance	-	(371,982)	748,619	1,120,601	(111,752)
Fund balance, beginning of year	371,982	371,982	371,982	-	483,734
Fund balance, end of year	\$ 371,982	\$ -	\$ 1,120,601	\$ 1,120,601	\$ 371,982

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2021
(with comparative totals at September 30, 2020)

	Innovation and Technology (6360)	Duplicating (6450)	Telecom- munications (6550)	Equipment Pool (6641)
Assets				
Current assets				
Cash and pooled investments	\$ 1,760,192	\$ 670,661	\$ 936,969	\$ 1,555,188
Investments	-	-	-	-
Accounts receivable	4,201	-	-	-
Accrued interest on investments	-	-	-	-
Due from other funds	-	-	-	49,421
Inventory of supplies	86,310	-	-	-
Prepaid expenses	<u>793,655</u>	<u>-</u>	<u>105,395</u>	<u>-</u>
Total current assets	<u>2,644,358</u>	<u>670,661</u>	<u>1,042,364</u>	<u>1,604,609</u>
Noncurrent assets				
Capital assets				
Office furniture and equipment	-	-	-	10,485,746
Copy machines	-	343,010	-	-
Telephone equipment	-	-	1,847,684	-
Vehicles	-	-	-	6,804,403
Construction in progress	-	-	415,950	-
Less accumulated depreciation	<u>-</u>	<u>(274,913)</u>	<u>(1,253,464)</u>	<u>(12,576,679)</u>
Net capital assets	<u>-</u>	<u>68,097</u>	<u>1,010,170</u>	<u>4,713,470</u>
Total assets	<u>2,644,358</u>	<u>738,758</u>	<u>2,052,534</u>	<u>6,318,079</u>
Liabilities				
Current liabilities				
Accounts payable	213,981	5,921	28,975	106,916
Interfund payable	-	-	-	-
Current portion of long-term debt	-	-	-	-
Unearned revenue	-	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>43,283</u>
Total liabilities	<u>213,981</u>	<u>5,921</u>	<u>28,975</u>	<u>150,199</u>
Net position				
Invested in capital assets	-	68,097	1,010,170	4,713,470
Restricted for managed care risk exposure	-	-	-	-
Unrestricted	<u>2,430,377</u>	<u>664,740</u>	<u>1,013,389</u>	<u>1,454,410</u>
Total net position	<u>\$ 2,430,377</u>	<u>\$ 732,837</u>	<u>\$ 2,023,559</u>	<u>\$ 6,167,880</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2021
(with comparative totals at September 30, 2020)

	Protected Self-Funded Insurance Programs (6770)	Employee Benefits (6771)	Protected Self-Funded Unemployment (6772)	Long-Term Disability Insurance (6775)
Assets				
Current assets				
Cash and pooled investments	\$ 222,275	\$ 2,439,784	\$ 1,503,798	\$ 34,998
Investments	-	-	-	-
Accounts receivable	-	-	-	-
Accrued interest on investments	-	-	-	-
Due from other funds	3,515,822	-	-	-
Inventory of supplies	-	-	-	-
Prepaid expenses	<u>52,388</u>	<u>2,902</u>	<u>-</u>	<u>-</u>
Total current assets	<u>3,790,485</u>	<u>2,442,686</u>	<u>1,503,798</u>	<u>34,998</u>
Noncurrent assets				
Capital assets				
Office furniture and equipment	-	-	-	-
Copy machines	-	-	-	-
Telephone equipment	-	-	-	-
Vehicles	-	-	-	-
Construction in progress	-	-	-	-
Less accumulated depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>3,790,485</u>	<u>2,442,686</u>	<u>1,503,798</u>	<u>34,998</u>
Liabilities				
Current liabilities				
Accounts payable	665,063	30,927	928	19,502
Interfund payable	-	-	-	-
Current portion of long-term debt	-	-	-	-
Unearned revenue	-	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>665,063</u>	<u>30,927</u>	<u>928</u>	<u>19,502</u>
Net position				
Invested in capital assets	-	-	-	-
Restricted for managed care risk exposure	-	-	-	-
Unrestricted	<u>3,125,422</u>	<u>2,411,759</u>	<u>1,502,870</u>	<u>15,496</u>
Total net position	<u>\$ 3,125,422</u>	<u>\$ 2,411,759</u>	<u>\$ 1,502,870</u>	<u>\$ 15,496</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION

SEPTEMBER 30, 2021
(with comparative totals at September 30, 2020)

	Ottawa County, Michigan Insurance Authority (6780)	DB/DC Conversion 6810	Compensated Absences 6800	Totals	
				<u>2021</u>	<u>2020</u>
Assets					
Current assets					
Cash and pooled investments	\$ 794,082	\$ 5,925,175	\$ 3,934,621	\$ 19,777,743	\$ 18,345,548
Investments	52,933,830	-	-	52,933,830	48,617,544
Accounts receivable	-	-	-	4,201	75,313
Accrued interest on investments	36,065	-	-	36,065	76,881
Due from other funds	43,283	-	-	3,608,526	3,757,814
Inventory of supplies	-	-	-	86,310	17,438
Prepaid expenses	<u>332,865</u>	<u>-</u>	<u>-</u>	<u>1,287,205</u>	<u>915,174</u>
Total current assets	<u>54,140,125</u>	<u>5,925,175</u>	<u>3,934,621</u>	<u>77,733,880</u>	<u>71,805,712</u>
Noncurrent assets					
Capital assets					
Office furniture and equipment	-	-	-	10,485,746	10,077,618
Copy machines	-	-	-	343,010	339,026
Telephone equipment	-	-	-	1,847,684	1,847,684
Vehicles	-	-	-	6,804,403	6,516,412
Construction in Progress	-	-	-	415,950	-
Less accumulated depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,105,056)</u>	<u>(12,791,664)</u>
Net capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,791,737</u>	<u>5,989,076</u>
Total assets	<u>54,140,125</u>	<u>5,925,175</u>	<u>3,934,621</u>	<u>83,525,617</u>	<u>77,794,788</u>
Liabilities					
Current liabilities					
Accounts payable	14,602,507	1,059,692	-	16,734,412	15,762,403
Interfund payable	-	-	-	-	-
Current portion of long-term debt	-	-	3,765,739	3,765,739	3,815,905
Unearned revenue	-	-	-	-	-
Due to other funds	<u>3,757,521</u>	<u>-</u>	<u>-</u>	<u>3,800,804</u>	<u>3,864,722</u>
Total liabilities	<u>18,360,028</u>	<u>1,059,692</u>	<u>3,765,739</u>	<u>24,300,955</u>	<u>23,443,030</u>
Net position					
Invested in capital assets	-	-	-	5,791,737	5,989,076
Restricted for managed care risk exposure	-	-	-	-	-
Unrestricted	<u>35,780,097</u>	<u>4,865,483</u>	<u>168,882</u>	<u>53,432,925</u>	<u>48,362,682</u>
Total net position	<u>\$ 35,780,097</u>	<u>\$ 4,865,483</u>	<u>\$ 168,882</u>	<u>\$ 59,224,662</u>	<u>\$ 54,351,758</u>

(Concluded)

COUNTY OF OTTAWA

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	Innovation and Technology (6360)	Duplicating (6450)	Telecom- munications (6550)	Equipment Pool (6641)
Operating revenues				
Charges for services	\$ 4,921,055	\$ 31,223	\$ 773,754	\$ 1,614,916
Other revenue	<u>591,262</u>	<u>-</u>	<u>16</u>	<u>242,772</u>
Total operating revenues	<u>5,512,317</u>	<u>31,223</u>	<u>773,770</u>	<u>1,857,688</u>
Operating expenses				
Personnel services	2,565,622	4,806	155,893	30,612
Contractual services	-	-	-	-
Supplies	741,738	9,250	2,739	-
Depreciation	-	31,441	126,086	1,940,011
Building and equipment rental	400,876	-	-	-
Claims and legal	-	-	-	-
Miscellaneous	<u>1,523,630</u>	<u>-</u>	<u>484,715</u>	<u>9,267</u>
Total operating expenses	<u>5,231,866</u>	<u>45,497</u>	<u>769,433</u>	<u>1,979,890</u>
Operating income (loss)	<u>280,451</u>	<u>(14,274)</u>	<u>4,337</u>	<u>(122,202)</u>
Nonoperating revenues (expenses)				
Investment earnings (loss)	11,890	6,017	9,803	9,178
Net change in the fair value of investments	-	-	-	-
Gain (loss) on retirement of capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>160,667</u>
Total nonoperating revenues	<u>11,890</u>	<u>6,017</u>	<u>9,803</u>	<u>169,845</u>
Income (loss) before transfers	<u>292,341</u>	<u>(8,257)</u>	<u>14,140</u>	<u>47,643</u>
Transfers				
Transfers from other funds	60,321	-	-	-
Transfers to other funds	<u>-</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>
Total transfers	<u>60,321</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>
Change in net position	352,662	(8,257)	(135,860)	47,643
Total net position, beginning of year	<u>2,077,715</u>	<u>741,094</u>	<u>2,159,419</u>	<u>6,120,237</u>
Total net position, end of year	<u>\$ 2,430,377</u>	<u>\$ 732,837</u>	<u>\$ 2,023,559</u>	<u>\$ 6,167,880</u>

(Continued)

COUNTY OF OTTAWA

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

FOR THE YEAR ENDED SEPTEMBER 30, 2021

(with comparative totals for year ended September 30, 2020)

	Protected Self-Funded Insurance Programs (6770)	Employee Benefits (6771)	Protected Self-Funded Unemployment (6772)	Long-Term Disability Insurance (6775)
Operating revenues				
Charges for services	\$ 298,162	\$ 11,943,269	\$ 346,520	\$ 61,717.00
Other revenue	-	-	-	-
Total operating revenues	<u>298,162</u>	<u>11,943,269</u>	<u>346,520</u>	<u>61,717</u>
Operating expenses				
Personnel services	168,548	188,746	50,181	9,344
Contractual services	-	-	-	-
Supplies	143	-	-	-
Depreciation	-	-	-	-
Building and equipment rental	-	-	-	-
Claims and legal	-	-	-	-
Miscellaneous	130,698	12,012,639	152,925	118,199
Total operating expenses	<u>299,389</u>	<u>12,201,385</u>	<u>203,106</u>	<u>127,543</u>
Operating income (loss)	<u>(1,227)</u>	<u>(258,116)</u>	<u>143,414</u>	<u>(65,826)</u>
Nonoperating revenues (expenses)				
Investment earnings (loss)	71,009	19,479	12,632	588
Net change in the fair value of investments	-	-	-	-
Gain (loss) on retirement of capital assets	-	-	-	-
Total nonoperating revenues	<u>71,009</u>	<u>19,479</u>	<u>12,632</u>	<u>588</u>
Income (loss) before transfers	<u>69,782</u>	<u>(238,637)</u>	<u>156,046</u>	<u>(65,238)</u>
Transfers				
Transfers from other funds	-	89,161	-	-
Transfers to other funds	-	(395,836)	-	-
Total transfers	<u>-</u>	<u>(306,675)</u>	<u>-</u>	<u>-</u>
Change in net position	69,782	(545,312)	156,046	(65,238)
Total net position, beginning of year	<u>3,055,640</u>	<u>2,957,071</u>	<u>1,346,824</u>	<u>80,734</u>
Total net position, end of year	<u>\$ 3,125,422</u>	<u>\$ 2,411,759</u>	<u>\$ 1,502,870</u>	<u>\$ 15,496</u>

(Continued)

COUNTY OF OTTAWA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)

	Ottawa County, Michigan Insurance Authority (6780)	DB/DC Conversion (6810)	Compensated Absences (6800)	Totals	
				2021	2020
Operating revenues					
Charges for services	\$ 2,007,944	\$ 17,066,662	\$ (29,293)	\$ 39,035,929	\$ 38,673,666
Other revenue	48,969	-	-	883,019	721,984
Total operating revenues	<u>2,056,913</u>	<u>17,066,662</u>	<u>(29,293)</u>	<u>39,918,948</u>	<u>39,395,650</u>
Operating expenses					
Personnel services	-	-	(27,780)	3,145,972	3,885,495
Contractual services	931,900	-	-	931,900	822,861
Supplies	-	-	-	753,870	422,623
Depreciation	-	-	-	2,097,538	1,834,768
Building and equipment rental	-	-	-	400,876	427,120
Claims and legal	2,153,029	-	-	2,153,029	1,163,936
Miscellaneous	-	12,847,440	-	27,279,513	26,136,624
Total operating expenses	<u>3,084,929</u>	<u>12,847,440</u>	<u>(27,780)</u>	<u>36,762,698</u>	<u>34,693,427</u>
Operating income (loss)	<u>(1,028,016)</u>	<u>4,219,222</u>	<u>(1,513)</u>	<u>3,156,250</u>	<u>4,702,223</u>
Nonoperating revenues (expenses)					
Investment earnings (loss)	984,643	57,568	35,328	1,218,135	1,347,853
Net change in the fair value of investments	6,362,990	-	-	6,362,990	3,422,202
Gain (loss) on retirement of capital assets	-	-	-	160,667	121,585
Total nonoperating revenues	<u>7,347,633</u>	<u>57,568</u>	<u>35,328</u>	<u>7,741,792</u>	<u>4,891,640</u>
Income (loss) before transfers	<u>6,319,617</u>	<u>4,276,790</u>	<u>33,815</u>	<u>10,898,042</u>	<u>9,593,863</u>
Transfers					
Transfers from other funds	-	-	-	149,482	13,546
Transfers to other funds	(2,674,281)	(2,954,503)	-	(6,174,620)	(4,660,491)
Total transfers	<u>(2,674,281)</u>	<u>(2,954,503)</u>	<u>-</u>	<u>(6,025,138)</u>	<u>(4,646,945)</u>
Change in net position	3,645,336	1,322,287	33,815	4,872,904	4,946,918
Total net position, beginning of year	<u>32,134,761</u>	<u>3,543,196</u>	<u>135,067</u>	<u>54,351,758</u>	<u>49,404,840</u>
Total net position, end of year	<u>\$ 35,780,097</u>	<u>\$ 4,865,483</u>	<u>\$ 168,882</u>	<u>\$ 59,224,662</u>	<u>\$ 54,351,758</u>

(Concluded)

COUNTY OF OTTAWA

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	Innovation and Technology (6360)	Duplicating (6450)	Telecom- munications (6550)	Equipment Pool (6641)	Protected Self-Funded Insurance Programs (6770)	Employee Benefits (6771)
Cash flow from operating activities						
Cash received from interfund services provided	\$ 5,510,433	\$ 31,223	\$ 773,770	\$ 1,880,684	\$ 298,162	\$ 11,943,269
Cash payments to suppliers for goods and services	(2,880,092)	(21,694)	(439,385)	(614,854)	(205,554)	(12,001,541)
Cash payments for self-funded insurance claims	-	-	-	-	-	-
Cash payments to employees for services	<u>(2,565,622)</u>	<u>(4,806)</u>	<u>(155,893)</u>	<u>(30,612)</u>	<u>(168,548)</u>	<u>(188,746)</u>
Net cash provided by (used for) operating activities	<u>64,719</u>	<u>4,723</u>	<u>178,492</u>	<u>1,235,218</u>	<u>(75,940)</u>	<u>(247,018)</u>
Cash flow from noncapital financing activities						
Due from other funds	-	-	-	84,187	-	-
Transfers in from other funds	73,867	-	-	-	-	-
Transfers out to other funds	<u>-</u>	<u>-</u>	<u>(150,000)</u>	<u>43,283</u>	<u>-</u>	<u>(306,675)</u>
Net cash provided by (used for) noncapital financing activities	<u>73,867</u>	<u>-</u>	<u>(150,000)</u>	<u>127,470</u>	<u>-</u>	<u>(306,675)</u>
Cash flow from capital and related financing activities						
Acquisition of capital assets	-	(24,316)	(415,950)	(1,459,933)	-	-
Proceeds from sale of equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>160,667</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>(24,316)</u>	<u>(415,950)</u>	<u>(1,299,266)</u>	<u>-</u>	<u>-</u>
Cash flow from investing activities						
Purchase of investments	(68,872)	-	-	-	-	-
Interest on investments	11,890	6,017	9,803	9,178	165,847	19,479
Proceeds from sale of investments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) investing activities	<u>(56,982)</u>	<u>6,017</u>	<u>9,803</u>	<u>9,178</u>	<u>165,847</u>	<u>19,479</u>
Net increase (decrease) in cash and pooled investments	81,604	(13,576)	(377,655)	72,600	89,907	(534,214)
Cash and pooled investments, beginning of year	<u>1,678,588</u>	<u>684,237</u>	<u>1,314,624</u>	<u>1,482,588</u>	<u>132,368</u>	<u>2,973,998</u>
Cash and pooled investments, end of year	<u>\$ 1,760,192</u>	<u>\$ 670,661</u>	<u>\$ 936,969</u>	<u>\$ 1,555,188</u>	<u>\$ 222,275</u>	<u>\$ 2,439,784</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities						
Operating income (loss)	\$ 280,451	\$ (14,274)	\$ 4,337	\$ (122,202)	\$ (1,227)	\$ (258,116)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities						
Depreciation	-	31,441	126,086	1,940,011	-	-
Change in assets and liabilities not affecting cash provided by (used for) operating activities						
(Increase) decrease in receivables	(1,884)	-	-	22,996	-	-
(Increase) decrease in prepaid expenses	(308,261)	-	52,698	-	-	-
Increase (decrease) in unpaid claims liability	-	-	-	-	-	-
Increase (decrease) in accounts payable	94,413	(12,444)	(4,629)	(605,587)	(74,713)	11,098
Increase (decrease) in current portion of long-term debt	-	-	-	-	-	-
Increase (decrease) in due to other funds	-	-	-	-	-	-
Increase (decrease) in total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u>\$ 64,719</u>	<u>\$ 4,723</u>	<u>\$ 178,492</u>	<u>\$ 1,235,218</u>	<u>\$ (75,940)</u>	<u>\$ (247,018)</u>

(Continued)

COUNTY OF OTTAWA

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021
(with comparative totals for year ended September 30, 2020)**

	Protected	Long-Term	Ottawa County,	DB/DC	Compensated	Totals	
	Self-Funded Unemployment (6772)	Disability Insurance (6775)	Michigan Insurance Authority (6780)	Conversion (6810)	Absences (6800)	2021	2020
Cash flow from operating activities							
Cash received from interfund services provided	\$ 346,520	\$ 61,717	\$ 2,013,630	\$ 17,066,662	\$ (29,293)	\$ 39,896,777	\$ 39,362,236
Cash payments to suppliers for goods and services	(159,117)	(117,383)	(94,838)	(12,773,262)	-	(29,307,720)	(25,904,088)
Cash payments for self-funded insurance claims	-	-	(657,960)	-	-	(657,960)	(1,157,324)
Cash payments to employees for services	(50,181)	(9,344)	(1,048,368)	-	(22,386)	(4,244,506)	(3,565,485)
Net cash provided by (used for) operating activities	<u>137,222</u>	<u>(65,010)</u>	<u>212,464</u>	<u>4,293,400</u>	<u>(51,679)</u>	<u>5,686,591</u>	<u>8,735,339</u>
Cash flow from noncapital financing activities							
Due from other funds	-	-	-	-	-	84,187	(133,608)
Transfers in from other funds	-	-	-	-	-	73,867	-
Transfers out to other funds	-	-	(2,686,644)	(2,954,503)	-	(6,054,539)	(4,543,636)
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>-</u>	<u>(2,686,644)</u>	<u>(2,954,503)</u>	<u>-</u>	<u>(5,896,485)</u>	<u>(4,677,244)</u>
Cash flow from capital and related financing activities							
Acquisition of capital assets	-	-	-	-	-	(1,900,199)	(1,910,629)
Proceeds from sale of equipment	-	-	-	-	-	160,667	121,585
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,739,532)</u>	<u>(1,789,044)</u>
Cash flow from investing activities							
Purchase of investments	-	-	(37,349,889)	-	-	(37,418,761)	(23,689,133)
Interest on investments	12,632	588	1,025,459	57,568	35,328	1,353,789	1,414,112
Proceeds from sale of investments	-	-	39,446,593	-	-	39,446,593	22,267,847
Net cash provided by (used for) investing activities	<u>12,632</u>	<u>588</u>	<u>3,122,163</u>	<u>57,568</u>	<u>35,328</u>	<u>3,381,621</u>	<u>(7,174)</u>
Net increase (decrease) in cash and pooled investments	149,854	(64,422)	647,983	1,396,465	(16,351)	1,432,195	2,261,877
Cash and pooled investments, beginning of year	<u>1,353,944</u>	<u>99,420</u>	<u>146,099</u>	<u>4,528,710</u>	<u>3,950,972</u>	<u>18,345,548</u>	<u>16,083,671</u>
Cash and pooled investments, end of year	<u>\$ 1,503,798</u>	<u>\$ 34,998</u>	<u>\$ 794,082</u>	<u>\$ 5,925,175</u>	<u>\$ 3,934,621</u>	<u>\$ 19,777,743</u>	<u>\$ 18,345,548</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities							
Operating income (loss)	\$ 143,414	\$ (65,826)	\$ (1,028,016)	\$ 4,219,222	\$ (1,513)	\$ 3,156,250	\$ 4,702,223
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities							
Depreciation	-	-	-	-	-	2,097,538	1,834,768
Change in assets and liabilities not affecting cash provided by (used for) operating activities							
(Increase) decrease in receivables	-	-	-	-	-	21,112	(33,414)
(Increase) decrease in prepaid expenses	-	-	(116,468)	-	-	(372,031)	161,394
Increase (decrease) in unpaid claims liability	-	-	1,495,069	-	-	1,495,069	302,199
Increase (decrease) in accounts payable	(6,192)	816	-	74,178	-	(523,060)	1,007,081
Increase (decrease) in current portion of long-term de	-	-	-	-	(50,166)	(50,166)	785,708
Increase (decrease) in due to other funds	-	-	(138,121)	-	-	(138,121)	68,457
Increase (decrease) in total noncurrent liabilities	-	-	-	-	-	-	(93,077)
Net cash provided by (used for) operating activities	<u>\$ 137,222</u>	<u>\$ (65,010)</u>	<u>\$ 212,464</u>	<u>\$ 4,293,400</u>	<u>\$ (51,679)</u>	<u>\$ 5,686,591</u>	<u>\$ 8,735,339</u>

Noncash investing activities

The change in fair value of investments for the internal service funds was \$6,362,990

(Concluded)

COUNTY OF OTTAWA
CUSTODIAL FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2021
(with comparative totals at September 30, 2020)

	Trust and Agency <u>7010</u>	Juvenile Court <u>7015</u>	Library Penal Fine <u>7210</u>	Inland Lake Improvement <u>8725</u>	Totals <u>2021</u>
Assets					
Cash and pooled investments	\$ 43,090,412	\$ 1,385	\$ 210,865	\$ 75,998	\$ 43,378,660
Accounts receivable	-	-	-	-	-
Due from other governmental units	-	-	-	-	-
Total assets	<u>43,090,412</u>	<u>1,385</u>	<u>210,865</u>	<u>75,998</u>	<u>43,378,660</u>
Liabilities					
Due to other governmental units:					
Due to State of Michigan	42,955,239	-	-	-	42,955,239
Fines and fees due to local libraries	-	-	210,865	-	210,865
Agency deposits	<u>135,173</u>	<u>1,385</u>	<u>-</u>	<u>10,999</u>	<u>147,557</u>
Total liabilities	<u>43,090,412</u>	<u>1,385</u>	<u>210,865</u>	<u>10,999</u>	<u>43,313,661</u>
Net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,999</u>	<u>\$ 64,999</u>

COUNTY OF OTTAWA
CUSTODIAL FUNDS
COMBINING STATEMENT OF CHANGES IN NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Additions	(7010) General Agency	(7015) Juvenile Court	(7210) Libray Penal Fine	(8725) Inland Lake	2021
State education tax collected for other governments	\$ 74,172,483	\$ -	\$ -	\$ -	\$ 74,172,483
Real estate transfer tax collected for other governments	17,278,961	-	-	-	17,278,961
Fees and fines collected on behalf of other governments	3,348,833	29,699	822,229	-	4,200,761
Collections from or on behalf of other inmates	471,536	-	-	-	471,536
Other taxes collected for other governments	2,263,881	-	-	145,394	2,409,275
Total additions	97,535,695	29,699	822,229	145,394	98,533,017
Deductions					
Payments of state education tax to other governments	\$ 74,172,483	\$ -	\$ -	\$ -	\$ 74,172,483
Payments of real estate transfer tax to other governments	17,278,961	-	-	-	17,278,961
Fees and fines remitted to other governments	3,348,833	-	822,229	-	4,171,063
Payments to or on behalf of inmates	471,536	-	-	-	471,536
Payments of other taxes to other governments	2,263,881	29,699	-	160,074	2,453,654
Total deductions	97,535,695	29,699	822,229	160,074	98,547,697
Total net increase (decrease)	-	-	-	(14,680)	(14,680)
Net position, beginning of year	-	-	-	79,679	79,679
Net position, end of year	\$ -	\$ -	\$ -	\$ 64,999	\$ 64,999

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STATISTICAL

COUNTY OF OTTAWA

STATISTICAL SECTION

This part of the County of Ottawa's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	154
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	160
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	164
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	167
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	170

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**COUNTY OF OTTAWA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2021	2020	2019	2018	2017	2016*	2015	2014	2013	2012
Governmental Activities										
Net investment in capital assets	\$ 135,836,393	\$ 132,456,534	\$ 129,008,763	\$ 120,840,301	\$ 114,312,426	\$ 111,255,538	\$ 112,970,569	\$ 112,174,398	\$ 104,330,730	\$ 113,151,478
Restricted	18,926,619	18,435,096	16,262,305	14,787,103	19,151,144	22,089,108	22,685,963	20,170,121	20,227,256	19,273,135
Unrestricted	16,752,671	7,297,694	9,010,854	9,147,837	12,293,198	15,217,024	16,048,186	67,896,554	77,718,270	68,670,542
Total Governmental Activities										
Net Position	<u>171,515,683</u>	<u>158,189,324</u>	<u>154,281,922</u>	<u>144,775,241</u>	<u>145,756,768</u>	<u>148,561,670</u>	<u>151,704,718</u>	<u>200,241,073</u>	<u>202,276,256</u>	<u>201,095,155</u>
Business-Type Activities										
Net investment in capital assets										
Restricted	2,164,103	2,141,127	1,924,772	1,932,436	1,783,468	1,777,050	1,682,228	1,489,576	1,170,787	530,943
Unrestricted	19,478,941	20,013,216	18,913,489	19,204,356	20,145,854	21,264,376	20,599,457	21,646,866	22,579,168	23,478,259
Total Business-Type Activities										
Net Position	<u>21,643,044</u>	<u>22,154,343</u>	<u>20,838,261</u>	<u>21,136,792</u>	<u>21,929,322</u>	<u>23,041,426</u>	<u>22,281,685</u>	<u>23,136,442</u>	<u>23,749,955</u>	<u>24,009,202</u>
Primary Government										
Net investment in capital assets	135,836,393	132,456,534	129,008,763	120,840,301	114,312,426	111,255,538	112,970,569	112,174,398	104,330,730	113,151,478
Restricted	21,090,722	20,576,223	18,187,077	16,719,539	20,934,612	23,866,158	24,368,191	21,659,697	21,398,043	19,804,078
Unrestricted	36,231,612	27,310,910	27,924,343	28,352,193	32,439,052	36,481,400	36,647,643	89,543,420	100,297,438	92,148,801
Total Primary Government										
Net Position	<u>\$ 193,158,727</u>	<u>\$ 180,343,667</u>	<u>\$ 175,120,183</u>	<u>\$ 165,912,033</u>	<u>\$ 167,686,090</u>	<u>\$ 171,603,096</u>	<u>\$ 173,986,403</u>	<u>\$ 223,377,515</u>	<u>\$ 226,026,211</u>	<u>\$ 225,104,357</u>

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

**COUNTY OF OTTAWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2021	2020	2019	2018	2017	2016*	2015	2014	2013	2012
Expenses										
Governmental Activities:										
Legislative	\$ 545,976	\$ 540,006	\$ 548,540	\$ 546,898	\$ 496,618	\$ 386,596	\$ 467,155	\$ 441,294	\$ 399,151	\$ 459,777
Judicial	19,492,100	22,422,730	21,779,336	19,996,417	19,681,855	15,951,012	16,995,782	16,209,766	15,693,406	15,783,718
General government	27,544,023	19,916,065	17,002,751	16,776,198	17,297,785	13,037,515	14,214,900	14,509,005	14,013,699	13,580,523
Public safety	41,302,924	42,075,389	41,312,780	38,499,682	38,637,388	30,498,813	32,905,190	33,036,226	31,265,666	30,932,957
Public works	8,125,305	7,915,476	7,101,848	6,079,105	7,427,436	5,936,308	1,113,013	1,717,110	956,091	300,235
Health and welfare	76,346,962	71,429,258	68,887,815	65,712,292	62,398,481	60,825,404	64,251,760	66,399,041	63,709,147	67,599,332
Community and economic development	1,251,788	1,143,007	1,206,248	1,330,165	1,257,029	953,552	1,090,188	807,476	710,324	742,845
Culture and recreation	5,353,151	5,661,175	4,620,440	5,425,261	4,959,772	3,931,818	5,059,018	3,559,748	3,502,223	3,103,891
Interest on long-term debt	993,208	1,094,794	1,186,589	1,270,256	1,346,413	1,045,275	1,578,129	1,163,255	942,708	959,132
Total Governmental Activities Expenses	180,955,437	172,197,900	163,646,347	155,636,274	153,502,777	132,566,293	137,675,135	137,842,921	131,192,415	133,462,410
Business-Type Activities:										
Delinquent tax collection	312,359	211,347	195,374	175,351	187,444	153,157	2,004,536	2,025,379	2,110,897	2,088,653
Total Business-Type Activities Expenses	312,359	211,347	195,374	175,351	187,444	153,157	2,004,536	2,025,379	2,110,897	2,088,653
Total Primary Government Expenses	\$ 181,267,796	\$ 172,409,247	\$ 163,841,721	\$ 155,811,625	\$ 153,690,221	\$ 132,719,450	\$ 139,679,671	\$ 139,868,300	\$ 133,303,312	\$ 135,551,063
Program Revenues										
Governmental Activities:										
Charges for services:										
Legislative	\$ -	\$ -	\$ 3,371	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Judicial	3,549,379	3,432,492	4,369,583	4,637,020	4,632,745	3,515,097	4,258,011	4,131,540	4,298,591	4,428,208
General government	8,887,971	7,959,944	7,619,076	7,389,210	8,226,407	5,998,183	7,531,480	7,755,264	8,261,854	7,936,150
Public safety	1,605,049	1,465,517	9,776,054	8,786,361	9,550,539	6,216,667	7,549,221	7,310,998	6,726,691	7,833,957
Public works	539,673	491,618	526,239	509,009	474,008	308,126	376,166	378,009	337,849	363,870
Health and welfare	3,101,313	3,149,222	3,914,670	3,571,371	3,804,723	3,449,260	3,421,008	2,994,799	2,810,393	2,910,475
Community and economic development	21,887	115,868	128,242	187,596	188,780	62,968	225,426	52,968	35,830	2,873
Culture and recreation	1,213,627	819,709	837,996	757,716	943,525	628,278	716,220	600,025	788,511	460,470
Interest on long-term debt	-	-	-	-	-	-	2,044,122	1,821,294	1,815,585	1,822,460
Operating grants and contributions	-	82,688,482	73,019,233	63,743,292	55,720,530	52,522,855	61,175,917	60,350,883	58,200,664	62,917,831
Capital grants and contributions	-	-	-	-	1,311,181	-	-	-	92,595	2,293,472
Total Governmental Activities Program Revenues	18,918,899	100,122,852	100,194,464	89,581,575	84,852,438	72,701,434	87,297,571	85,395,780	83,368,563	90,969,766
Business-Type Activities:										
Charges for services:										
Delinquent tax collection	983,983	1,162,746	908,033	990,143	893,074	915,284	1,162,809	1,300,687	2,015,105	2,064,177
Total Business-Type Activities Program Revenues	983,983	1,162,746	908,033	990,143	893,074	915,284	1,162,809	1,300,687	2,015,105	2,064,177
Total Primary Government Program Revenues	\$ 19,902,882	\$ 101,285,598	\$ 101,102,497	\$ 90,571,718	\$ 85,745,512	\$ 73,616,718	\$ 88,460,380	\$ 86,696,467	\$ 85,383,668	\$ 93,033,943

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

**COUNTY OF OTTAWA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2021	2020	2019	2018	2017	2016*	2015	2014	2013	2012
Net (Expense)/Revenue										
Governmental activities	\$ (69,209,566)	\$ (72,075,048)	\$ (63,451,883)	\$ (66,054,699)	\$ (68,650,339)	\$ (59,864,859)	\$ (50,377,564)	\$ (52,447,141)	\$ (47,823,852)	\$ (42,492,644)
Business-type activities	671,624	951,399	712,659	814,792	705,630	762,127	(841,727)	(724,692)	(95,792)	(24,476)
Total Primary Government Net Expense	\$ (68,537,942)	\$ (71,123,649)	\$ (62,739,224)	\$ (65,239,907)	\$ (67,944,709)	\$ (59,102,732)	\$ (51,219,291)	\$ (53,171,833)	\$ (47,919,644)	\$ (42,517,120)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property taxes	\$ 69,054,044	\$ 66,285,148	\$ 63,268,299	\$ 54,827,335	\$ 54,696,231	\$ 49,877,687	\$ 44,583,727	\$ 42,185,402	\$ 41,102,695	\$ 40,693,219
Unrestricted grants and contributions	4,902,040	3,754,650	4,803,626	5,639,410	6,036,965	4,462,913	4,729,722	4,124,536	3,180,245	3,659,304
Investment earnings	7,895,726	5,259,314	3,202,576	2,790,127	3,785,952	2,135,192	1,090,878	2,717,490	3,509,045	3,233,155
Miscellaneous	9,238	8,588	15,490	-	11,986	21,727	472,033	1,234,530	1,448,322	1,113,633
Transfers	674,877	674,750	1,668,575	1,816,300	1,814,150	226,145	150,000	150,000	152,440	152,160
Total Governmental Activities	\$ 82,535,925	\$ 75,982,450	\$ 72,958,566	\$ 65,073,172	\$ 66,345,284	\$ 56,723,664	\$ 51,026,360	\$ 50,411,958	\$ 49,392,747	\$ 48,851,471
Business-Type Activities:										
Unrestricted grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 89	\$ -
Investment earnings	(508,046)	1,039,433	657,385	208,978	(3,584)	223,759	136,970	261,179	(13,544)	160,201
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	(674,877)	(674,750)	(1,668,575)	(1,816,300)	(1,814,150)	(226,145)	(150,000)	(150,000)	(150,000)	(150,000)
Total Business-Type Activities	(1,182,923)	364,683	(1,011,190)	(1,607,322)	(1,817,734)	(2,386)	(13,030)	111,179	(163,455)	10,201
Total Primary Government	\$ 81,353,002	\$ 76,347,133	\$ 71,947,376	\$ 63,465,850	\$ 64,527,550	\$ 56,721,278	\$ 51,013,330	\$ 50,523,137	\$ 49,229,292	\$ 48,861,672
Changes in Net Position										
Governmental activities	\$ 13,326,359	\$ 3,907,402	\$ 9,506,683	\$ (981,527)	\$ (2,305,055)	\$ (3,141,195)	\$ 648,796	\$ (2,035,183)	\$ 1,568,895	\$ 6,358,827
Business-type activities	(511,299)	1,316,082	(298,531)	(792,530)	(1,112,104)	759,741	(854,757)	(613,513)	(259,247)	(14,275)
Total Primary Government	\$ 12,815,060	\$ 5,223,484	\$ 9,208,152	\$ (1,774,057)	\$ (3,417,159)	\$ (2,381,454)	\$ (205,961)	\$ (2,648,696)	\$ 1,309,648	\$ 6,344,552

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

**COUNTY OF OTTAWA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2021	2020	2019	2018	2017	2016*	2015	2014	2013	2012
General Fund										
Nonspendable	\$ 534,547	\$ 531,001	\$ 485,832	\$ 549,625	\$ 430,204	\$ 424,706	\$ 444,102	\$ 642,649	\$ 816,756	\$ 952,893
Restricted	9,662,450	10,440,334	10,294,141	9,866,808	9,905,141	9,985,518	11,020,236	11,019,013	14,172,606	13,484,895
Committed	14,502,508	10,436,540	10,206,281	7,631,003	8,077,078	14,320,359	15,003,982	16,602,224	20,196,920	18,143,143
Assigned	1,417,424	1,344,946	1,388,402	1,376,264	3,286,151	3,084,268	2,852,701	1,821,126	2,857,105	3,102,893
Unassigned	21,265,187	20,262,606	18,089,668	18,352,111	18,995,458	18,841,248	9,971,344	13,251,045	9,918,253	12,055,123
Total General Fund	\$ 47,382,116	\$ 43,015,427	\$ 40,464,324	\$ 37,775,811	\$ 40,694,032	\$ 46,656,099	\$ 39,292,365	\$ 43,336,057	\$ 47,961,640	\$ 47,738,947
All Other Governmental Funds										
Nonspendable	\$ 332,239	\$ 396,253	\$ 479,792	\$ 413,478	\$ 478,702	\$ 385,645	\$ 374,645	\$ 509,221	\$ 468,989	\$ 675,596
Restricted	9,264,169	7,994,762	5,968,164	4,920,295	9,240,238	12,097,819	11,659,957	9,339,384	8,747,803	4,650,108
Committed	6,008,735	4,160,865	3,655,950	4,200,023	1,335	664	2,246	415	897	1,871
Assigned	5,583,174	5,083,003	4,626,266	4,519,626	4,733,952	2,727,536	2,891,724	2,470,882	2,638,975	2,954,171
	\$ 21,188,317	\$ 17,634,883	\$ 14,730,172	\$ 14,053,422	\$ 14,454,227	\$ 15,211,664	\$ 14,928,572	\$ 12,319,902	\$ 11,856,664	\$ 8,281,746

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

Effective 2011, the County implemented GASB 54, "Fund Balance Reporting and Governmental Fund Type Definitions". Restated figures prior to 2010 are not available.

COUNTY OF OTTAWA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year				
	2021	2020	2019	2018	2017
Revenues					
Taxes	\$ 68,439,273	\$ 66,314,833	\$ 63,113,428	\$ 54,749,752	\$ 54,703,632
Intergovernmental	97,045,758	85,108,789	83,278,104	74,883,395	69,962,344
Charges for services	12,964,888	11,661,816	12,842,469	12,424,545	13,356,448
Fines and forfeits	83,598	67,424	72,221	92,636	72,511
Investment earnings (loss)	407,632	638,434	918,589	886,227	306,731
Licenses and permits	1,427,543	1,391,068	1,505,930	1,520,059	1,393,940
Rental Income	2,423,827	2,261,171	2,452,477	2,558,853	2,213,529
Other revenues	3,433,880	3,619,384	5,017,388	4,261,180	2,738,759
Total Revenues	186,226,399	171,062,919	169,200,606	151,376,647	144,747,894
Expenditures					
Legislative	544,737	530,045	535,661	536,062	478,845
Judicial	18,829,460	18,638,871	18,388,867	19,581,015	18,944,338
General government	22,272,764	20,663,576	17,096,023	13,650,681	13,411,577
Public safety	40,547,518	39,990,999	38,946,121	36,486,500	35,162,537
Public works	7,634,477	7,251,492	6,859,887	6,284,436	6,156,296
Health and welfare	76,600,698	69,375,726	66,726,481	64,298,726	60,406,083
Community and economic development	1,237,811	1,518,575	1,168,020	1,288,239	1,212,851
Culture and recreation	4,294,574	4,192,325	3,794,805	3,641,729	3,552,976
Other governmental functions	158,233	142,644	128,249	127,116	124,382
Capital outlay	8,179,291	5,122,535	12,977,303	9,535,767	6,190,534
Debt service					
Interest and fiscal charges	1,136,728	1,230,555	1,319,327	1,415,006	1,519,476
Principal	3,570,000	3,145,000	2,815,000	3,705,000	3,515,000
Total Expenditures	185,006,291	171,802,343	170,755,744	160,550,277	150,674,895
Excess of Revenues					
Over (Under) Expenditures	1,220,108	(739,424)	(1,555,138)	(9,173,630)	(5,927,001)
Other Financing Sources (Uses)					
Transfers from other funds	27,795,436	19,073,121	20,373,632	17,711,359	16,929,025
Transfers to other funds	(21,095,421)	(13,751,426)	(15,453,232)	(11,856,755)	(11,376,250)
Proceeds from capital lease	-	73,544	-	-	-
Issuance of land contract	-	-	-	-	-
Issuance of bonds	-	800,000	-	-	-
Premium(Discount) on bonds issued	-	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-
Total Other Financing Sources (Uses)	6,700,015	6,195,239	4,920,400	5,854,604	5,552,775
Net Change in Fund Balances	\$ 7,920,123	\$ 5,455,815	\$ 3,365,262	\$ (3,319,026)	\$ (374,226)
Debt Service as a					
Percentage of Noncapital Expenditures (1)	2.66%	2.63%	2.62%	3.39%	3.48%

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

(1) Capital outlay expenditures have been reduced for purchases not meeting the County's capital asset threshold for this calculation.

COUNTY OF OTTAWA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	Fiscal Year				
	2016*	2015	2014	2013	2012
Revenues					
Taxes	\$ 49,288,581	\$ 43,736,614	\$ 42,185,402	\$ 41,102,695	\$ 40,693,219
Intergovernmental	60,867,666	70,964,433	69,894,252	67,009,472	75,638,236
Charges for services	10,353,455	13,137,167	11,504,844	11,581,189	11,158,863
Fines and forfeits	61,440	69,428	74,400	60,548	79,085
Investment earnings (loss)	813,997	318,138	721,442	(77,480)	540,901
Licenses and permits	1,292,215	1,271,158	1,179,701	1,193,107	1,043,694
Rental Income	1,581,580	4,272,100	4,958,509	5,273,139	5,260,790
Other revenues	2,884,674	3,086,381	3,241,866	2,832,192	2,643,273
Total Revenues	127,143,608	136,855,419	133,760,416	128,974,862	137,058,061
Expenditures					
Legislative	343,622	465,069	443,624	395,482	453,693
Judicial	14,174,177	16,881,469	16,172,323	15,698,396	15,743,611
General government	9,552,325	12,713,706	42,393,192	10,978,892	10,404,481
Public safety	25,896,853	32,092,116	31,928,910	30,990,804	31,023,756
Public works	5,787,870	861,849	1,285,200	916,331	1,220,024
Health and welfare	57,712,387	63,182,493	63,162,724	63,281,014	67,406,382
Community and economic development	3,270,914	1,088,435	813,518	704,966	737,947
Culture and recreation	-	2,936,867	2,627,130	3,076,797	2,394,183
Other governmental functions	94,215	120,695	252,124	130,386	129,846
Capital outlay	1,795,627	4,405,545	5,273,866	2,293,633	3,106,519
Debt service					
Interest and fiscal charges	785,868	634,278	1,019,424	927,990	950,360
Principal	365,000	3,595,000	2,140,000	1,690,000	1,738,499
Total Expenditures	119,778,858	138,977,522	167,512,035	131,084,691	132,604,000
Excess of Revenues					
Over (Under) Expenditures	7,364,750	(2,122,103)	(33,751,619)	(2,109,829)	4,454,061
Other Financing Sources (Uses)					
Transfers from other funds	10,129,099	13,996,966	12,970,917	10,149,065	10,200,577
Transfers to other funds	(9,845,171)	(13,451,466)	(12,520,917)	(9,736,625)	(9,748,417)
Proceeds from capital lease	-	-	-	-	-
Issuance of land contract	-	-	-	-	-
Issuance of bonds	-	11,955,000	29,285,000	5,495,000	-
Premium on bonds issued	-	1,744,362	(145,726)	-	-
Payment to refunding bond escrow agent	-	(13,557,781)	-	-	-
Total Other Financing Sources (Uses)	283,928	687,081	29,589,274	5,907,440	452,160
Net Change in Fund Balances	\$ 7,648,678	\$ (1,435,022)	\$ (4,162,345)	\$ 3,797,611	\$ 4,906,221
Debt Service as a					
Percentage of Noncapital Expenditures (1)	0.98%	3.14%	1.95%	2.03%	2.08%

*2016 represents a nine-month period due to the change in the County's fiscal year end from December 31 to September 30.

(1) Capital expenditures within the functional expenditure categories have been deducted.

**COUNTY OF OTTAWA
ASSESSED VALUE AND ESTIMATED VALUE OF TAXABLE PROPERTY
LAST TEN CALENDAR YEARS**

Fiscal Year	Residential Property (1)	Commercial Property (1)	Industrial Property (1)	Other Property (1)	Total Assessed Value (2)	Total Direct Tax Rate	Total Taxable Value (3)	Total Estimated Actual Value	Percentage of Assessed to Estimated Values
2012	\$ 7,139,399,451	\$ 1,315,140,102	\$ 1,080,595,641	\$ 725,875,775	\$ 10,261,010,969	4.3565	\$ 9,316,153,677	\$ 20,639,625,256	49.72%
2013	7,273,964,717	1,288,721,092	1,086,596,997	736,291,306	10,385,574,112	4.3565	9,450,229,465	20,882,404,189	49.73%
2014	7,694,150,150	1,317,239,300	1,181,977,000	758,937,100	10,952,303,550	4.3565	9,752,001,895	21,997,982,694	49.79%
2015	8,248,944,347	1,375,588,000	1,399,501,800	787,998,600	11,812,032,747	4.8565	10,297,569,794	23,745,651,821	49.74%
2016 (4)	8,908,804,379	1,477,085,350	1,241,413,325	811,063,175	12,438,366,229	5.1483	10,438,660,200	25,063,191,461	49.63%
2017	9,681,721,350	1,647,507,500	1,224,188,800	835,521,947	13,388,939,597	5.1525	10,827,868,387	26,956,142,355	49.67%
2018	10,147,195,838	1,774,305,700	1,108,920,000	855,073,400	13,885,494,938	5.1525	11,270,020,574	27,923,669,274	49.73%
2019	10,987,914,553	1,867,481,700	1,191,998,544	900,802,600	14,948,197,397	5.4449	11,880,407,296	30,080,061,174	49.69%
2020	11,869,624,624	2,070,355,600	1,251,493,900	970,609,900	16,162,084,024	5.4317	12,476,232,494	32,567,823,453	49.63%
2021	12,723,350,561	2,152,425,255	1,335,293,093	1,007,265,600	17,218,334,509	5.4156	13,028,827,301	34,665,069,816	49.67%

Source: Ottawa County Equalization Department

- (1) Real and personal properties have been combined into the categories above.
- (2) County assesses property at approximately 50% of the actual value.
- (3) For taxes levied in 1995, and each year thereafter, the legislature shall provide for the taxable value of each parcel of property not to increase by more than the increase in the immediately preceding general price level (CPI), or 5%, whichever is less, until such time as ownership of the property is transferred. When ownership of the parcel is transferred, the parcel shall be assessed at the applicable proportion of the current true cash value.
- (4) Fiscal Year 2016 ended September 30, 2016.

**COUNTY OF OTTAWA
DIRECT AND OVERLAPPING PROPERTY TAX RATES (PER \$1,000 OF TAXABLE VALUE)
LAST TEN CALENDAR YEARS**

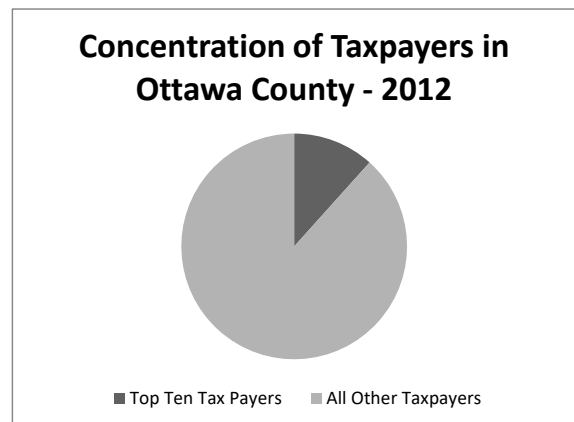
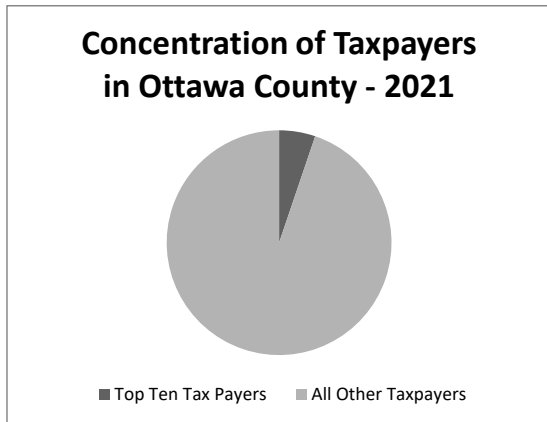
	Calendar Year										
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
County Direct Rates											
Operating	3.6000	3.6000	3.6000	3.6000	3.6000	3.6000	3.6000	3.6000	3.9000	3.9000	3.9000
Parks	0.3165	0.3165	0.3165	0.3165	0.3165	0.3148	0.3277	0.3277	0.3261	0.3233	0.3199
E-911	0.4400	0.4400	0.4400	0.4400	0.4400	0.4377	0.4346	0.4346	0.4325	0.4288	0.4243
Roads					0.5000	0.4974	0.4939	0.4939	0.4915	0.4873	0.4822
Community Mental Health						0.2984	0.2963	0.2963	0.2948	0.2923	0.2892
Total Direct Rate (1)	4.3565	4.3565	4.3565	4.3565	4.8565	5.1483	5.1525	5.1525	5.4449	5.4317	5.4156
City and Village Rates											
Coopersville	14.5294	14.4403	14.4432	14.3554	14.2923	14.5490	14.5356	14.1174	14.1048	14.1000	14.0932
Ferrysburg	10.1377	10.5377	10.4518	10.9518	10.9474	10.7773	10.6553	10.5476	10.5591	10.3743	10.2278
Grand Haven	15.3612	15.3565	15.3609	15.3613	15.1810	15.1541	15.7509	15.5606	15.7108	15.6964	15.6792
Holland	16.3350	17.3658	17.3639	17.5051	17.4522	17.4627	17.5421	16.8797	18.2391	18.1999	18.0347
Hudsonville	11.2779	11.2785	11.2719	11.2729	11.2876	11.2952	11.2938	11.2303	11.2996	11.2966	11.2943
Zeeland	11.2354	11.2354	11.2354	11.2354	11.2354	11.2354	11.2354	11.2354	11.2354	10.2354	10.2347
Spring Lake Village	11.6619	11.6619	11.6619	11.6619	10.3600	10.3600	10.3600	10.3600	10.3600	10.3600	10.3600
Township Rates	1.45-7.91	1.45-8.07	1.38-8.07	1.38-8.21	1.45-8.17	1.45-6.73	2.02-6.72	2.53-7.28	1.45-6.72	2.20-6.19	2.20-6.65
School Rates											
Homestead	2.97 - 9.25	2.97 - 9.25	3.00 - 10.59	3.00 - 10.87	3.00 - 10.94	3.00 - 10.94	4.12-12.00	4.20-12.00	4.20-12.00	4.20-12.00	4.20-12.00
Non-Homestead	20.97 - 27.25	20.97 - 27.25	21.00 - 28.59	21.00 - 28.49	21.00 - 28.94	21.00 - 28.94	22.12-30.00	22.20-30.00	22.20-30.00	22.20-30.00	22.20-30.00

(1) In October of 2004, the State of Michigan suspended State Revenue Sharing payments to counties. To assist counties in preventing the loss of key services, the county property tax levy was gradually moved up from December to July over three years. Effective December 2004 through 2006 tax collection, one third of the levy was placed into a County managed Revenue Sharing Reserve Fund (RSRF), and the County withdrew an amount equal to what we would have received in 2004, plus an annual increase equal to CPI (Consumer Price Index).

**COUNTY OF OTTAWA
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Type of Business	2021			2012		
		Taxable Valuation	Rank	Percentage of Total County Taxable Value	Taxable Valuation	Rank	Percentage of Total County Taxable Value
Consumers Energy	Utility	\$ 455,570,882	1	3.50%	\$ 678,046,974	1	7.28%
ARC Holland Real Estate Holdings	Real Estate Holdings	33,582,600	2	0.26%			
Michigan Electric Transmission	Utility	32,947,900	3	0.25%	28,817,182	8	0.31%
Gentex	Automotive Components	30,409,465	4	0.23%	118,450,586	2	1.27%
DTE Gas	Utility	27,507,436	5	0.21%			
Semco Energy Inc	Utility	26,695,894	6	0.20%			
Herman Miller Inc.	Office Furniture	19,438,108	7	0.15%	47,149,065	4	0.51%
Shape Corp	Automotive Components	18,872,178	8	0.14%	28,123,783	9	
Meijer Inc	Retail	16,662,072	9	0.13%			
Mead Johnson and Co.	Food Products	16,498,746	10	0.13%	54,149,996	3	0.58%
Request Foods Inc	Food Products				33,096,659	7	0.36%
Leprino Foods Inc	Cheese Production				26,031,285	10	0.28%
Johnson Controls Interiors	Automotive Components				34,408,276	6	0.37%
Bil Mar Foods Inc./Sara Lee	Food Products				36,913,229	5	0.40%
		<u>\$ 678,185,281</u>		<u>5.21%</u>	<u>\$ 1,085,187,035</u>		<u>11.35%</u>

Source: Ottawa County Equalization Department. The 2021 and 2012 total Taxable Values were \$13,028,827,301 and \$9,316,153,677.



**COUNTY OF OTTAWA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended	Taxes Levied in the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
12/31/2012	\$ 40,575,521	\$ 39,739,895	97.94%	\$ 665,147	\$ 40,405,042	99.58%
12/31/2013	41,141,033	40,348,866	98.07%	531,503	40,880,369	99.37%
12/31/2014	41,589,916	40,864,866	98.26%	519,299	41,384,165	99.51%
12/31/2015 (1)	49,551,111	48,826,061	98.54%	270,255	49,096,316	99.08%
9/30/2016 (2)	36,812,648	35,562,568	96.60%	924,535	36,487,103	99.12%
9/30/2017	53,942,306	53,784,953	99.71%	157,353	53,942,306	100.00%
9/30/2018	56,033,310	55,871,645	99.71%	161,665	56,033,310	100.00%
9/30/2019 (3)	62,117,835	61,948,004	99.73%	169,831	62,117,835	100.00%
9/30/2020	65,181,928	65,171,347	99.98%	10,581	65,181,928	100.00%
9/30/2021	68,257,537	68,257,537	100.00%	-	68,257,537	100.00%

(1) The County levied a new roads millage in 2015, on behalf of the Ottawa County Road Commission and City governments.

(2) Only the County millage is shown because the County's fiscal year ended September 30, 2016.

(3) The County Operating milage was increased .3 mills.

**COUNTY OF OTTAWA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Parks & Recreation Land Contract	Capital Leases	Total (1)	Percent of Personal Income	Personal Income (2)	(rounded)	Population (2)	Direct Per Capita Debt	Assessed Value (3)	Bonds Percent of Assessed Value
							Per Capita Personal Income (2)				
2012	\$ 19,330,000	n/a	n/a	\$ 19,330,000	0.20%	\$ 9,865,865	\$ 36,663	269,329	72	\$ 10,261,010,969	0.19%
2013	23,135,000	n/a	n/a	23,135,000	0.22%	10,342,908	37,928	272,701	85	10,385,574,112	0.22%
2014	50,280,000	n/a	n/a	50,280,000	0.46%	10,866,601	39,330	276,292	182	10,952,303,550	0.46%
2015	46,685,000	n/a	n/a	46,685,000	0.39%	11,931,299	42,619	279,955	167	11,812,032,747	0.40%
2016	46,320,000	n/a	n/a	46,320,000	n/a	n/a	n/a	n/a	n/a	12,438,366,229	0.37%
2017	42,805,000	n/a	n/a	42,805,000	0.34%	12,428,750	44,035	282,250	152	13,388,939,597	0.32%
2018	39,100,000	n/a	n/a	39,100,000	0.30%	13,252,243	46,275	286,383	137	13,885,494,938	0.28%
2019	36,285,000	n/a	n/a	36,285,000	0.25%	14,355,612	49,418	290,494	125	14,948,197,397	0.24%
2020	33,940,000	n/a	58,640	33,998,640	0.24%	14,400,384	49,345	291,830	117	16,162,084,024	0.21%
2021	31,055,462	n/a	n/a	31,055,462	0.20%	15,544,530	53,259	296,200	105	17,218,334,509	0.18%

- (1) Does not include the landfill reclamation and compensated absences.
Does not include Component Units, certain debt issued by Component Units is guaranteed by the County.
- (2) Bureau of Economic Analysis, U.S. Department of Commerce - Personal Income (Thousands of Dollars) adjusted annually.
Search: Data by Place, Country, Metro, & Other Local Areas, Personal Income by County Metro & Other Areas, Local Area Personal Income, BEA interactive data, then search by State & County
US Census - Quick Facts, Ottawa County MI
- (3) From Equalization Report

**COUNTY OF OTTAWA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2021**

	Net Debt Outstanding	Percentage Applicable To County of Ottawa	Amount Applicable To County of Ottawa (2)
Direct:			
County at large	\$ 31,055,462	100.0%	\$ 31,055,462
Total Direct	31,055,462		31,055,462
Overlapping:			
Townships Debt Guaranteed by County (1)	103,168,901	100.0%	103,168,901
School districts	1,277,974,561	71.0%	907,696,677
Cities and villages (1)	108,741,318	82.4%	89,557,505
Grand Rapids Community College	27,170,000	1.6%	421,135
Library	4,370,000	100.0%	4,370,000
Holland Area Swimming Pool	21,640,000	69.5%	15,039,800
Total Overlapping	1,543,064,780		1,120,254,018
Grand Total	\$ 1,574,120,242		\$ 1,151,309,480

(1) Includes bonds issued through Ottawa County Public Utilities System and paid by local municipalities

(2) Overlapping debt is calculated for an entity based upon assessed values received from the State of Michigan which determines the issuer's proportionate share of the debt of other local governmental units that either overlap it (the issuer is located either wholly or partly within the geographic limits of other units) or underlie it (the other units are located within the geographic limits of the issuer). The debt is apportioned based upon relative assessed values.

Source: Municipal Advisory Council of Michigan

**COUNTY OF OTTAWA
RATIO OF NET GENERAL OBLIGATION DEBT OUTSTANDING AND LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	Fiscal Year 2016	2015	2014	2013	2012
Assessed Value of Property	\$ 17,218,334,509	\$ 16,162,084,024	\$ 14,948,197,397	\$ 13,885,494,938	\$ 13,388,939,597	\$ 12,438,366,229	\$ 11,812,032,747	\$ 10,952,303,550	\$ 10,385,574,112	\$ 10,261,010,969
Debt Limit 10% of Assessed Value	1,721,833,451	1,616,208,402	1,494,819,740	1,388,549,494	1,338,893,960	1,243,836,623	1,181,203,275	1,095,230,355	1,038,557,411	1,026,101,097
Amount of Debt Applicable to Limit										
General Obligation Bond Debt:										
Primary Government	31,055,462	33,940,000	36,285,000	39,100,000	42,805,000	46,320,000	46,685,000	50,280,000	23,135,000	19,330,000
Component Units Guaranteed by County (1)	118,097,731	108,530,585	115,435,798	109,251,565	115,932,332	121,261,099	119,591,501	106,474,501	113,574,060	115,904,572
Total Net debt applicable to Limit	149,153,193	142,470,585	151,720,798	148,351,565	158,737,332	167,581,099	166,276,501	156,754,501	136,709,060	135,234,572
Legal Debt Margin	\$ 1,572,680,258	\$ 1,473,737,817	\$ 1,343,098,942	\$ 1,240,197,929	\$ 1,180,156,628	\$ 1,076,255,524	\$ 1,014,926,774	\$ 938,475,854	\$ 901,848,351	\$ 890,866,525
Total Net Debt applicable to the Limit as a percentage of Debt Limit	8.66%	8.82%	10.15%	10.68%	11.86%	13.47%	14.08%	14.31%	13.16%	13.18%
Ratio of Net General Obligation Debt to Assessed Value of Property	0.866%	0.882%	1.015%	1.068%	1.186%	1.347%	1.408%	1.431%	1.316%	1.318%
Debt Per Capita of Total Net General Obligation Debt	\$503.56	\$488.20	\$522.29	\$518.02	\$562.40	n/a	\$592.19	\$564.80	\$498.96	\$499.31
Primary Government Net Debt applicable to the Limit as a percentage of Debt Limit	1.80%	2.10%	2.43%	2.82%	3.20%	3.72%	3.95%	4.59%	2.23%	1.88%
Ratio of Primary Government Net General Obligation Bond Debt to Estimated Actual Value of Property (2)	0.09%	0.10%	0.12%	0.14%	0.16%	0.18%	0.20%	0.23%	0.11%	0.09%
Primary Government Debt Per Capita of Net General Obligation Bond Debt (3)	\$104.85	\$116.30	\$124.91	\$136.53	\$151.66	n/a	\$166.76	\$181.78	\$84.72	\$71.69

(1) The County guarantees the Bonded Debt of Public Utilities as well as the Munn Drain which is included in 2010, they do not guarantee the Bonded Debt of the Nunica Drain bond of the Water Resources Commissioner. Consequently, these amounts are not included in the above total for General Obligation Bonded Debt.

(2) See Assessed Value and Estimated Value of Taxable Property Statistics.

(3) See Demographic and Economic Statistics for Population.

Note: Under State of Michigan law, the County's outstanding debt should not exceed 10% of state equalized value less amounts available for repaying the applicable bonds.

**COUNTY OF OTTAWA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

Calendar Year	Population (2)	Personal Income (thousands of dollars) (1)	Per Capita Income (1)	Median Age (2)	School Enrollment (3)	Unemployment Rate (4)
2012	270,861	\$ 10,520,464	\$ 38,841	35.4	\$ 48,422	6.6%
2013	274,391	10,753,037	39,189	34.7	48,657	6.1%
2014	277,890	11,503,862	41,397	34.7	48,799	4.8%
2015	280,958	12,274,381	43,688	35.0	48,744	3.6%
2016	283,907	12,802,838	45,095	35.0	49,009	3.4%
2017	286,922	13,497,791	47,043	35.2	49,253	3.2%
2018	290,494	14,355,612	49,418	35.2	49,296	2.8%
2019	291,830	14,400,384	49,345	36.1	49,266	2.8%
2020	296,200	15,544,530	53,259	36.1	48,169	6.8%
2021	n/a	n/a	n/a	n/a	n/a	n/a

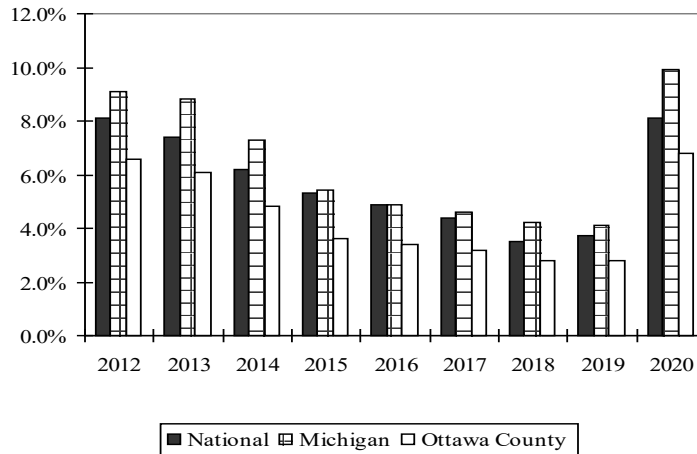
n/a: Final information is unavailable.

Information for 2012-2020 is updated to reflect the most recent data available

Sources:

- (1) U.S. Department of Commerce, Bureau of Economic Analysis, updated with most recent census figures
- (2) U.S. Census Bureau, American Fact Finder, updated with most recent census figures
- (3) Michigan Student Data System, based upon data collected on legislated count day
- (4) Michigan Department of Technology Management & Budget, Michigan Labor Market Information, updated with most recent census figures

National, State and County Unemployment Rates



**COUNTY OF OTTAWA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	Type of Business	2021		2012	
		Rank	Percentage of Total County Employment	Rank	Percentage of Total County Employment
Gentex Corporation	Automotive Mirrors	1	3.3%	3	3.3%
Herman Miller	Office Furniture	2	2.3%	1	3.6%
Grand Valley State University (2)	Higher Education	3	2.3%	4	2.9%
Magna Mirrors (1)	Automotive Mirrors	4	1.7%	9	1.2%
Holland Hospital	Health Care	5	1.2%	5	1.8%
Meijer	Retailer	6	1.2%	8	1.3%
Jenison Public Schools	Public Education	7	0.9%		
Shape Corporation	Metal Roll Forming	8	0.9%	7	1.4%
Hudsonville Public Schools	Public Education	9	0.9%		
West Ottawa Public Schools	Public Education	10	0.8%		
County of Ottawa	Government			10	1.1%
Haworth, Inc. (1)	Office Furniture			6	1.8%
Johnson Controls (1)	Automotive Interiors			2	3.1%
		<u>15.3%</u>		<u>21.3%</u>	

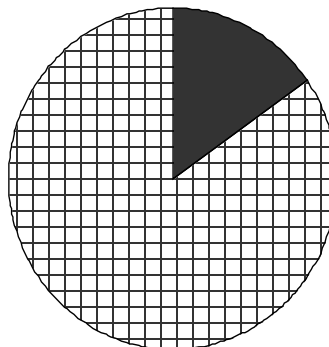
(1) 2012 data includes totals of facilities located within Ottawa County and/or the City of Holland portion of Allegan County, reporting was updated in 2020 to only include the Ottawa County portions of these facilities

(2) Total of all facilities (Ottawa, Kent & Muskegon Counties)

Sources:

Lakeshore Advantage 2021 Largest Ottawa County Manufacturing & Non-Manufacturing Employers as of 12/31/20
Michigan Department of Technology Management & Budget, 2020 Total Employment Based on September 2020 Data, 2012 Based on 2012 Data

Concentration of Employers in Ottawa County



■ Top Ten Employers ▨ All Other Employers

**COUNTY OF OTTAWA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year										
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Legislative	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000	11.000
Judicial	172.770	167.517	166.250	146.240	139.180	139.180	136.020	128.570	126.081	127.060	128.185
General government	184.330	177.574	177.310	173.290	171.165	171.165	170.950	168.090	165.780	166.000	164.482
Public safety	252.750	246.750	242.500	235.200	235.200	236.200	235.200	224.200	219.200	219.200	219.870
Public works	4.350	4.350	4.850	4.250	4.250	4.250	4.250	4.300	3.800	3.400	3.720
Health and welfare	337.990	276.970	258.930	263.980	282.030	282.030	344.320	376.460	377.089	344.863	350.175
Community and economic development	10.480	8.481	8.400	8.400	8.400	8.400	7.900	6.400	5.900	5.953	5.850
Culture and recreation	21.750	21.380	21.380	20.380	19.750	19.750	17.750	17.250	17.250	15.750	16.000
Total	995.420	914.022	890.620	862.740	870.975	871.975	927.390	936.270	926.100	893.226	899.282

Source: Ottawa County Payroll

Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

**COUNTY OF OTTAWA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Judicial										
Circuit Court										
Total Civil Filings	n/a	283	361	350	366	318	328	411	363	443
Total Criminal Filings	n/a	679	857	996	1,013	849	930	922	884	928
Total Appeals Filings	n/a	49	42	54	48	59	56	70	60	58
Domestic Relations Filings	n/a	1,335	1,613	1,623	1,675	1,742	1,593	1,468	1,587	1,556
Personal Protection Filings	n/a	635	647	659	665	628	550	580	598	747
Juvenile Code Filings	n/a	774	818	860	1,007	921	1,055	1,023	1,209	1,337
Adoption Filings	n/a	96	118	148	106	143	118	112	139	120
Misc. Family Filings	n/a	102	125	103	88	90	81	71	76	71
District Court										
Felony Cases	n/a	1,214	1,323	1,511	1,471	1,309	1,385	1,390	1,281	1,411
Misdemeanor Cases	n/a	5,844	6,272	7,330	8,053	7,715	7,216	8,136	8,669	9,087
General Civil Cases	n/a	4,546	6,053	5,592	4,845	4,556	4,633	4,210	4,806	6,225
Probate Court										
Estates, Trusts Filings	n/a	331	402	441	385	391	417	425	371	404
Civil, Other Filings	n/a	12	17	17	11	19	16	23	11	15
Guardianships, Conservators et al	n/a	634	647	695	591	589	611	612	545	516
Public Safety										
Jail:										
Subjects Admitted	4,062	4,103	6,080	6,898	6,525	6,365	5,899	6,776	7,015	7,453
Average daily population	237	228	315.0	338.0	297.0	286.0	301.0	317.0	338.0	352.0
Police:										
Calls for Service	n/a	66,078	73,402	72,879	73,375	70,555	69,830	67,334	65,179	66,683
Criminal Arrests	n/a	5,901	6,424	7,737	8,298	6,760	6,403	6,893	6,307	6,943
Traffic Violations	n/a	15,977	17,743	18,424	18,347	17,034	19,630	19,984	21,494	22,867
Health and welfare										
Public Health										
# of Fixed Food Service										
Inspections	1,117	2,081	2,098	1,885	1,721	1,617	1,188	1,201	1,183	968
% of new entrants enrolled in school immunized	96%	96%	95%	96%	96%	96%	96%	99%	99%	99%
Maternal/Infant Health Services										
# of Visits	1,661	1,288	1,365	1,896	2,183	2,047	2,026	2,587	3,065	2,804
# of Dental Services with Miles of Smiles and Sealant Program	3,241	4,829	7,553	8,007	8,482	8,754	8,989	8,776	10,163	10,476
Mental Health										
# of Persons Served	4,610	4,253	3,955	4,096	3,750	3,443	2,848	2,798	2,784	3,513
Culture and recreation										
Parks:										
# of Operating Days	101	108	96	98	95	99	103	96	98	97
Daily Permits	36,737	39,139	44,749	43,688	42,924	42,211	41,214	32,693	33,004	36,511
Annual Permits	8,380	9,704	8,260	9,619	9,406	8,734	6,934	7,017	5,981	6,516

**COUNTY OF OTTAWA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Government										
Register of Deeds:										
# of Deeds Recorded	13,362	11,891	12,065	11,991	12,172	12,120	11,707	11,099	11,898	11,210
County Clerk:										
# of Certified Copies (Births, Deaths, etc.)	25,632	25,445	24,515	20,796	19,908	19,360	20,173	21,206	20,173	20,076
County Treasurer:										
# of Receipts Written - General	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
# of Receipts Written - Tax Collections (including online)	4,721	4,864	4,703	4,627	5,007	4,563	5,575	6,302	6,525	7,295
Real Properties Returned Delinquent	3,293	3,261	3,439	3,276	3,675	3,728	3,991	4,092	4,772	5,396
Fiscal Services:										
# of A/P Checks/ACH Processed	18,622	17,354	20,015	18,321	17,341	19,580	21,471	21,403	23,006	25,074
# of Invoices Issued	10,612	11,483	15,244	11,884	12,715	10,092	9,921	9,227	9,392	12,031
Facilities Maintenance:										
# of Work Orders Processed	8,615	6,737	7,106	6,311	6,188	7,317	5,843	9,890	27,886	39,818

Source: Ottawa County Departments

**COUNTY OF OTTAWA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Public Safety:										
Vehicular Patrol Units	146	144	144	141	139	139	139	139	135	134
Sheriff's Substations	10	10	10	10	10	10	10	10	8	8
Health and Welfare										
Number of Clinics	3	3	3	3	3	3	3	3	3	3
Culture and Recreation										
Total Park Acres (1)	4,378	4,352	4,352	4,192	3,992	3,991	3,542	3,542	3,542	3,542
General Government										
Total Square Footage of Buildings	637,810	637,810	637,810	637,810	637,810	637,810	637,810	644,220	644,220	642,020
Number of IT Servers	328	257	250	200	175	149	124	124	88	77

Source: Ottawa County Departments

(1) Does not include Park Open Space

**COUNTY OF OTTAWA
LABOR FORCE STATISTICS
CURRENT FISCAL YEAR**

The County has approximately 995 full-time equivalent employees, approximately 331 of whom are members of the seven unions. The details of membership and states of their agreements are as follows:

	Fiscal Year	
	2021	
	Number of Employees	Expiration Date of Contract
Police Officers Labor Counsel (POLC 312) (P.A. 312 Eligible) Road Patrol/Detectives	116	12/31/2023
Police Officers Association of Michigan (POAM Non-312) (P.A. 312 Non-Eligible)	72	12/31/2023
Police Officers Labor Counsel (POLC 312) (P.A. 312 Eligible)	19	12/31/2023
Police Officers Labor Counsel (POLC Non-312) (P.A. 312 Non-Eligible)	6	12/31/2023
O.C. Employees Association (District Court)	52	12/31/2023
Friend of the Court Employees Association	31	12/31/2023
O.C. Juvenile Court Employees Association	35	12/31/2022
Non-union County employees	664	n/a
Total	995	

There are no labor issues at the present time and the County anticipates no strikes or work stoppages.

Source: Ottawa County Human Resources Department

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SINGLE AUDIT



Vredeveld Haefner LLC

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

March 29, 2022

Board of County Commissioners
County of Ottawa
West Olive, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County of Ottawa, Michigan (the County) as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 29, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ordebold Haefner LLC



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

March 29, 2022

Board of County Commissioners
County of Ottawa
West Olive, Michigan

Report on Compliance for Each Major Federal Program

We have audited the County of Ottawa, Michigan's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2021. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Uredaxeld Haefner LLC

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>U.S. Department of Agriculture:</u>					
TEFAP-Trade Mitigation	10.178	MDE		212070	\$ 7,650
Beginning Farmer's and Rancher's Development Program	10.311	Direct			12,304
School Breakfast Program	10.553	MDE	Child Nutrition	211970	19,186
National School Lunch Program	10.555	MDE	Child Nutrition	211960	31,357
NSLP-Afterschool Snacks	10.555	MDE	Child Nutrition	211980	7,961
					<u>39,319</u>
Total Child Nutrition Cluster					<u>58,505</u>
Commodity Supplemental Food Program	10.565	MDE	Food Distribution	210930	32,539
Commodity Supplemental Food Program - Covid funding	10.565	MDE	Food Distribution	210930	1,439
Commodity Supplemental Food Program Commodities (CSFP)	10.565	MDE	Food Distribution	210930	112,310
					<u>146,288</u>
Emergency Food Assistance Program	10.568	MDE	Food Distribution	210990	66,114
TEFAP - Covid Supplemental	10.568	MDE	Food Distribution	212280	14,767
					<u>80,881</u>
TEFAP-Commodities	10.569	MDE	Food Distribution	210990	239,770
Trade Mitigation-Commodities	10.569	MDE	Food Distribution	210990	43,173
COVID-Supplemental-Commodities	10.569	MDE	Food Distribution	210990	8,904
CARES -Supplemental-Commodities	10.569	MDE	Food Distribution	210990	20,253
FFCRA -Supplemental-Commodities	10.569	MDE	Food Distribution	210990	50,808
					<u>362,908</u>
Total Food Distribution Cluster					<u>590,077</u>
Total U.S. Department of Agriculture					<u>668,536</u>
<u>U.S. Department of Commerce:</u>					
Costal Zone Management Administration	11.419	EGLE			3,410
Total U.S. Department of Commerce					<u>3,410</u>
<u>U.S. Department of Housing and Urban Development:</u>					
Emergency Housing Voucher			Housing Voucher Cluster	HML-2021-Ottawa C-5826-EHV	135
Community Development Block Grant - CDBG	14.228	MEDC		MSC 220047-CV1	152,350
Emergency Solutions Grant	14.231	MSHDA		HML-2020-Ottawa C-5826-C19	392,799
Emergency Solutions Grant	14.231	MSHDA		HML-2020-Ottawa C-5826-ESF	268,653
					<u>661,452</u>
Continuum of Care Program - HUD 1	14.267	Direct			530,171
Continuum of Care Program - HUD 4	14.267	Direct			16,928
					<u>547,099</u>
Total U.S. Department of Housing and Urban Development					<u>1,361,036</u>

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>U.S. Department of Interior:</u>					
Sustain Our Great Lakes	15.662	Direct			37,600
Total U.S. Department of Interior					<u>37,600</u>
<u>U.S. Department of Justice:</u>					
BJA Coronavirus	16.034	Direct			4,611
Drug Court Discretionary Grant Program (BJA)	16.585	Direct			134,278
State Criminal Alien Assistance Program	16.606	Direct			26,700
BJA 2018	16.738	Direct			9,774
BJA 2020	16.738	Direct			39,174
					<u>48,948</u>
Comprehensive Opioid, Stimulant, and Substance Abuse Site-Based Program	16.838	Direct			41,386
Total U.S. Department of Justice					<u>255,923</u>
<u>U.S. Department of Treasury:</u>					
Equitable Sharing Program - Asset Forfeiture	21.016	Direct			8,750
Total U.S. Department of Treasury					<u>8,750</u>
<u>U.S. Department of Transportation:</u>					
Traffic Enforcement Grant (OWI)	26.600	MSP		PT-21-08	33,446
Alcohol Impaired Driving Countermeasures Incentive	20.601	OHSP	Highway Safety Cluster	21666	88,761
Total U.S. Department of Transportation					<u>122,207</u>
<u>U.S. Department of Treasury:</u>					
Coronavirus Relief Fund Emergency Services	21.019	MDHHS		E20213995-002	42,612
Quarantine Box Coronavirus Aid Relief	21.019	MDHHS		E20213904-00	14,445
Coronavirus Relief Fund Water and Plumbing	21.019	MDHHS		E20213994-002	53,342
Eviction Diversion Program	21.019	MSHDA		HML-2020-Ottawa C-5826-CRF	1,351,655
Coronavirus Relief Fund Migrant Worker	21.019	MDHHS		E20213819-001	85,315
CRF LHD Contact Tracing	21.019	MDHHS		E20213667	180,556
Coronavirus Relief Fund - CRFLT (CRF LHD Testing)	21.019	MDHHS		E20213674	95,983
Coronavirus Relief Fund - CRFIMM (CRF Immunizations COVID Response)	21.019	MDHHS		E20213767	86,965
					<u>1,910,873</u>
COVID Emergency Rental Assistance Program	21.023	Good Samaritan Ministries		1	23,604
Coronavirus State and Local Fiscal Recovery Funds	21.027	Direct			7,650,482
Total U.S. Department of Treasury					<u>9,584,959</u>

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>U.S. Environmental Protection Agency:</u>					
Capitalization Grants for Drinking Water State Revolving Funds	66.468	EGLE	Drinking Water State Revolving Funds	FS975487-19	5,242
Beach Monitoring and Notification Program Implementation Grants	66.472	EGLE		CU-00E99311	2,985
Brownfield Assessment Grant	66.818	Direct			47,765
Total U.S. Environmental Protection Agency					<u>55,993</u>
<u>U.S. Department of Energy:</u>					
Weatherization Assistance for Low-Income Persons (DOE)	81.042	MDHHS		E20210367-00	171,279
Weatherization Assistance for Low-Income Persons (DOE)	81.042	MDHHS		E20214953-00	15,211
Total U.S. Department of Energy					<u>186,490</u>
<u>U.S. Department of Health and Human Services:</u>					
Public Health Emergency Preparedness - BIONINE	93.069	MDHHS		E20212947	110,919
Public Health Emergency Preparedness - BIOTHREE	93.069	MDHHS		E20214826	37,294
					<u>148,213</u>
System of Care	93.104	Direct			259,001
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	MDHHS		E20212953	5,586
Opioid and Drug Treatment Enhancement and Expansion Project (SAMHSA)	93.243	Direct			162,928
Opioid, Methamphetamine, & Trauma Expansion and Response Program	93.243	Direct			3,888
					<u>166,817</u>
Family Planning Services	93.217	MDHHS		E20212949	266,228
Immunization Cooperative Agreements - Immunization Action Plan	93.268	MDHHS		E20213246	94,221
Immunization Cooperative Agreements - Federal Vaccines	93.268	MDHHS		None Issued	281,703
Immunization Cooperative Agreements - CVIS (COVID-19 Influenza Vaccination Supplemental)	93.268	MDHHS		E20214319	82,499
Immunization Cooperative Agreements - CVDIM (COVID Immunization)	93.268	MDHHS		E20214622	180,879
					<u>639,301</u>
ELC COVID19 Contact Tracing Testing Coordination	93.323	MDHHS		E20213573	850,556
ELC COVID 19 Infection Prevention - CELC	93.323	MDHHS		E20212598	135,000
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) - ELCCTW	93.323	MDHHS		E20215135	437,433
					<u>1,422,989</u>
PHEP COVID-19 Response Program (PCOVID)	93.354	MDHHS		E20214626	126,485
CARES Act Provider Relief Fund	93.498	DIRECT			88,127
Child Support Enforcement CRP-Combined (IV-D or FOC)	93.563	MDHHS		CSCOM16-70003	2,723,685
Child Support Enforcement - FOC Incentives	93.563	MDHHS		CSCOM16-70003	379,991
					<u>3,103,676</u>
Low-Income House Energy Assistance Program (MEAP)	93.568	MDHHS		E20210364-002	16,261
Low-Income Home Energy Assistance	93.568	MDHHS		E20210366-001/E20210365-00	90,685
					<u>106,946</u>

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
Community Service Block Grant (CARES)	93.569	MDHHS		E20213843-00	186,368
Community Service Block Grant	93.569	MDHHS		E20210368-00	70,229
Community Service Block Grant	93.569	MDHHS		E20211953-00	228,085
Discretionary Coronavirus Aid Relief and Economic Security	93.569	MDHHS		E20214752-00	10,000
					<u>494,682</u>
Community Services Block Grant - Discretionary	93.570	MDHHS		E20213001-00	17,389
Child Parent Legal Representation	93.658	MDHHS		E20212856-00	31,000
Emergency Grants to Address Mental and Substance Use Disorders During COVID-19	93.665	MDHHS		E20220665	45,566
Medical Assistance Program - OR-MED	93.778	MDHHS	Medicaid	E20213245	87,560
Medical Assistance Program - CCFIX-EB (CSHCS Elevated Blood)	93.778	MDHHS	Medicaid	E20213046	1,292
Medical Assistance Program - CC-MED (CSHCS Medicaid Outreach)	93.778	MDHHS	Medicaid	E20213045	90,831
Medical Assistance Program - CSHCS (CSHCS Outreach and Advocacy)	93.778	MDHHS	Medicaid	E20213047	88,838
Maternal and Child Health Services Block Grant to the States - CC-FIX (Care Coordination)	93.778	MDHHS	Medicaid	E20212956	7,891
Total Medicaid Cluster					<u>276,411</u>
		The Regents of the University of			
MC3/Michigan Child Collaborative Care Program	93.778	Michigan	Medicaid	E20212559-00	30,835
OBRA/PASARR	93.778	MDHHS	Medicaid	E20220381	37,552
OBRA/PASARR	93.778	MDHHS	Medicaid	E20220381	56,262
					<u>124,649</u>
State Opioid Reponse - SOR	93.788	LRE		1H79TI083298-01	1,123
State Opioid Response/OEND	93.788	LRE		E20211090	199
Coordinator Services	93.788	LRE		E20211090	1,555
State Opioid Response/Peers in FQHC	93.788	LRE		E20211090	56,585
State Opioid Response/GPRA	93.788	LRE		E20211090	2,625
State Opioid Response/Recovery Housing	93.788	LRE		E20211090	3,458
					<u>65,544</u>
Comm Mental Hlth SER Block Grant/58th District Mental Health Court Expansion	93.958	MDHHS		E20220321	52,679
Comm Mental Hlth SER Block Grant/Holland Drop In Center	93.958	MDHHS		E20220319	4,432
Comm Mental Health Juvenile Justice Screening Project	93.958	MDHHS		E20221350	74,425
Promoting Access and Continuity of Care	93.958	MDHHS		E20221349	39,563
Integrated HealthCare/Public Health	93.958	MDHHS		E20220320	117,400
Tobacco Cessation	93.958	LRE		E20203212-00	3,488
					<u>291,986</u>
SUD BG Covid	93.959	LRE		E20212403	37,135
SAPT Block Grant	93.959	LRE		E20212403-00	719,607
Block Grant for Prevention and Treatment of Substance Abuse	93.959	LRE		2B08TI010026-19	57,360
					<u>814,102</u>
Local health Department Sharing Support	93.991	MDHHS		E20213574	43,962
Preventative Health and Health Services Block Grant - MHCCB	93.991	MDHHS		E20213440	42,000
					<u>85,962</u>
Maternal and Child Health Services Block Grant to the States - CC-FIX (Care Coordination)	93.994	MDHHS		E20212956	7,650
Maternal and Child Health Services Block Grant to the States - OTHERMCHV (MCH-All Other)	93.994	MDHHS		E20213048	77,554
MCH - Children	93.994	MDHHS		E20214850	3,660
					<u>88,864</u>
Total U.S. Department of Health and Human Services					<u>8,669,524</u>

COUNTY OF OTTAWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Federal Agency/Cluster/Program Title	CFDA Number	Pass Through Agency	Cluster	Pass Through Number	Expenditures
<u>Executive Office of the President:</u>					
High Intensity Drug Trafficking Areas (HIDTA)	95.001	WEMET			13,960
Total Executive Office of the President					<u>13,960</u>
<u>U.S. Department of Homeland Security:</u>					
Marine Academy	97.012	DNR			16,100
Emergency Food and Shelter Program (EFSP)	97.024	United Way		456100-005	2,945
Emergency Management Performance Grant	97.042	MSP		EMC-2021-EP-00003	42,953
Emergency Management Performance Grant American Rescue Plan Act	97.042	MSP		EMC-2021-EP-00006	22,391
					<u>65,344</u>
Homeland Security	97.067	MSP		EMW-2017-SS-00013, EMW- 2018-SS-00042, EMW-2020-SS- 00021, EMW-2020-SS-00044- S01	109,932
Total U.S. Department of Homeland Security					<u>194,321</u>
Total Expenditures of Federal Awards					<u>\$ 21,162,709</u>

COUNTY OF OTTAWA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE PERIOD ENDED SEPTEMBER 30, 2021

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Ottawa, Michigan and is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in the financial statements.

2. ACCOUNTING PERIOD

The County's fiscal year end is September 30.

3. INDIRECT COSTS

The County did not elect to use the 10% de minimis cost rate as covered in Uniform Guidance section 2 CFR 200.141 indirect costs.

4. ABBREVIATIONS

The abbreviations used on the schedule of expenditures of federal awards are as follows:

Pass Through Agency Name	Pass Through Agency Abbreviation
Direct Funding from Federal Agency	Direct
Michigan Department of Environmental, Great Lakes, & Energy	EGLE
Michigan Economic Development Corporation	MEDC
Michigan State Housing Development Authority	MSHDA
Michigan Department of Education	MDE
Michigan Department of Health and Human Services	MDHHS
West Michigan Enforcement Team	WEMET
Michigan Department of State Police	MSP
Michigan Department of Natural Resources	DNR
Michigan Office of Highway Safety Planning	OHSP

COUNTY OF OTTAWA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE PERIOD ENDED SEPTEMBER 30, 2021

5. SUBRECIPIENTS

Of the federal expenditures presented in the accompanying schedule of expenditures of federal awards, the County provided federal awards to subrecipients as follows:

Program Title	CFDA Number	Amount Provided to Subrecipients
Emergency Solutions Grant	14.231	\$ 255,761
Emergency Solutions Cares Act Funding Grant	14.231	377,668
Eviction Diversion Program	21.019	1,349,612
Emergency Housing Voucher		135
Brownfield Assessment Grant	66.818	47,765
Total		\$ 2,030,941

6. COMMODITIES EXPENDITURES

Expenditures as reported on the Schedule of Expenditures of Federal Awards agree with the County general ledger and include inventory adjustments in accordance with generally accepted accounting principles. The amount shown above is reconciled to the amount reported by the State of Michigan as follows:

	CFDA #10.565 Commodities
Expenditures as reported	\$ 112,310
Less - inventory at beginning of year	(14,190)
Add - inventory at end of year	10,400
Commodities received per State of Michigan	\$ 108,520

(Continued)

COUNTY OF OTTAWA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE PERIOD ENDED SEPTEMBER 30, 2021

7. VACCINES EXPENDITURES

Expenditures as reported on the Schedule of Expenditures of Federal Awards agree with the County general ledger and include inventory adjustments in accordance with generally accepted accounting principles. The amount shown above is reconciled to the amount reported by the State of Michigan as follows:

	CFDA #93.268
	Vaccines
Expenditures as reported	\$ 281,703
Less - inventory at beginning of year	(90,749)
Add - inventory at end of year	<u>84,329</u>
Vaccines received per State of Michigan	<u><u>\$ 275,283</u></u>

OTTAWA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported
Noncompliance material to financial statements noted?	<u> </u> yes	<u> X </u> no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported
Type of auditors' report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	<u> </u> yes	<u> X </u> no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.569	EFAP Food Commodities
21.019	CARES Act
21.027	American Rescue Plan Act
93.323	Epidemiology and Laboratory Capacity

Dollar threshold used to distinguish between Type A and B programs:	<u> \$750,000 </u>
Auditee qualified as low-risk auditee?	<u> X </u> yes <u> </u> no

SECTION II - FINANCIAL STATEMENT FINDINGS

None

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS

None