

County of
Barry,
Michigan



Year Ended
December 31,
2012

Annual
Financial
Report

COUNTY OF BARRY, MICHIGAN

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	5
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	16
Statement of Activities	17
Fund Financial Statements:	
Balance Sheet - Governmental Funds	20
Reconciliation of Fund Balances for Governmental Funds to Net Position of Governmental Activities	22
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	24
Reconciliation of Net Changes in Fund Balances of Governmental Funds to Change in Net Position of Governmental Activities	26
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual:	
General Fund	27
Central Dispatch Fund	31
Commission on Aging Fund	32
Statement of Net Position - Proprietary Funds	34
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	36
Statement of Cash Flows - Proprietary Funds	38
Statement of Fiduciary Net Position	42
Statement of Changes in Fiduciary Net Position - Private Purpose Trust Funds	43
Combining Statement of Net Position - Discretely Presented Component Units	44
Combining Statement of Activities - Discretely Presented Component Units	46
Notes to Financial Statements	49
Required Supplementary Information	
MERS Agent Multiple-Employer Defined Benefit Plan - Primary Government:	
Schedule of Funding Progress	88
Schedule of Employer Contributions	88
Single Employer Defined Benefit Other Postemployment Benefits Plan - Primary Government:	
Schedule of Funding Progress	89
Schedule of Employer Contributions	89

COUNTY OF BARRY, MICHIGAN

Table of Contents

	<u>Page</u>
Single Employer Defined Benefit Other Postemployment Benefits Plan - Road Commission Component Unit:	
Schedule of Funding Progress	90
Schedule of Employer Contributions	90
Combining and Individual Fund Financial Statements and Schedules	
General Fund:	
Combining Balance Sheet - By Activity	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Activity	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - By Activity	96
Nonmajor Governmental Funds:	
Combining Balance Sheet	102
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	104
Combining Balance Sheet - Nonmajor Special Revenue Funds	106
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	114
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Nonmajor Special Revenue Funds	122
Combining Balance Sheet - Nonmajor Debt Service Funds	144
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds	145
Nonmajor Enterprise Funds:	
Combining Statement of Net Position	146
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	148
Combining Statement of Cash Flows	150
Internal Service Funds:	
Combining Statement of Net Position	154
Combining Statement of Revenues, Expenses and Changes in Net Position	158
Combining Statement of Cash Flows	162
Fiduciary Funds:	
Combining Statement of Fiduciary Assets and Liabilities - Agency Funds	165
Combining Statement of Fiduciary Net Position - Private Purpose Trust Funds	166
Combining Statement of Changes in Fiduciary Net Position - Private Purpose Trust Funds	167

COUNTY OF BARRY, MICHIGAN

Table of Contents

	<u>Page</u>
Component Units:	
Drainage Districts:	
Combining Balance Sheet	168
Reconciliation of Fund Balances for Governmental Funds to Net Position of Governmental Activities	169
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	170
Reconciliation of Net Changes in Fund Balances of Governmental Funds to Change in Net Position of Governmental Activities	171
Board of Public Works:	
Combining Balance Sheet	172
Reconciliation of Fund Balances for Governmental Funds to Net Position of Governmental Activities	175
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	176
Reconciliation of Net Changes in Fund Balances of Governmental Funds to Change in Net Position of Governmental Activities	179
Economic Development Board:	
Balance Sheet	180
Statement of Revenues, Expenditures and Changes in Fund Balance	181
Airport Commission:	
Balance Sheet	182
Reconciliation of Fund Balance for Governmental Fund to Net Position of Governmental Activities	183
Statement of Revenues, Expenditures and Changes in Fund Balance	184
Reconciliation of Net Changes in Fund Balance of Governmental Fund to Change in Net Position of Governmental Activities	185



INDEPENDENT AUDITORS' REPORT

June 17, 2013

Board of Commissioners
County of Barry, Michigan
Hastings, 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 Barry, Michigan* (the "County"), as of and for the year ended December 31, 2012, 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Barry County Road Commission, the Barry County Medical Care Facility (Thornapple Manor), or the Barry County Transit. The Barry County Road Commission represents 71% and 83% of the total assets and revenue, respectively, of the discretely presented component units. Thornapple Manor and the Barry County Transit are presented as a major enterprise funds, and are therefore separate opinion units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Barry County Road Commission, Thornapple Manor, and the Barry County Transit, is based solely on the reports of the other auditors. 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. The financial statements of the Barry County Road Commission and the Barry County Medical Care Facility (Thornapple Manor) were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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, based on our audit and the reports of the other auditors, 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 County of Barry, Michigan as of December 31, 2012, and the respective changes in financial position and cash flows, where applicable, therefore, and the respective budgetary comparisons for the general fund and each major special revenue fund, 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 and schedules of funding progress and employer contributions 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's basic financial statements. The combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules 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 fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 17, 2013 on our consideration of the County's internal 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 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 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's internal control over financial reporting and compliance.

Rehmann Johnson LLC

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MANAGEMENT'S DISCUSSION AND ANALYSIS

COUNTY OF BARRY, MICHIGAN

Management's Discussion and Analysis

As management of Barry County, we offer readers of the *County of Barry, Michigan's* (the "County") financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the financial statements and notes to the financial statements.

Financial Highlights

Key metrics and financial highlights of the County for the year ended December 31, 2012 are as follows:

Total net position	\$44,887,872
Unrestricted net position	5,904,704
Change in net position	(3,473,968)
Fund balances, governmental funds	12,674,803
Change in fund balances, governmental funds	711,107
Fund balance, general fund	4,425,907
(as percentage of general fund expenditures and transfers out)	29%
Unassigned fund balance, general fund	2,286,422
(as percentage of general fund expenditures and transfers out)	15%

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the residual 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 showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Barry County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government administration, public safety, public works, health and welfare, recreation and cultural, and community and economic development activities. The business-type activities of the County include delinquent tax administration, operation of a medical care facility, and operation of a transit system.

The government-wide financial statements include not only Barry County itself (known as the *primary government*), but also the legally separate Barry County Road Commission, Drainage Districts, Board of Public Works, Economic Development Board, and Airport Commission, for which the County is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Barry County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, 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 fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains numerous governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund, central dispatch special revenue fund, commission on aging special revenue fund, and the Thornapple Manor addition building authority debt service and construction funds, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

Proprietary funds. Barry County maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Barry County uses enterprise funds to account for its delinquent tax collection and administration, Thornapple Manor medical care facility, jail commissary, and Transit system. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions.

The County uses internal service funds to account for its fleet of vehicles, telephone systems, data processing, insurance, and fringe benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the delinquent tax umbrella fund, 2011 delinquent tax fund, Thornapple Manor fund, and transit fund, all of which are considered to be major funds of Barry County.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like 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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. This is limited to this management's discussion and analysis and the schedules of funding progress and employer contributions for the County pension and other postemployment benefits plans.

The combining statements and schedules referred to earlier in connection with nonmajor funds are presented following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Summary information on the County assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position is as follows:

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Assets						
Current and other assets	\$24,294,728	\$20,580,678	\$16,717,565	\$17,001,210	\$41,012,293	\$37,581,888
Capital assets, net	12,978,922	13,316,979	21,460,487	22,193,635	34,439,409	35,510,614
Total assets	37,273,650	33,897,657	38,178,052	39,194,845	75,451,702	73,092,502
Deferred outflows of resources	899,989	-	-	-	899,989	-
Liabilities						
Long-term liabilities	23,613,358	17,836,116	294,475	227,386	23,907,833	18,063,502
Other liabilities	2,431,568	1,391,843	1,308,131	1,008,798	3,739,699	2,400,641
Total liabilities	26,044,926	19,227,959	1,602,606	1,236,184	27,647,532	20,464,143
Deferred inflows of resources	3,816,287	4,266,519	-	-	3,816,287	4,266,519
Net position						
Net investment						
in capital assets	13,232,508	12,432,779	21,460,487	22,193,635	34,692,995	34,626,414
Restricted	3,800,414	4,554,550	489,759	339,251	4,290,173	4,893,801
Unrestricted (deficit)	(8,720,496)	(6,584,150)	14,625,200	15,425,775	5,904,704	8,841,625
Total net position	\$ 8,312,426	\$10,403,179	\$36,575,446	\$37,958,661	\$44,887,872	\$48,361,840

A portion of the County's net position is unrestricted and available for future operations, while a significant portion of net position relates to its investment in capital assets (e.g., land, buildings, vehicles, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net position of the County decreased by \$3,473,968. The governmental activities decreased by \$2,090,753 which is primarily due to construction for Thornapple Manor that is funded by governmental activities, but capitalized by business-type activities. The business-type activities decrease of \$1,383,215 is due to an increase in employee health insurance claims at Thornapple Manor and transfers out of the delinquent tax collection funds.

	Change in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues						
Program revenues:						
Charges for services	\$ 2,518,625	\$ 2,259,990	\$15,445,611	\$14,977,574	\$17,964,236	\$17,237,564
Operating grants and contributions	3,660,926	3,470,265	594,375	662,824	4,255,301	4,133,089
Capital grants and contributions	61,351	118,105	191,890	195,867	253,241	313,972
General revenues:						
Property taxes	14,334,795	13,892,325	449,047	463,694	14,783,842	14,356,019
Grants and contributions not restricted to specific programs	1,102,199	346,689	-	-	1,102,199	346,689
Unrestricted investment earnings	71,883	147,038	7,865	6,221	79,748	153,259
Gain on sale of capital assets	2,350	14,689	-	-	2,350	14,689
Total revenues	21,752,129	20,249,101	16,688,788	16,306,180	38,440,917	36,555,281
Expenses						
General government	8,248,634	8,351,315	-	-	8,248,634	8,351,315
Public safety	6,516,559	7,169,789	-	-	6,516,559	7,169,789
Public works	122,121	57,246	-	-	122,121	57,246
Health and welfare	8,592,740	3,235,843	-	-	8,592,740	3,235,843
Recreation and cultural	559,854	678,582	-	-	559,854	678,582
Community and economic development	294,038	338,891	-	-	294,038	338,891
Interest on long-term debt	1,050,238	799,768	-	-	1,050,238	799,768
Delinquent tax administration	-	-	40,954	51,828	40,954	51,828
Thornapple Manor	-	-	15,227,994	13,862,711	15,227,994	13,862,711
Other	-	-	1,261,753	1,106,285	1,261,753	1,106,285
Total expenses	25,384,184	20,631,434	16,530,701	15,020,824	41,914,885	35,652,258
Change in net position before transfers	(3,632,055)	(382,333)	158,087	1,285,356	(3,473,968)	903,023
Transfers	1,541,302	743,875	(1,541,302)	(743,875)	-	-
Change in net position	(2,090,753)	361,542	(1,383,215)	541,481	(3,473,968)	903,023
Net position, beginning of year	10,403,179	10,041,637	37,958,661	37,417,180	48,361,840	47,458,817
Net position, end of year	\$ 8,312,426	\$10,403,179	\$36,575,446	\$37,958,661	\$44,887,872	\$48,361,840

Governmental Activities

During the year, the County invested \$8,248,634 or 32 percent of governmental activities expenses to general government activities. Health and welfare expenses totaled \$8,592,740 or 34 percent of governmental activities. This amount increased substantially in the current year due to the issuance of bonds and related construction activity at Thornapple Manor. Because these bonds are repaid through a dedicated property tax millage, the expenditures are accounted for in governmental activities. However, the assets themselves are accounted for in the Thornapple Manor enterprise fund. Public safety expenditures totaled \$6,516,559 or 26 percent of governmental activities expenses. Public works, recreation and cultural, community and economic development, and interest on long-term debt made up the remaining 8 percent of governmental activities expenses.

Business-type activities. Business-type activities decreased the County's net position by \$1,383,215. Key elements of this increase are as follows:

- Thornapple Manor experienced an unexpected increase in health insurance claims in 2012.
- Transfers out of the delinquent tax collection funds.

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$12,674,803, an increase of \$711,107 in comparison with the prior year. Approximately 18 percent of this total amount constitutes *unassigned fund balance*. The remainder of fund balance is *restricted*, *committed* or *assigned* to indicate that it cannot be used at the County's discretion, or it is *nonspendable* because it has already been committed, this case, for cemetery perpetual care.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$2,286,422. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unassigned fund balance represents 15 percent of total general fund expenditures and transfers out.

As in previous years, the surplus in the County's traditional general fund (fund 101) was transferred to other funds of the government, as approved by Board Resolution.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government wide financial statements, but in more detail.

Net position of the enterprise funds decreased \$1,383,215. Key elements of this changed have been addressed elsewhere in this analysis.

General Fund Budgetary Highlights

- Property tax revenue exceeded budget due to conservative forecasting of the rate of change in taxable value.
- State grant revenue exceeded budget to due to the actual state revenue sharing final payment being greater than the amount budgeted.

- Interest revenue on the County's deposits and investments was less than budgeted amounts due to actual interest rates being less than budgeted estimates.
- Expenditures for the Trial Court came in under budget. This was the result of prudent financial management by the Trial Court at all levels of the organization.
- Operating transfers out exceeded the original and amended budget due to a board resolution to transfer the entire year-end surplus to designated funds.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of December 31, 2012, amounted to \$34,439,409 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and systems, improvements, and machinery and equipment.

Major capital asset events during the current fiscal year included the purchase of a record imaging system for the Barry County Sheriff's department. The vehicle fund purchased three replacement patrol vehicles at the Barry County Sheriff's Department and the data processing fund purchased new camera recording equipment for the Barry County Jail.

	Capital Assets (Net of Depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 2,734,208	\$ 2,734,208	\$ -	\$ -	\$ 2,734,208	\$ 2,734,208
Construction in progress	187,638	23,513	247,031	209,100	434,669	232,613
Land improvements	621,778	646,495	1,205,052	1,256,645	1,826,830	1,903,140
Buildings	7,406,202	7,710,287	17,058,624	17,523,062	24,464,826	25,233,349
Machinery and equipment	2,029,096	2,202,476	2,949,780	3,204,828	4,978,876	5,407,304
Total	\$12,978,922	\$13,316,979	\$21,460,487	\$22,193,635	\$34,439,409	\$35,510,614

Additional information on Barry County's capital assets can be found in Note 7 of this report.

Long-term debt. At the end of the current fiscal year, the County had total debt outstanding of \$23,907,833. Of this amount, \$23,613,358 was debt of governmental activities and \$294,475 was debt of business-type activities.

	Long-term Debt					
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
General obligation bonds	\$23,124,267	\$17,315,000	\$ -	\$ -	\$23,124,267	\$17,315,000
Other installment debt	14,400	19,200	-	-	14,400	19,200
Compensated absences	474,691	501,916	294,475	227,386	769,166	729,302
Total	\$23,613,358	\$17,836,116	\$ 294,475	\$ 227,386	\$23,907,833	\$18,063,502

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

Economic Factors and Next Year's Budgets and Rates

The following factors were considered in preparing the County's budget for 2013:

In order to maintain long term financial stability, the budgeting practice in Barry County is to adopt balanced budgets as required by law and to budget in a manner such that actual expenses do not exceed actual revenues on an annual basis. This practice has allowed Barry County to be structurally prepared for difficult economic times without resorting to crisis-management.

As a result of declining housing values and the economy, in 2010 the Barry County Board of Commissioners commissioned the Michigan State University State and Local Government Program to prepare a Financial Analysis and Forecast Report. The purpose of the report was to provide Barry County's decision makers with an overview of the county's general fund finances for the five year period prior and a prospective view, or forecast, of finances through 2015 to serve as a guideline for future planning.

Based on the results of the study, the county planned for a 3.31% decline in property tax revenue for 2012 and a 1.46% decline for 2013. The study projects that property taxes will further decline through 2014 and begin to grow in 2015. The county continues to adopt multiyear budgets using the MSU study as a primary source for forecasting revenue estimates through 2015. However, data from Barry County Equalization indicates that property taxes may bottom out as early as 2013 and begin growing in 2014. As a result of this information and that the MSU study expires in 2015, Barry County has commissioned MSU to update the Financial Analysis and Forecast Report for another five year period.

The County budget for 2013 continues to be challenged, including state and federal revenue sources that have seen little or no growth, continued decline in property tax revenues, and increasing costs associated with employee benefits. To counter these reductions and to comply with recently enacted State Law, Barry County has capped the employer contribution to health care and limited future increases to the medical rate of inflation (Public Act 152 of 2011) and has eliminated the defined benefit pension program for all employees hired on or after May 1, 2012 and replaced it with a hybrid pension plan, which caps Barry County's contribution at 10% of payroll.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Administrator, 220 W. State St., Hastings, MI, 49058.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

COUNTY OF BARRY, MICHIGAN

Statement of Net Position

December 31, 2012

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and cash equivalents	\$ 7,374,273	\$ 3,496,418	\$ 10,870,691	\$ 2,962,182
Restricted cash and cash equivalents	232,851	798,223	1,031,074	-
Investments	10,200,756	8,154,561	18,355,317	398,345
Receivables, net	4,346,896	4,759,552	9,106,448	9,004,196
Internal balances	546,620	(546,620)	-	-
Other assets	158,412	55,431	213,843	1,794,039
Net pension asset	500,000	-	500,000	-
Net other postemployment benefits asset	934,920	-	934,920	-
Capital assets not being depreciated	2,921,846	247,031	3,168,877	16,512,507
Capital assets being depreciated, net	10,057,076	21,213,456	31,270,532	17,313,298
Total assets	37,273,650	38,178,052	75,451,702	47,984,567
Deferred outflows of resources				
Deferred loss on advance refunding	899,989	-	899,989	-
Liabilities				
Accounts payable and accrued liabilities	2,431,568	1,308,131	3,739,699	232,570
Long-term liabilities:				
Due within one year	1,189,433	101,039	1,290,472	987,654
Due in more than one year	22,423,925	193,436	22,617,361	6,883,746
Total liabilities	26,044,926	1,602,606	27,647,532	8,103,970
Deferred inflows of resources				
Property taxes levied for subsequent year	3,816,287	-	3,816,287	-
Net position				
Net investment in capital assets	13,232,508	21,460,487	34,692,995	32,531,405
Restricted for:				
Health and welfare programs	1,320,468	-	1,320,468	-
Public safety programs	1,696,467	-	1,696,467	-
Judicial programs	524,695	-	524,695	-
Recreation and cultural programs	149,941	-	149,941	-
Other state mandated programs	77,557	-	77,557	-
Property tax foreclosures	-	489,759	489,759	-
Cemetery perpetual care:				
Nonexpendable	30,925	-	30,925	-
Expendable	361	-	361	-
Unrestricted (deficit)	(8,720,496)	14,625,200	5,904,704	7,349,192
Total net position	\$ 8,312,426	\$ 36,575,446	\$ 44,887,872	\$ 39,880,597

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

COUNTY OF BARRY, MICHIGAN

Statement of Activities

For the Year Ended December 31, 2012

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
Governmental activities:					
General government	\$ 8,248,634	\$ 2,005,726	\$ 1,690,334	\$ -	\$ (4,552,574)
Public safety	6,516,559	161,759	757,265	59,086	(5,538,449)
Public works	122,121	34,092	1,614	-	(86,415)
Health and welfare	8,592,740	194,003	1,174,211	-	(7,224,526)
Recreation and cultural	559,854	111,392	24,497	2,265	(421,700)
Community and economic development	294,038	11,653	13,005	-	(269,380)
Interest on long-term debt	1,050,238	-	-	-	(1,050,238)
Total governmental activities	25,384,184	2,518,625	3,660,926	61,351	(19,143,282)
Business-type activities:					
Delinquent tax administration	40,954	932,583	32,827	-	924,456
Thornapple Manor	15,227,994	14,225,540	-	-	(1,002,454)
Other	1,261,753	287,488	561,548	191,890	(220,827)
Total business-type activities	16,530,701	15,445,611	594,375	191,890	(298,825)
Total primary government	\$ 41,914,885	\$ 17,964,236	\$ 4,255,301	\$ 253,241	\$ (19,442,107)
Component units					
Road Commission	\$ 8,527,743	\$ 82,912	\$ 4,563,644	\$ 2,949,739	\$ (931,448)
Drainage Districts	405,067	156,952	-	513,688	265,573
Board of Public Works	376,791	-	348,668	-	(28,123)
Economic Development Board	63,394	-	63,394	-	-
Airport Commission	338,328	253,903	184,022	-	99,597
Total component units	\$ 9,711,323	\$ 493,767	\$ 5,159,728	\$ 3,463,427	\$ (594,401)

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Activities

For the Year Ended December 31, 2012

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Changes in net position				
Net (expense) revenue	\$ (19,143,282)	\$ (298,825)	\$ (19,442,107)	\$ (594,401)
General revenues:				
Property taxes	14,334,795	449,047	14,783,842	-
Grants and contributions not restricted to specific programs	1,102,199	-	1,102,199	-
Unrestricted investment earnings	71,883	7,865	79,748	13,450
Gain on sale of capital assets	2,350	-	2,350	22,660
Transfers - internal activities	1,541,302	(1,541,302)	-	-
Special item (Note 17)	-	-	-	(4,764,972)
Total general revenues, transfers and special item	17,052,529	(1,084,390)	15,968,139	(4,728,862)
Change in net position	(2,090,753)	(1,383,215)	(3,473,968)	(5,323,263)
Net position, beginning of year	10,403,179	37,958,661	48,361,840	45,203,860
Net position, end of year	\$ 8,312,426	\$ 36,575,446	\$ 44,887,872	\$ 39,880,597

concluded

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

FUND FINANCIAL STATEMENTS

COUNTY OF BARRY, MICHIGAN

Balance Sheet

Governmental Funds

December 31, 2012

	General	Central Dispatch	Commission on Aging	Building Authority Thornapple Manor Debt
Assets				
Cash and cash equivalents	\$ 1,332,859	\$ 334,291	\$ 1,182,846	\$ -
Restricted cash and cash equivalents	-	-	-	164,969
Investments	7,698,103	1,649,088	70,387	839
Accounts receivable	-	-	-	-
Taxes receivable	230,103	967,312	791,116	1,243,079
Due from other governments	199,159	-	76,352	-
Due from other funds	546,620	-	-	-
Total assets	\$ 10,006,844	\$ 2,950,691	\$ 2,120,701	\$ 1,408,887
Liabilities				
Negative equity in pooled cash and cash equivalents	\$ 5,159,400	\$ -	\$ -	\$ 46,651
Accounts payable	152,407	143,785	20,707	-
Accrued liabilities	269,130	53,537	40,469	-
Total liabilities	5,580,937	197,322	61,176	46,651
Deferred inflows of resources				
Property taxes levied for subsequent year	-	1,097,339	897,440	1,408,360
Fund balances				
Nonspendable	-	-	-	-
Restricted	-	1,656,030	1,037,085	-
Committed	2,139,485	-	125,000	-
Unassigned (deficit)	2,286,422	-	-	(46,124)
Total fund balances (deficit)	4,425,907	1,656,030	1,162,085	(46,124)
Total liabilities, deferred inflows of resources and funds balances (deficit)	\$ 10,006,844	\$ 2,950,691	\$ 2,120,701	\$ 1,408,887

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



Building Authority Thornapple Manor Construction	Nonmajor Governmental Funds	Totals
\$ 2,036,076	\$ 4,210,572	\$ 9,096,644
-	67,882	232,851
-	210,964	9,629,381
-	7,232	7,232
-	364,190	3,595,800
-	468,353	743,864
-	-	546,620
<u>\$ 2,036,076</u>	<u>\$ 5,329,193</u>	<u>\$ 23,852,392</u>
\$ -	\$ 130,984	\$ 5,337,035
1,193,090	72,933	1,582,922
-	78,209	441,345
<u>1,193,090</u>	<u>282,126</u>	<u>7,361,302</u>
-	413,148	3,816,287
-	30,925	30,925
842,986	1,076,374	4,612,475
-	3,526,620	5,791,105
-	-	2,240,298
<u>842,986</u>	<u>4,633,919</u>	<u>12,674,803</u>
<u>\$ 2,036,076</u>	<u>\$ 5,329,193</u>	<u>\$ 23,852,392</u>

COUNTY OF BARRY, MICHIGAN

Reconciliation

Fund Balances for Governmental Funds
to Net Position of Governmental Activities
December 31, 2012

Fund balances - total governmental funds	\$ 12,674,803
Amounts reported for <i>governmental activities</i> in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources, and therefore not reported in the funds.	
Capital assets not being depreciated	2,921,846
Capital assets being depreciated, net	10,057,076
Less amounts accounted for in governmental type internal service funds	(526,567)
Prepaid costs related to self-insurance programs and pension and other postemployment benefits plans do not represent current period costs and therefore are not reported in the fund financial statements.	
Net other postemployment benefits (OPEB) asset	934,920
Net pension asset	500,000
Deposit with third party for future liability claims	158,412
Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position.	
Net position of governmental activities accounted for in internal service funds	4,513,653
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Bonds payable	(21,774,400)
Premium/discount on bonds payable, net	(1,364,267)
Deferred loss on advance refunding	899,989
Compensated absences	(474,691)
Accrued interest on long-term liabilities	(151,724)
Liability for incurred-but-not-reported liability self-insurance claims	(56,624)
Net position of governmental activities	<u>\$ 8,312,426</u>

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

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COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2012

	General	Central Dispatch	Commission on Aging	Building Authority Thornapple Manor Debt
Revenues				
Taxes	\$ 10,036,573	\$ 1,386,575	\$ 907,200	\$ 1,586,803
Intergovernmental	1,734,804	211,376	346,309	-
Licenses and permits	129,912	-	-	-
Charges for services	1,527,081	-	179,289	-
Fines and forfeitures	42,915	-	-	-
Interest and rentals	72,742	12,877	43	979
Other revenues	379,854	113	58,325	-
Total revenues	13,923,881	1,610,941	1,491,166	1,587,782
Expenditures				
Current:				
General government	5,178,952	-	-	2,663
Public safety	4,907,449	1,426,478	-	-
Public works	34,466	-	-	-
Health and welfare	931,749	-	1,511,629	-
Community and economic development	332,356	-	-	-
Recreation and cultural	7,868	-	-	-
Other	1,695,254	-	-	-
Debt service:				
Principal	-	4,800	-	700,000
Interest expense	-	-	-	715,500
Bond issuance costs	-	-	-	198,515
Capital outlay	-	190,183	5,910	-
Total expenditures	13,088,094	1,621,461	1,517,539	1,616,678
Revenues over (under) expenditures	835,787	(10,520)	(26,373)	(28,896)
Other financing sources (uses)				
Proceeds on sale of capital assets	-	-	-	-
Issuance of long-term debt	-	-	-	-
Issuance of refunding debt	-	-	-	13,685,000
Premium/discount on issuance of long-term debt	-	-	-	1,426,688
Payment to refunded bond escrow agent	-	-	-	(15,159,173)
Transfers in	2,235,265	-	-	-
Transfers out	(2,397,932)	-	-	-
Total other financing sources (uses)	(162,667)	-	-	(47,485)
Net change in fund balances	673,120	(10,520)	(26,373)	(76,381)
Fund balances, beginning of year	3,752,787	1,666,550	1,188,458	30,257
Fund balances (deficit), end of year	\$ 4,425,907	\$ 1,656,030	\$ 1,162,085	\$ (46,124)

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

Building Auth. Thornapple Manor Construction	Nonmajor Governmental Funds	Totals
\$ -	\$ 417,644	\$ 14,334,795
-	2,413,129	4,705,618
-	-	129,912
-	247,486	1,953,856
-	101	43,016
5,932	1,417	93,990
-	42,091	480,383
<u>5,932</u>	<u>3,121,868</u>	<u>21,741,570</u>
-	1,416,602	6,598,217
-	378,262	6,712,189
-	50,562	85,028
-	1,212,398	3,655,776
-	-	332,356
-	520,651	528,519
-	-	1,695,254
-	290,000	994,800
-	112,767	828,267
58,610	-	257,125
<u>5,054,663</u>	<u>161,105</u>	<u>5,411,861</u>
<u>5,113,273</u>	<u>4,142,347</u>	<u>27,099,392</u>
<u>(5,107,341)</u>	<u>(1,020,479)</u>	<u>(5,357,822)</u>
-	7,637	7,637
6,000,000	-	6,000,000
-	-	13,685,000
(49,673)	-	1,377,015
-	-	(15,159,173)
-	1,015,080	3,250,345
-	(693,963)	(3,091,895)
<u>5,950,327</u>	<u>328,754</u>	<u>6,068,929</u>
842,986	(691,725)	711,107
-	5,325,644	11,963,696
<u>\$ 842,986</u>	<u>\$ 4,633,919</u>	<u>\$ 12,674,803</u>

COUNTY OF BARRY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
For the Year Ended December 31, 2012

Net change in fund balances - total governmental funds \$ 711,107

Amounts reported for *governmental activities* in the statement of activities are different because:

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

Acquisition/construction of capital assets	522,337
Less acquisition/construction of capital assets accounted for in governmental internal service funds	(119,201)
Gain (loss) on disposal of capital assets	(1,446)
Proceeds from sale of capital assets	(7,637)
Depreciation expense	(851,311)
Less depreciation expense accounted for in governmental internal service funds	177,868

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 net other postemployment benefits (OPEB) asset	1,178,020
Change in net pension asset	500,000

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long term-liabilities.

Principal payments on long-term liabilities	994,800
Issuance of long-term debt	(6,000,000)
Premium/discount on issuance of long-term debt	(1,377,015)
Issuance of refunding debt	(13,685,000)
Payment to refunded bond escrow agent	15,159,173

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 governmental funds.

Change in accrued interest on bonds payable	31,590
Amortization of deferred loss on advance refunding	(9,184)
Amortization of bond premiums and discounts	12,748
Change in the accrual of compensated absences	27,225
Net change in estimate for incurred but not reported self-insurance claims and deposits with third party provider to fund such claims	101,788

Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities:

Interest revenue from governmental internal service funds	8,209
Gain on sale of capital assets in governmental internal service funds	2,350
Net operating transfers in governmental internal service funds	1,382,852
Net operating loss from governmental activities accounted for in internal service funds	(850,026)

Change in net position of governmental activities \$ (2,090,753)

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

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes:				
Real and personal property taxes	\$ 9,643,545	\$ 9,876,921	\$ 10,025,067	\$ 148,146
Other taxes	9,027	9,027	11,506	2,479
Total taxes	9,652,572	9,885,948	10,036,573	150,625
Intergovernmental:				
Federal grants	250,002	233,002	200,449	(32,553)
State grants	1,077,730	1,240,129	1,534,355	294,226
Total intergovernmental	1,327,732	1,473,131	1,734,804	261,673
Licenses and permits:				
Gun permits	16,000	12,500	16,198	3,698
Dog licenses	82,700	74,700	74,544	(156)
Marriage license fees	7,100	7,100	8,350	1,250
Planning services	35,000	33,000	30,820	(2,180)
Total licenses and permits	140,800	127,300	129,912	2,612
Charges for services:				
Circuit Court	188,100	123,620	138,969	15,349
District Court	496,000	441,000	512,239	71,239
Friend of the Court	45,000	45,000	51,837	6,837
Probate Court	23,500	23,500	33,594	10,094
County Treasurer	1,020	1,020	3,114	2,094
County Clerk	72,030	74,030	82,211	8,181
Register of Deeds	195,000	205,500	210,473	4,973
Real estate transfer tax	124,500	160,000	162,771	2,771
Mapping department	25,000	12,000	11,653	(347)
Juvenile Court	18,100	18,100	15,214	(2,886)
Sheriff	80,100	95,100	93,009	(2,091)
Record copying	78,600	103,600	156,903	53,303
Pay phone commissions	20,000	10,000	8,206	(1,794)
Other	53,700	47,500	46,888	(612)
Total charges for services	1,420,650	1,359,970	1,527,081	167,111

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues (concluded)				
Fines and forfeitures:				
Bond forfeitures	\$ 7,000	\$ 7,000	\$ 9,395	\$ 2,395
Ordinance fines and costs	30,000	30,000	33,520	3,520
Total fines and forfeitures	<u>37,000</u>	<u>37,000</u>	<u>42,915</u>	<u>5,915</u>
Interest and rentals:				
Interest revenues	150,020	150,020	58,125	(91,895)
Rentals	14,956	14,956	14,400	(556)
Administration fees	-	-	217	217
Total interest and rentals	<u>164,976</u>	<u>164,976</u>	<u>72,742</u>	<u>(92,234)</u>
Other revenues:				
Reimbursements and refunds	78,200	338,108	377,111	39,003
Other	550	550	2,743	2,193
Total other revenues	<u>78,750</u>	<u>338,658</u>	<u>379,854</u>	<u>41,196</u>
Total revenues	<u>12,822,480</u>	<u>13,386,983</u>	<u>13,923,881</u>	<u>536,898</u>
Expenditures				
General government:				
Board of commissioners	197,027	197,027	168,490	(28,537)
Trial court	1,574,388	1,574,388	1,381,336	(193,052)
Jury board	6,975	6,975	6,674	(301)
Probate court	744,890	744,890	695,405	(49,485)
Adult probation	9,268	9,268	8,184	(1,084)
County administrator	246,260	246,917	239,279	(7,638)
Elections	98,256	98,256	63,204	(35,052)
Legal counsel	50,000	48,014	44,374	(3,640)
Clerk	432,264	432,264	387,264	(45,000)
Equalization	172,055	172,055	142,420	(29,635)
Prosecuting attorney	786,337	802,217	703,829	(98,388)
Register of deeds	227,761	227,761	215,461	(12,300)
Land information services	219,037	219,037	207,777	(11,260)
Treasurer	245,776	245,776	229,025	(16,751)
Cooperative extension	110,644	117,833	117,218	(615)
Courthouse and grounds	474,525	474,525	419,239	(55,286)
Drain commissioner	157,331	157,331	149,773	(7,558)
Total general government	<u>5,752,794</u>	<u>5,774,534</u>	<u>5,178,952</u>	<u>(595,582)</u>

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures (continued)				
Public safety:				
Sheriff	\$ 2,560,490	\$ 2,655,390	\$ 2,576,103	\$ (79,287)
Secondary road patrol	97,172	106,928	104,821	(2,107)
Highway safety grant	16,000	1,085	600	(485)
Marine safety	137,393	129,062	122,090	(6,972)
Emergency services	106,032	110,932	106,531	(4,401)
Jail	1,790,305	1,792,807	1,789,276	(3,531)
Animal control	233,490	218,014	208,028	(9,986)
Total public safety	4,940,882	5,014,218	4,907,449	(106,769)
Public works:				
Department of Public Works	100	100	-	(100)
Building rehabilitation	-	105,000	34,466	(70,534)
Total public works	100	105,100	34,466	(70,634)
Health and welfare:				
District health department	431,049	433,639	433,271	(368)
Health department building	111,222	111,222	94,951	(16,271)
Soldiers' and sailors' relief	46,050	46,050	22,119	(23,931)
Medical examiner	118,877	118,877	98,778	(20,099)
Substance abuse	78,901	103,732	79,445	(24,287)
Veterans' counselor	46,687	46,687	23,785	(22,902)
Veterans' burials	38,581	38,581	24,900	(13,681)
Mental health	154,500	154,500	154,500	-
Appropriation to Green Gables Haven Community Shelter	1,900	1,900	-	(1,900)
Total health and welfare	1,027,767	1,055,188	931,749	(123,439)
Community and economic development:				
Appropriation to Economic				
Development Board	61,979	63,394	63,394	-
Appropriation to Airport Commission	42,728	45,194	45,194	-
Appropriation to Road Commission	11,334	11,334	11,334	-
Appropriation to Soil Conservation	16,291	16,291	16,291	-
Planning and zoning	214,531	214,531	193,695	(20,836)
Agriculture preservation	2,600	2,600	-	(2,600)
Master land use plan	-	3,000	2,448	(552)
Total community and economic development	349,463	356,344	332,356	(23,988)

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures (concluded)				
Recreation and cultural:				
Parks and recreation	\$ 9,600	\$ 9,600	\$ 7,868	\$ (1,732)
Other:				
Insurance and bonds	448,158	1,489,460	1,477,871	(11,589)
Other	192,903	203,383	217,383	14,000
Total other	641,061	1,692,843	1,695,254	2,411
Total expenditures	12,721,667	14,007,827	13,088,094	(919,733)
Revenues over (under) expenditures	100,813	(620,844)	835,787	1,456,631
Other financing sources (uses)				
Transfers in	920,939	2,277,981	2,235,265	(42,716)
Transfers out	(1,018,472)	(1,515,080)	(2,397,932)	(882,852)
Total other financing sources (uses)	(97,533)	762,901	(162,667)	(925,568)
Net change in fund balance	3,280	142,057	673,120	531,063
Fund balance, beginning of year	3,752,787	3,752,787	3,752,787	-
Fund balance, end of year	\$ 3,756,067	\$ 3,894,844	\$ 4,425,907	\$ 531,063

concluded

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

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Central Dispatch Fund

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes	\$ 1,362,426	\$ 1,362,426	\$ 1,386,575	\$ 24,149
Intergovernmental	195,000	195,000	211,376	16,376
Interest and rentals	20,000	20,000	12,877	(7,123)
Other revenues	40	40	113	73
Total revenues	<u>1,577,466</u>	<u>1,577,466</u>	<u>1,610,941</u>	<u>33,475</u>
Expenditures				
Current:				
Public safety	1,587,834	1,600,034	1,426,478	(173,556)
Debt service:				
Principal	4,800	4,800	4,800	-
Capital outlay	175,000	662,800	190,183	(472,617)
Total expenditures	<u>1,767,634</u>	<u>2,267,634</u>	<u>1,621,461</u>	<u>(646,173)</u>
Net change in fund balance	(190,168)	(690,168)	(10,520)	679,648
Fund balance, beginning of year	<u>1,666,550</u>	<u>1,666,550</u>	<u>1,666,550</u>	-
Fund balance, end of year	<u>\$ 1,476,382</u>	<u>\$ 976,382</u>	<u>\$ 1,656,030</u>	<u>\$ 679,648</u>

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

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Commission on Aging Fund

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes	\$ 891,390	\$ 891,390	\$ 907,200	\$ 15,810
Intergovernmental	266,475	266,475	346,309	79,834
Charges for services	140,000	140,000	179,289	39,289
Interest and rentals	-	-	43	43
Other revenues	41,575	41,575	58,325	16,750
Total revenue	1,339,440	1,339,440	1,491,166	151,726
Expenditures				
Current:				
Health and welfare	1,322,843	1,322,843	1,511,629	188,786
Capital outlay	3,000	3,000	5,910	2,910
Total expenditures	1,325,843	1,325,843	1,517,539	191,696
Net change in fund balance	13,597	13,597	(26,373)	(39,970)
Fund balance, beginning of year	1,188,458	1,188,458	1,188,458	-
Fund balance, end of year	<u>\$ 1,202,055</u>	<u>\$ 1,202,055</u>	<u>\$ 1,162,085</u>	<u>\$ (39,970)</u>

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

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COUNTY OF BARRY, MICHIGAN

Statement of Net Position

Proprietary Funds

December 31, 2012

	Business-type Activities - Enterprise Funds		
	Delinquent Tax Umbrella	Delinquent Tax Revolving 2011	Thornapple Manor
Assets			
Current assets:			
Cash and cash equivalents	\$ -	\$ -	\$ 1,316,058
Restricted cash and cash equivalents	-	-	308,464
Investments	6,899,225	185,703	-
Accounts receivable, net	-	-	1,628,543
Taxes receivable	16,639	1,957,874	-
Due from other governments	-	-	-
Due from other funds	1,649,518	-	-
Other assets	-	-	55,431
Total current assets	8,565,382	2,143,577	3,308,496
Noncurrent assets:			
Capital assets not being depreciated	-	-	247,031
Capital assets being depreciated, net	-	-	20,095,304
Total noncurrent assets	-	-	20,342,335
Total assets	8,565,382	2,143,577	23,650,831
Liabilities			
Current liabilities:			
Negative equity in pooled cash and cash equivalents	-	-	-
Accounts payable	110	-	435,597
Accrued liabilities	-	-	770,159
Due to other governments	2,707	23,353	-
Due to other funds	-	1,649,518	-
Current portion of long-term debt	-	-	101,039
Total current liabilities	2,817	1,672,871	1,306,795
Long-term liabilities:			
Long-term debt, net of current portion	-	-	193,436
Total liabilities	2,817	1,672,871	1,500,231
Net position			
Net investment in capital assets	-	-	20,342,335
Restricted for property tax foreclosures	-	-	-
Unrestricted	8,562,565	470,706	1,808,265
Total net position	\$ 8,562,565	\$ 470,706	\$ 22,150,600

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



Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Totals	Internal Service Funds
\$ 2,180,400	\$ 3,496,458	\$ 3,614,664
489,759	798,223	-
1,069,633	8,154,561	571,375
7,987	1,636,530	-
985,677	2,960,190	-
162,832	162,832	-
-	1,649,518	-
-	55,431	-
<u>4,896,288</u>	<u>18,913,743</u>	<u>4,186,039</u>
-	247,031	10,190
<u>1,118,152</u>	<u>21,213,456</u>	<u>516,377</u>
<u>1,118,152</u>	<u>21,460,487</u>	<u>526,567</u>
<u>6,014,440</u>	<u>40,374,230</u>	<u>4,712,606</u>
40	40	-
36,722	472,429	198,953
12,061	782,220	-
27,422	53,482	-
546,620	2,196,138	-
-	101,039	-
<u>622,865</u>	<u>3,605,348</u>	<u>198,953</u>
-	193,436	-
<u>622,865</u>	<u>3,798,784</u>	<u>198,953</u>
1,118,152	21,460,487	516,377
489,759	489,759	-
<u>3,783,664</u>	<u>14,625,200</u>	<u>3,997,276</u>
<u>\$ 5,391,575</u>	<u>\$ 36,575,446</u>	<u>\$ 4,513,653</u>

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

For the Year Ended December 31, 2012

	Business-type Activities - Enterprise Funds		
	Delinquent Tax Umbrella	Delinquent Tax Revolving 2011	Thornapple Manor
Operating revenues			
Charges for services	\$ (1,790)	\$ 172,793	\$ 14,225,540
Interest and penalties on delinquent taxes	981	288,800	-
Other	-	-	-
Total operating revenues	(809)	461,593	14,225,540
Operating expenses			
Operations	-	-	14,414,126
Depreciation	-	-	813,868
Other	-	-	-
Total operating expenses	-	-	15,227,994
Operating income (loss)	(809)	461,593	(1,002,454)
Nonoperating revenues (expenses)			
Taxes	-	-	-
Intergovernmental revenues	-	-	-
Interest revenues	31,104	179	7,865
Gain on sale of capital assets	-	-	-
Total nonoperating revenues (expenses)	31,104	179	7,865
Income (loss) before transfers	30,295	461,772	(994,589)
Transfers			
Transfers in	816,919	7,264	-
Transfers out	(1,541,302)	-	-
Total transfers	(724,383)	7,264	-
Change in net position	(694,088)	469,036	(994,589)
Net position, beginning of year	9,256,653	1,670	23,145,189
Net position, end of year	\$ 8,562,565	\$ 470,706	\$ 22,150,600

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

Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Totals	Internal Service Funds
\$ 592,336	\$ 14,988,879	\$ 4,619,832
166,951	456,732	-
-	-	690
<u>759,287</u>	<u>15,445,611</u>	<u>4,620,522</u>
1,136,687	15,550,813	5,286,658
166,020	979,888	177,868
-	-	6,022
<u>1,302,707</u>	<u>16,530,701</u>	<u>5,470,548</u>
<u>(543,420)</u>	<u>(1,085,090)</u>	<u>(850,026)</u>
449,047	449,047	-
748,069	748,069	-
6,913	46,061	8,209
-	-	2,350
<u>1,204,029</u>	<u>1,243,177</u>	<u>10,559</u>
<u>660,609</u>	<u>158,087</u>	<u>(839,467)</u>
21,833	846,016	1,382,852
(846,016)	(2,387,318)	-
<u>(824,183)</u>	<u>(1,541,302)</u>	<u>1,382,852</u>
(163,574)	(1,383,215)	543,385
<u>5,555,149</u>	<u>37,958,661</u>	<u>3,970,268</u>
<u>\$ 5,391,575</u>	<u>\$ 36,575,446</u>	<u>\$ 4,513,653</u>

COUNTY OF BARRY, MICHIGAN

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2012

	Business-type Activities - Enterprise Funds		
	Delinquent Tax Umbrella	Delinquent Tax Revolving 2011	Thornapple Manor
Cash flows from operating activities			
Cash received from customers and users	\$ -	\$ 2,852,062	\$ 14,359,402
Cash received from interfund services	-	-	-
Cash payments to suppliers for goods and services	(6,894)	-	(3,528,130)
Cash payments to employees for services	-	-	(10,422,728)
Cash payments to purchase delinquent taxes	-	(4,354,029)	-
Net cash provided by (used in) operating activities	<u>(6,894)</u>	<u>(1,501,967)</u>	<u>408,544</u>
Cash flows from non-capital financing activities			
Transfers in	816,919	7,264	-
Transfers out	(1,541,302)	-	-
Taxes	-	-	-
Intergovernmental revenue	-	-	-
Long-term advances to other funds	(3,289,518)	-	-
Long-term advances from other funds	-	3,289,518	-
Payments on long-term advances to other funds	3,200,000	-	-
Payments on long-term advances from other funds	-	(1,640,000)	-
Net cash provided by (used in) non-capital financing activities	<u>(813,901)</u>	<u>1,656,782</u>	<u>-</u>
Cash flows from capital and related financing activities			
Proceeds from sale of capital assets	-	-	7,865
Purchases of capital assets	-	-	(61,580)
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>-</u>	<u>(53,715)</u>
Cash flows from investing activities			
Sale (purchase) of investments	929,772	(154,994)	-
Interest received	31,104	179	-
Net cash provided by (used in) investing activities	<u>960,876</u>	<u>(154,815)</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	\$ 140,081	\$ -	\$ 354,829
Cash and cash equivalents, beginning of year	<u>(140,081)</u>	<u>-</u>	<u>1,269,693</u>
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,624,522</u>



Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Totals	Internal Service Funds
\$ 2,697,124	\$ 19,908,588	\$ -
-	-	4,747,211
(639,093)	(4,174,117)	(180,447)
(505,317)	(10,928,045)	(5,163,540)
-	(4,354,029)	-
<u>1,552,714</u>	<u>452,397</u>	<u>(596,776)</u>
21,833	846,016	1,382,852
(846,016)	(2,387,318)	-
449,047	449,047	-
511,070	511,070	-
-	(3,289,518)	-
-	3,289,518	-
-	3,200,000	-
(1,503,842)	(3,143,842)	-
<u>(1,367,908)</u>	<u>(525,027)</u>	<u>1,382,852</u>
136,943	144,808	2,350
(185,160)	(246,740)	(119,201)
<u>(48,217)</u>	<u>(101,932)</u>	<u>(116,851)</u>
182,576	957,354	(8,209)
6,913	38,196	8,209
<u>189,489</u>	<u>995,550</u>	<u>-</u>
\$ 326,078	\$ 820,988	\$ 669,225
<u>2,344,041</u>	<u>3,473,653</u>	<u>2,945,439</u>
<u>\$ 2,670,119</u>	<u>\$ 4,294,641</u>	<u>\$ 3,614,664</u>

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2012

	Business-type Activities - Enterprise Funds		
	Delinquent Tax Umbrella	Delinquent Tax Revolving 2011	Thornapple Manor
Balance sheet classification of cash and cash equivalents			
Cash and cash equivalents	\$ -	\$ -	\$ 1,316,058
Restricted cash and cash equivalents	-	-	308,464
Negative equity in pooled cash and cash equivalents	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,624,522</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ (809)	\$ 461,593	\$ (1,002,454)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	-	-	813,868
Changes in:			
Accounts receivable	-	-	133,862
Taxes receivable	(6,613)	(1,985,049)	-
Prepays and other assets	-	-	47,321
Accounts payable	110	-	280,651
Accrued liabilities	-	-	68,207
Due to other governments	418	(5,686)	-
Due to other funds	-	27,175	-
Compensated absences	-	-	67,089
	<u>\$ (6,894)</u>	<u>\$ (1,501,967)</u>	<u>\$ 408,544</u>

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



Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Totals	Internal Service Funds
\$ 2,180,400	\$ 3,496,458	\$ 3,614,664
489,759	798,223	-
(40)	(40)	-
<u>\$ 2,670,119</u>	<u>\$ 4,294,641</u>	<u>\$ 3,614,664</u>

\$ (543,420) \$ (1,085,090) \$ (850,026)

166,020	979,888	177,868
1,068	134,930	72,052
1,426,793	(564,869)	-
-	47,321	-
(10,243)	270,518	5,926
2,520	70,727	(2,596)
(36,644)	(41,912)	-
546,620	573,795	-
-	-	-

\$ 1,552,714 \$ 452,397 \$ (596,776)

concluded

COUNTY OF BARRY, MICHIGAN

Statement of Fiduciary Net Position

Fiduciary Funds
December 31, 2012

	Agency Funds	Private Purpose Trust Funds
Assets		
Cash and cash equivalents	\$ 445,307	\$ 40,263
Investments	50,092	-
	<u>495,399</u>	<u>-</u>
Total assets	<u><u>\$ 495,399</u></u>	<u><u>40,263</u></u>
Liabilities		
Accounts payable	\$ 193,419	-
Due to other governments	164,378	-
Undistributed receipts	137,602	-
	<u>495,399</u>	<u>-</u>
Total liabilities	<u><u>\$ 495,399</u></u>	<u><u>-</u></u>
Net position		
Held in trust for private purposes		<u><u>\$ 40,263</u></u>

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

COUNTY OF BARRY, MICHIGAN

Statement of Changes in Fiduciary Net Position

Private Purpose Trust Funds

For the Year Ended December 31, 2012

Additions	
Intergovernmental	\$ 47,009
Deductions	
Services to beneficiaries	<u>40,199</u>
Change in net position	6,810
Net position, beginning of year	<u>33,453</u>
Net position, end of year	<u><u>\$ 40,263</u></u>

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

COUNTY OF BARRY, MICHIGAN

Combining Statement of Net Position Discretely Presented Component Units December 31, 2012

	Road Commission	Drainage Districts	Board of Public Works
Assets			
Cash and cash equivalents	\$ 2,913,073	\$ -	\$ 30,624
Investments	-	398,345	-
Receivables	1,209,281	1,447,845	6,347,070
Inventories	1,625,714	-	-
Prepaid items	145,000	-	-
Capital assets not being depreciated	16,171,074	56,433	-
Capital assets being depreciated, net	12,268,658	2,999,726	-
Total assets	34,332,800	4,902,349	6,377,694
Liabilities			
Negative equity in pooled cash and cash equivalents	-	103,249	-
Accounts payable and accrued liabilities	140,204	24,291	67,080
Long-term liabilities:			
Due within one year	281,654	141,000	565,000
Due in more than one year	-	1,153,400	5,730,346
Total liabilities	421,858	1,421,940	6,362,426
Net position			
Net investment in capital assets	28,439,732	1,761,759	-
Unrestricted	5,471,210	1,718,650	15,268
Total net position	\$ 33,910,942	\$ 3,480,409	\$ 15,268

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



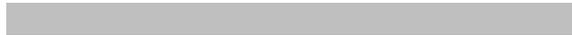
Economic Development Board	Airport Commission	Totals
\$ -	\$ 121,734	\$ 3,065,431
-	-	398,345
-	-	9,004,196
-	23,325	1,649,039
-	-	145,000
-	285,000	16,512,507
-	2,044,914	17,313,298
<hr/>		
-	2,474,973	48,087,816
<hr/>		
-	-	103,249
-	995	232,570
-	-	987,654
-	-	6,883,746
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-	995	8,207,219
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-	2,329,914	32,531,405
-	144,064	7,349,192
<hr/>		
\$ -	\$ 2,473,978	\$ 39,880,597
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COUNTY OF BARRY, MICHIGAN

Combining Statement of Activities Discretely Presented Component Units For the Year Ended December 31, 2012

	Road Commission	Drainage Districts	Board of Public Works
Expenses			
Road Commission	\$ 8,527,743	\$ -	\$ -
Drainage Districts	-	306,028	-
Board of Public Works	-	99,039	376,791
Economic Development Board	-	-	-
Airport Commission	-	-	-
Total expenses	8,527,743	405,067	376,791
Program revenues			
Charges for services	82,912	156,952	-
Operating grants and contributions	4,563,644	-	348,668
Capital grants and contributions	2,949,739	513,688	-
Total program revenues	7,596,295	670,640	348,668
Net revenues (expenses)	(931,448)	265,573	(28,123)
General revenues and special item			
Unrestricted investment earnings	11,132	2,078	240
Gain on sale of capital assets	22,660	-	-
Special item (Note 17)	(4,764,972)	-	-
Total general revenues and special item	(4,731,180)	2,078	240
Change in net position	(5,662,628)	267,651	(27,883)
Net position, beginning of year, as restated (Note 16)	39,573,570	3,212,758	43,151
Net position, end of year	\$ 33,910,942	\$ 3,480,409	\$ 15,268

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



Economic Development Board	Airport Commission	Totals
\$ -	\$ -	\$ 8,527,743
-	-	306,028
-	-	475,830
63,394	-	63,394
-	338,328	338,328
<u>63,394</u>	<u>338,328</u>	<u>9,711,323</u>
-	253,903	493,767
63,394	184,022	5,159,728
-	-	3,463,427
<u>63,394</u>	<u>437,925</u>	<u>9,116,922</u>
-	99,597	(594,401)
-	-	13,450
-	-	22,660
-	-	<u>(4,764,972)</u>
-	-	<u>(4,728,862)</u>
-	99,597	(5,323,263)
-	2,374,381	45,203,860
<u>\$ -</u>	<u>\$ 2,473,978</u>	<u>\$ 39,880,597</u>

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NOTES TO THE FINANCIAL STATEMENTS

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The *County of Barry, Michigan* (the “County” or “government”) was organized in 1839 and covers an area of approximately 576 square miles. The County operates under an eight member elected Board of Commissioners.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the County is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government’s operations and 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 combined financial statements to emphasize that they are legally separate from the government.

Blended Component Units:

The Barry County Department of Human Services is governed by a three-member board, two of which are appointed by the County Board of Commissioners. The Board is responsible for establishing policies and the operational oversight of the local administration of the State of Michigan Social Welfare program and the long-term care Medical Care Facility. Although the employees of the Barry County Department of Human Services are employed by the State of Michigan and substantially all programs are financed by the State, State law requires the local activities to be “blended” with the local primary government.

The Building Authority is governed by a three-member board appointed by the County Board of Commissioners. Its sole purpose is to finance and construct the County’s public buildings. It is reported as an enterprise fund and has a December 31 year-end. A separate report is not prepared for the Building Authority.

The financial statements of the Barry County Transit (the “Transit”) are presented for the year ended September 30, 2012 and the financial statements of the Thornapple Manor Medical Care Facility (Thornapple Manor Fund), component units of Barry County, are included in these financial statements as blended component units for the year ended December 31, 2012. These component units are also audited individually. Complete financial statements are issued under separate cover and may be obtained from their respective administrative offices. The Barry County Transit received federal and state financial assistance in the form of operating and capital grant funding for operating support, marketing expansion, and offering specialized services. The Transit provides demand response services within Barry County as well as special services on a contractual basis to several nonprofit and governmental agencies within the County.

The Thornapple Manor Medical Care Facility is a 138-bed, long-term medical care unit owned and operated by Barry County. It is governed by the Barry County Department of Human Services Board. This Board consists of three members, two of which are appointed by the Barry County Board of Commissioners.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Discretely Presented Component Units

Barry County Road Commission (the "Road Commission") - The Road Commission is responsible for the maintenance and construction of the County road system. The Road Commission's operations are financed primarily from the State distribution of gas and weight taxes, federal financial assistance, and contributions from other local governments within the County. The three-member Board is appointed by the Barry County Board of Commissioners. The component unit is audited individually and complete financial statements may be obtained from the Road Commission's administrative office.

Barry County Economic Development Board (the "Board") - The Board is appointed by the County Board of Commissioners. The Board may not issue debt or levy a tax without the approval of the County Board of Commissioners. If a millage rate is approved, the taxes would be levied under the taxing authority of the County.

Barry County Board of Public Works (the "BPW") - The BPW is governed by a five-member Board comprised of the Drain Commissioner and four members appointed by the County Board of Commissioners. The BPW establishes policy and reviews operations of the BPW for the County Board of Commissioners. The BPW has the responsibility of administering the various public works construction projects and the associated debt service funds under the provision of Act 185 of the Public Acts of 1957. The BPW is financially accountable to the County because all general obligation bond issuances require County authorization and are backed by the full faith and credit of the County.

Barry County Drain Commission (the "Drain Commission") - All drainage districts established pursuant to the Michigan Drain Code of 1956 are separate legal entities with the power to contract, to sue and be sued, and to hold, manage and dispose of real and personal property. The statutory governing board of Chapter 5 and 6 drainage districts consists of the Michigan Director of Agriculture and the drain commissioner of each county involved in the project. The County Drain Commission has sole responsibility to administer Chapter 3 and 4 drainage districts. A drainage board or drain commissioner, on behalf of the drainage district, may issue debt and levy special assessments without the prior approval of the County. The full faith and credit of the County may be given for the debt of the drainage district. The Drain Commissioner is required by law to make an annual report to the Board of Commissioners in October. The Drain Commission is financially accountable to the County, as defined by GASB Statement No. 14, and accordingly is disclosed as a component unit.

The Airport Commission (the "Airport") - The Airport is classified as a joint venture with another governmental unit. The details relating to this joint venture agreement are disclosed below.

Joint Ventures

The County participates in the following activities which are considered to be joint ventures in relation to the County due to the formation of an organization by contractual agreement between two or more participants that maintain joint control, financial interest, and fiscal responsibility.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Airport Commission - The County is a member of the Airport Commission, which is a joint venture that was formed by an agreement in 1977 between the Hastings City Council and the Barry County Board of Commissioners. The Commission consists of five members, two appointed by the Barry County Board of Commissioners, two appointed by the Hastings City Council, and one member at-large appointed by the Commission itself. The Commission is responsible for constructing, operating, and maintaining the airport facilities. Ownership of the property is vested in the joint venture. It may not issue debt without approval from the City and County. The agreement requires that each governmental unit provide 50% of the net budget appropriation requirements and that financial recordkeeping be maintained by the County.

Barry/Eaton District Health Department - The County is a member of the Barry/Eaton Health Department (the "Department"), which is a joint venture between Barry and Eaton Counties. Both Counties provide annual appropriations and pass-through the statutory amount of cigarette tax funding to subsidize operations. The current funding formula approved by the District Health Board requires Eaton County and Barry County to provide 65% and 35%, respectively. In addition, the treasury function for the Department rests with the Eaton County Treasurer. The operations of the Department are presented as a discretely presented component unit of Eaton County.

Jointly Governed Organizations

The County participates in the following activity which is considered to be a jointly governed organization in relation to the County, due to there being no ongoing financial interest or responsibility.

Region III Area Agency on Aging - Barry County, in conjunction with Calhoun County, has entered into an agreement, which created the Region III B Area Agency on Aging (the "Agency") that provides comprehensive services to older individuals residing in those counties. Operating revenues are derived from federal, state, and local governments as well as fees for services. The Agency is governed by a seven-member Board appointed by the Board of Commissioners of the two counties it services. A copy of the Agency's audit can be obtained at its administrative office.

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. *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. Likewise, the primary government is reported separately from certain 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. *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*.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

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.

Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds, a type of fiduciary fund, are unlike all other types of funds, reporting only assets and liabilities. Therefore, agency funds cannot be said to have a measurement focus. They do, however, use the accrual basis of accounting to recognize receivables and payables.

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 revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of special assessments in the drain commission component unit which are based on a 180-day period of availability, and expenditure-driven grants which are based on a one-year period of availability. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental revenues, licenses, 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. 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 government.

The County reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It is used to account for and report all financial resources not accounted for and reported in another fund.

The *central dispatch fund* accounts for the County's E-911 services, which are funded through a dedicated property tax millage and surcharge revenue under Public Act 32.

The *Commission on Aging fund* accounts for services provided to the elderly. Revenue is primarily generated through state and federal grants and a dedicated property tax millage.

The *Building Authority Thornapple Manor debt service fund* was established to account for principal and interest payments on general obligation bonds issued to fund construction projects at Thornapple Manor. Debt service payments are funded by a dedicated property tax millage.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

The *Building Authority Thornapple Manor construction fund* is used to account for the proceeds of general obligation bonds and the related construction of the "cottages" project at Thornapple Manor. The assets constructed will be accounted for in the Thornapple Manor enterprise fund.

The County reports the following major proprietary funds:

The *delinquent tax umbrella fund* accounts for money advanced by the County to other local taxing units and various County funds to pay for their delinquent real property taxes. Revenues are generated by the collection of the delinquent real property taxes, penalties and interest.

The *2011 delinquent tax revolving fund* accounts for the collection and administration of delinquent property taxes levied in year 2011.

The *Thornapple Manor fund* accounts for the activities of the Thornapple Manor Medical Care Facility, a 138-bed long-term medical care unit owned and operated by Barry County. Revenues are generated by charges for services and a County appropriation.

Additionally, the County reports the following fund types:

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

Debt service funds account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

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

The *permanent fund* accounts for assets that are permanently restricted for cemetery perpetual care.

Enterprise funds account for those operations that are financed and operated in a manner similar to private business or where the County has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Internal service funds account for operations that provide services (such as equipment rentals and self-insurance) to other departments or agencies of the government, on a cost-reimbursement basis.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity (such as taxes collected for other governments).

Private purpose trust funds are used to present activity of arrangements under which the principal and income benefit individuals, private organizations, or other governments.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

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

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

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

Assets, liabilities and equity

Deposits and investments

The government's cash and cash equivalents include amounts in demand deposit accounts, certificates of deposit and short-term investments with original maturities of three months or less from the date of acquisition. Investments are stated at fair value.

State statutes authorize the government to deposit in the accounts of federally insured banks, credit unions and savings and loan associations and to invest in obligations of the United States, certain commercial papers, repurchase agreements, banker acceptances and mutual funds composed of otherwise legal investments.

The County pools cash resources of various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the County's investments.

Restricted cash and cash equivalents consist of amounts set-aside for repayment of general obligation bonds and related interest thereon, in accordance with terms of the restricted debt agreements. In addition, proceeds from the sale of foreclosed property, net of unpaid taxes and fees and auction costs, are restricted for various delinquent tax administration purposes, as defined in the General Property Tax Act 206 of 1893. Such amounts are reported in the foreclosure enterprise fund.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Receivables and payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Property taxes receivable in governmental funds represent amounts due from taxpayers on the July 1 and December 1 tax levies in the general fund and other governmental funds, respectively. Any amounts outstanding on the July 1 levy after 60 days into the subsequent fiscal year are made whole by the County delinquent tax fund through an effective early tax settlement. This allows the County's general fund to recognize the full amount of the July 1 tax levy in the current year, regardless of the timing of actual collections. Any unpaid balances as of 60 days into the subsequent fiscal year are transferred to the delinquent tax revolving fund where collection is pursued. A similar process takes place between the delinquent tax fund, the other County funds accounting for property tax levies, and other local taxing authorities within the County's geographical region in March or April.

Property taxes receivable in the delinquent tax revolving funds represent unpaid balances from the previous years' levies for the County itself as well as other local taxing authorities in the County's geographical region. The County is responsible for pursuing and administering collection of these balances and coordinating the forfeiture and foreclosure activities for the related parcels. This process takes place over a 3-year period. Interest at 1 percent per month (increased to 1.5 percent after 12 months, retroactive to the date of delinquency) and administrative fees at 4 percent are accrued in accordance with State statute. No amounts have been included in an allowance for uncollectible balances, as the structure of the delinquent tax revolving fund has been designed to make the fund whole either through the eventual auction of the foreclosed parcels or through chargebacks to the local taxing authorities initially levying the taxes.

All trade and property tax receivables are shown net of an allowance for uncollectibles, as applicable. At December 31, 2012, management has recorded an allowance of \$75,000 for uncollectible balance in the Thornapple Manor enterprise fund.

Leases receivable consist of amounts collectible from local municipalities for which the County has irrevocably pledged its full faith and credit as collateral for certain construction and improvement bonds. In accordance with contractual agreements, these entities will provide all future amounts due for bond principal and accrued interest payable.

Deferred inflows of resources

Property taxes (excluding those for the general fund, which are subject to a different timeline) are levied and attach as an enforceable lien of property on December 1. Property taxes are payable through February 14. Although the County's 2012 ad valorem tax (excluding the portion for general operations) is levied and collectible on December 1, 2012, it is the County's policy to recognize revenues from the December 1 tax levy in the subsequent year when the proceeds of this levy are budgeted and made available for the financing of the County's operations. Therefore, the entire amount of the December 1, 2012 levies is reported as deferred inflows of resources at year-end.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

The County reports certain receivables in governmental funds that are not due and collectible soon enough to meet the criteria for revenue recognition under the current financial resources method of accounting. These amounts have also been reported as "deferred inflows of resources" in the fund financial statements, but are recognized when earned, regardless of the timing of collection, in the government-wide statements.

Inventories and prepaids

Inventories in the Airport Commission consist of fuel and are valued at cost, primarily determined by the first-in, first-out (FIFO) method. Inventories of the Road Commission are priced at cost as determined on the average cost method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

The County has elected to use an alternative measurement method in its governmental funds and records expenditures for services extending beyond one account period in the period when incurred.

Capital assets

Primary Government and Component Units (excluding Thornapple Manor, Transit, and Road Commission)

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items acquired or constructed since 1980), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

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

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

Asset Category	Years
Buildings	7-50
Land improvements	5-25
Machinery, equipment, & vehicles	2-25
Drain infrastructure	50

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Road Commission - Discretely Presented Component Unit

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges and similar items), are reported in the government-wide financial statements. Capital assets are defined by the Barry County Road Commission on an individual basis. The dollar threshold depends on the category of the asset, but the asset must have an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost of purchase or construction. Donated capital assets are recorded at estimated fair market value at the date of donation. The amount reported for infrastructure includes assets acquired or constructed since 1980.

Asset Category	Years
Buildings	30-50
Road equipment	5-8
Shop equipment	7-10
Engineering equipment	4-10
Office equipment	4-10
Infrastructure - roads	8-30
Infrastructure - bridges	12-50

Thornapple Manor - Blended Component Unit

All property and equipment are valued at historical cost. Donated assets are recorded at the fair market value at the time of the donation. Capital assets are depreciated using the straight line method over the following estimated useful lives:

Asset Category	Years
Land improvements	5-25
Building and improvements	10-40
Equipment	5-25

Transit - Blended Component Unit

Capital assets are capitalized at total acquisition cost, provided such cost exceeds \$5,000 and the expected useful life of the asset is more than one year. Depreciation is recorded on all depreciable capital assets on a straight-line basis over the estimated useful lives of the assets.

Asset Category	Years
Building and improvements	20
Vehicles	5-10
Furniture and equipment	2-10

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Depreciation on all assets is provided on the straight-line basis over the estimated useful lives as defined in the Revenue and Expense Manual published by the Michigan Department of Transportation and/or as approved by the Bureau of Passenger Transportation (BPT).

Deferred outflows of resources

The County refunded certain bonds payable in order to secure lower interest rates and reduce future debt service expenditures. The difference between the carrying amount of the refunded debt and the amount placed in escrow for purposes of paying the remaining balance of refunded debt is reported as a loss on advance refunding. This amount is being amortized using the straight-line method over the life of the related bonds. Amortization expense for the year ending December 31, 2012 was \$9,184.

Compensated absences

Eligible employees are permitted to accumulate earned but unused vacation and sick pay benefits in varying amounts based on length of service and certain other established criteria. Sick and vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-term obligations

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

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 an "other financing source". Premiums received on debt issuances are reported as an "other financing source" while discounts on debt issuances are reported as an "other financing use". Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund equity

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments. Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Commissioners. A formal resolution of the Board of Commissioners is required to establish, modify, or rescind a fund balance commitment. The County reports assigned fund balance for amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Unassigned fund balance is the residual classification for the general fund.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

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

Interfund transactions

During the course of normal operations, the County has numerous transactions between funds and component units, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying financial statements generally reflect such transactions as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements. Internal service funds are used to record charges for services to all County departments and funds as transfers or operating revenue. All County funds record these payments to the internal service funds as transfers or operating expenditures/expenses.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general and special revenue funds. All annual appropriations lapse at year end. The legal level of budgetary control is at the activity level in the general fund and at the functional level for the special revenue funds.

All departments and budgetary centers of the county are required to submit budget requests to the County Administrator prior to August 1. The Administrator then develops and presents a proposed budget to the Board for review. The Board holds public hearings and a final budget is approved prior to December 31, the close of the county's fiscal year. The Administrator is authorized to transfer budget amounts between accounts without Board approval. Budgetary transfers between funds and amendments to total fund budgets are not permitted without Board approval.

Deficit fund equity

The negative balance in unrestricted net position of governmental activities is the direct result of the County Building Authority issuing bonds to finance the construction of an addition at Thornapple Manor. The capital assets are reported under business-type activities, while the related debt is reported as governmental activities, inasmuch as the bonds are being serviced over time through ad valorem taxes levied on all taxable property in the County.

The building authority Thornapple Manor debt service fund reported an ending fund balance deficit of \$46,124. This fund accounts for payment of principal and interest on long-term debt funded entirely through a dedicated property tax millage. The shortfall from the current year will be eliminated in the future tax levy through adjustment of the millage rate.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Excess of expenditures over budget

Expenditures in the combining and individual fund financial statements have been presented at a level of detail greater than the level of legal budgetary control.

During the year ended December 31, 2012 the County incurred expenditures in certain budgetary funds which were in excess of the amounts budgeted, as follows:

	Final Budget	Expenditures	Budget Variance
General fund			
Other:			
Other	\$ 203,383	\$ 217,383	\$ 14,000
Transfers out	1,777,337	3,101,616	1,324,279
Commission on aging			
Current:			
Health and welfare	1,322,843	1,511,629	188,786
Capital outlay	3,000	5,910	2,910
Nonmajor governmental funds			
Animal shelter - capital outlay	-	199	199
Community resource network - health and welfare	3,000	3,889	889
Drug law enforcement - public safety	-	989	989
CDBG housing - health and welfare	125,000	132,688	7,688
Middleville police services - public safety	262,821	264,651	1,830
Community corrections - public safety	97,238	98,726	1,488
Social welfare - health and welfare	11,343	12,135	792
Diverted felons - general government	7,500	43,877	36,377

The budgetary variance in transfers out of the general fund was a result of a Board of Commissioner's resolution to spread the year-end general fund surplus to certain funds, as designed by the Board.

3. DEPOSITS AND INVESTMENTS

The County utilizes various pooled cash accounts and investments consisting of a common checking account and mutual funds. The County's pooled cash accounts and investments are utilized by the general fund, special revenue funds, debt service funds, capital projects funds, internal service funds, trust and agency funds, and the component units. All other funds of the County utilize separate savings and interest-bearing checking accounts. In addition, certificates of deposit, mutual funds, commercial paper, and U.S. government securities are held separately by several of the County's funds.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Following is a reconciliation of deposit and investment balances as of December 31, 2012:

	Primary Government	Component Units	Total
Statement of net position			
Cash and cash equivalents	\$ 10,870,691	\$ 2,962,182	\$ 13,832,873
Restricted cash and cash equivalents	1,031,074	-	1,031,074
Investments	18,355,317	398,345	18,753,662
	<u>30,257,082</u>	<u>3,360,527</u>	<u>33,617,609</u>
Statement of fiduciary net position			
Cash and cash equivalents - agency funds	445,307	-	445,307
Investments - agency funds	50,092	-	50,092
Cash and cash equivalents - private purpose trusts	40,263	-	40,263
	<u>535,662</u>	<u>-</u>	<u>535,662</u>
Total	<u>\$ 30,792,744</u>	<u>\$ 3,360,527</u>	<u>\$ 34,153,271</u>
Cash on hand	\$ 5,533	\$ -	\$ 5,533
Checking and savings accounts	15,028,267	3,103,052	18,131,319
Certificates of deposit - all due within one year	852,494	214,464	1,066,958
Investments	14,906,450	43,011	14,949,461
Total	<u>\$ 30,792,744</u>	<u>\$ 3,360,527</u>	<u>\$ 34,153,271</u>

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. State law does not require and the County does not have a policy for deposit custodial credit risk. As of year-end, \$18,755,506 of the County's bank balance of \$21,387,611 was exposed to custodial credit risk because it was uninsured and uncollateralized.

The County's investment policy does not specifically address this risk, although the County believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all bank deposits. As a result, the County evaluates each financial institution with which it deposits County funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Custodial Credit Risk - Investments. Following is a summary of the County's investments as of December 31, 2012:

U.S. government agencies	\$ 6,487,717
Money market funds	<u>8,461,744</u>
Total	<u>\$ 14,949,461</u>

Investments are exposed to custodial credit risk if the securities are uninsured, unregistered or held by a counterparty or its agency but not in the government's name. In accordance with the County's investment policy, all investment are held in the name of the County and are evidenced by a safekeeping receipt confirmation, and thus not exposed to custodial credit risk.

Credit Risk. State law limits investments to specific government securities, certificates of deposits and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in the list of authorized investments in the summary of significant accounting policies. The County's investment policy does not have specific limits in excess of state law on investment credit risk. Credit risk ratings, where applicable, are summarized as follows:

Unrated	\$ 8,308,983
S&P AA+	6,001,149
S&P AAAm	<u>639,329</u>
Total	<u>\$ 14,949,461</u>

Interest Rate Risk. State law limits the allowable investments and the maturities of some of the allowable investments as identified in the summary of significant accounting policies. The 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. Maturity dates for investments held at year-end are summarized as follows:

No maturity	\$ 8,552,407
Less than one year	8,215
1 - 5 years	377,971
6 - 10 years	1,997,274
11 - 15 years	3,158,539
16 - 20 years	325,322
21 - 24 years	401,961
25-30 years	<u>127,772</u>
Total	<u>\$ 14,949,461</u>

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in the list of authorized investments in the summary of significant accounting policies.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

4. RECEIVABLES AND PAYABLES

Receivables are comprised of the following at year-end:

	Governmental Activities	Business-type Activities	Component Units
Taxes (current)	\$ 3,595,800	\$ -	\$ -
Taxes (delinquent)	-	2,960,190	-
Accounts	7,232	1,711,530	(255,722)
Allowance for uncollectible accounts accounts	-	(75,000)	-
Due from other governments	743,864	162,832	1,631,586
Special assessments	-	-	1,282,953
Leases	-	-	6,345,379
Total	<u>\$ 4,346,896</u>	<u>\$ 4,759,552</u>	<u>\$ 9,004,196</u>

Of the amounts detailed above, \$1,108,777 of special assessments receivable in the component units are not expected to be collected within one year. Similarly, \$5,713,299 of leases receivable in the component units are not expected to be collected within one year.

Accounts payable and accrued liabilities

Payables are comprised of the following at year-end:

	Governmental Activities	Business-type Activities	Component Units
Accounts	\$ 1,781,875	\$ 472,429	\$ (164,218)
Accrued liabilities	441,345	782,220	216,014
Due to other governments	-	53,482	94,613
Self-insurance claims payable	56,624	-	-
Accrued interest on long-term debt	151,724	-	86,161
Total	<u>\$ 2,431,568</u>	<u>\$ 1,308,131</u>	<u>\$ 232,570</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

5. OTHER ASSETS

The composition of other assets of December 31, 2012, was as follows:

	Governmental Activities	Business-type Activities	Component Units
Inventories	\$ -	\$ -	\$ 1,649,039
Prepaid items	-	55,431	145,000
Self-insurance retention fund balance	158,412	-	-
Total	\$ 158,412	\$ 55,431	\$ 1,794,039

6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2012, was as follows:

	Due to and from primary government funds	
	Due from fund	Due to fund
General fund	\$ 546,620	\$ -
Delinquent tax umbrella fund	1,649,518	-
Delinquent tax revolving 2011 fund	-	1,649,518
Nonmajor enterprise funds	-	546,620
Total	\$ 2,196,138	\$ 2,196,138

	Due to and from/drainage district funds	
	Due from fund	Due to fund
Algonquin Lake dam project	\$ 99,286	\$ -
Regular drain	-	99,286
Total	\$ 99,286	\$ 99,286

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

For the year ended December 31, 2012, interfund transfers consisted of the following:

Transfers in	Transfers out				Totals
	General Fund	Nonmajor Governmental Funds	Delinquent Tax Umbrella	Nonmajor Enterprise Funds	
General fund	\$ -	\$ 693,963	\$ 1,541,302	\$ -	\$ 2,235,265
Nonmajor governmental funds	1,015,080	-	-	-	1,015,080
Delinquent tax umbrella	-	-	-	816,919	816,919
2011 delinquent tax	-	-	-	7,264	7,264
Nonmajor enterprise fund	-	-	-	21,833	21,833
Internal service funds	1,382,852	-	-	-	1,382,852
Totals	\$ 2,397,932	\$ 693,963	\$ 1,541,302	\$ 846,016	\$ 5,479,213

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

7. CAPITAL ASSETS

Capital asset activity for the primary government for the year ended December 31, 2012, was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Governmental activities					
Capital assets not being depreciated:					
Land	\$ 2,734,208	\$ -	\$ -	\$ -	\$ 2,734,208
Construction in progress	23,513	187,638	-	(23,513)	187,638
	<u>2,757,721</u>	<u>187,638</u>	<u>-</u>	<u>(23,513)</u>	<u>2,921,846</u>
Capital assets being depreciated:					
Land improvements	1,117,390	15,860	-	-	1,133,250
Buildings	13,295,586	13,600	-	-	13,309,186
Equipment	6,373,191	305,239	(31,018)	23,513	6,670,925
	<u>20,786,167</u>	<u>334,699</u>	<u>(31,018)</u>	<u>23,513</u>	<u>21,113,361</u>
Less accumulated depreciation for:					
Land improvements	470,895	40,577	-	-	511,472
Buildings	5,585,299	317,685	-	-	5,902,984
Equipment	4,170,715	493,049	(21,935)	-	4,641,829
	<u>10,226,909</u>	<u>851,311</u>	<u>(21,935)</u>	<u>-</u>	<u>11,056,285</u>
Total capital assets being depreciated, net	<u>10,559,258</u>	<u>(516,612)</u>	<u>(9,083)</u>	<u>23,513</u>	<u>10,057,076</u>
Governmental activities capital assets, net	<u>\$ 13,316,979</u>	<u>\$ (328,974)</u>	<u>\$ (9,083)</u>	<u>\$ -</u>	<u>\$ 12,978,922</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

At December 31, 2012, the County had outstanding commitments for governmental activities totaling approximately \$344,000.

In April 2012, the County issued general obligation bonds to finance construction of a new facility at Thornapple Manor. The bonds are reported in governmental activities but will be repaid with future revenues of the facility itself. The expenditures of bond proceeds are accounting for in Building Authority Thornapple Manor capital projects fund. These amounts have not been reported as construction in progress of governmental activities, as the asset will be capitalized in the Thornapple Manor enterprise fund upon completion. At year-end, outstanding commitments for this project totaled approximately \$735,000.

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Business-type activities					
Capital assets not being depreciated:					
Construction in progress	\$ 209,100	\$ 37,931	\$ -	\$ -	\$ 247,031
Capital assets being depreciated:					
Land improvements	1,521,980	14,649	-	-	1,536,629
Buildings	20,543,353	56,678	-	-	20,600,031
Vehicles	1,359,980	-	-	-	1,359,980
Equipment	3,698,280	137,482	-	-	3,835,762
	<u>27,123,593</u>	<u>208,809</u>	<u>-</u>	<u>-</u>	<u>27,332,402</u>
Less accumulated depreciation for:					
Land improvements	265,335	66,242	-	-	331,577
Buildings	3,020,291	521,116	-	-	3,541,407
Vehicles	528,090	125,405	-	-	653,495
Equipment	1,325,342	267,125	-	-	1,592,467
	<u>5,139,058</u>	<u>979,888</u>	<u>-</u>	<u>-</u>	<u>6,118,946</u>
Total capital assets being depreciated, net	<u>21,984,535</u>	<u>(771,079)</u>	<u>-</u>	<u>-</u>	<u>21,213,456</u>
Business-type activities capital assets, net	<u>\$ 22,193,635</u>	<u>\$ (733,148)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,460,487</u>

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

Depreciation of governmental activities by function	
General government	\$ 261,331
Culture and recreation	66,408
Public safety	279,086
Health and welfare	66,618
Capital assets held by the internal service funds are charged to the various functions based on their usage of the assets	<u>177,868</u>
Total governmental activities	<u>\$ 851,311</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Depreciation of business-type activities by function

Thornapple Manor	\$ 813,868
Transit	<u>166,020</u>
Total business-type activities	<u><u>\$ 979,888</u></u>

Discretely presented component units

Capital assets activity for the component units for the year ended December 31, 2012, was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Road Commission					
Capital assets not being depreciated:					
Land	\$ 85,433	\$ -	\$ -	\$ -	\$ 85,433
Land improvements	16,465,752	-	(765,459)	-	15,700,293
Right-of-ways	723,617	1,637	(339,906)	-	385,348
	<u>17,274,802</u>	<u>1,637</u>	<u>(1,105,365)</u>	<u>-</u>	<u>16,171,074</u>
Capital assets being depreciated:					
Land improvements	214,808	-	-	-	214,808
Buildings	779,493	93,235	-	-	872,728
Equipment	7,482,038	239,777	(116,459)	-	#REF!
Pit depletion	701,198	6,609	-	-	707,807
Infrastructure - bridges	6,267,720	49,192	(2,997,135)	-	3,319,777
Infrastructure - guardrails	-	4,656	-	-	-
Infrastructure - roads	15,059,984	477,857	(1,124,043)	-	14,413,798
	<u>30,505,241</u>	<u>871,326</u>	<u>(4,237,637)</u>	<u>-</u>	<u>27,138,930</u>
Less accumulated depreciation for:					
Land improvements	116,072	10,740	-	-	126,812
Buildings	570,064	14,784	-	-	584,848
Equipment	6,937,431	201,280	(79,075)	-	7,059,636
Pit depletion	168,354	112	-	-	168,466
Infrastructure - bridges	1,324,061	75,604	(119,388)	-	1,280,277
Infrastructure - guardrails	-	233	-	-	233
Infrastructure - roads	5,214,963	777,398	(342,361)	-	5,650,000
	<u>14,330,945</u>	<u>1,080,151</u>	<u>(540,824)</u>	<u>-</u>	<u>14,870,272</u>
Total capital assets being depreciated, net	<u>16,174,296</u>	<u>(208,825)</u>	<u>(3,696,813)</u>	<u>-</u>	<u>12,268,658</u>
Road Commission capital assets, net	<u><u>\$ 33,449,098</u></u>	<u><u>\$ (207,188)</u></u>	<u><u>\$ (4,802,178)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 28,439,732</u></u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Drainage Districts					
Capital assets not being depreciated:					
Construction in progress	\$ 620,759	\$ 51,410	\$ -	\$ (615,736)	\$ 56,433
Capital assets being depreciated:					
Drain infrastructure	2,804,172	537,921	-	615,736	3,957,829
Vehicles	-	9,350	-	-	9,350
	<u>2,804,172</u>	<u>547,271</u>	<u>-</u>	<u>615,736</u>	<u>3,967,179</u>
Less accumulated depreciation for:					
Drain infrastructure	909,730	57,515	-	-	967,245
Vehicles	-	208	-	-	208
	<u>909,730</u>	<u>57,723</u>	<u>-</u>	<u>-</u>	<u>967,453</u>
Total capital assets being depreciated, net	<u>1,894,442</u>	<u>489,548</u>	<u>-</u>	<u>615,736</u>	<u>2,999,726</u>
Drainage Districts capital assets, net	<u>\$ 2,515,201</u>	<u>\$ 540,958</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,056,159</u>
Airport Commission					
Capital assets not being depreciated:					
Land	\$ 285,000	\$ -	\$ -	\$ -	\$ 285,000
Construction in progress	-	-	-	-	-
	<u>285,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>285,000</u>
Capital assets being depreciated:					
Land improvements	3,716,384	-	-	-	3,716,384
Buildings	801,832	206,550	(28,100)	-	980,282
Equipment	53,641	-	-	-	53,641
	<u>4,571,857</u>	<u>206,550</u>	<u>(28,100)</u>	<u>-</u>	<u>4,750,307</u>
Less accumulated depreciation for:					
Land improvements	2,494,790	71,664	-	-	2,566,454
Buildings	114,978	16,432	(28,100)	-	103,310
Equipment	34,220	1,409	-	-	35,629
	<u>2,643,988</u>	<u>89,505</u>	<u>(28,100)</u>	<u>-</u>	<u>2,705,393</u>
Total capital assets being depreciated, net	<u>1,927,869</u>	<u>117,045</u>	<u>-</u>	<u>-</u>	<u>2,044,914</u>
Airport Commission capital assets, net	<u>\$ 2,212,869</u>	<u>\$ 117,045</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,329,914</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

8. LONG-TERM DEBT

General Obligation Bonds. The government issues general obligation bonds to provide funds to construct major capital facilities and refund previously issued bonds. Such bonds are generally repaid from voter-approved property tax levies, interfund transfers and contributions from local municipalities. The County has pledged its full faith and credit for payment on the general obligation bonds. Also, under the terms of certain bond agreements, local units have pledged their full faith and credit to pay the County each year such amounts.

General obligation bonds of the Board of Public Works component unit are offset by capital leases receivable from the local units of government for which the bonds were issued in the County's name. The terms of these capital leases, which relate to infrastructure constructed by the County on behalf of the local units, match the debt maturity requirements of the related bonds.

Long-term debt activity for the year ended December 31, 2012, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<i>Primary Government</i>					
Governmental activities					
General obligation bonds	\$ 17,315,000	\$ 19,685,000	\$ 15,240,000	\$ 21,760,000	\$ 925,000
Installment purchase agreements	19,200	-	4,800	14,400	4,800
	<u>17,334,200</u>	<u>19,685,000</u>	<u>15,244,800</u>	<u>21,774,400</u>	<u>929,800</u>
Compensated absences	501,916	115,337	142,562	474,691	146,839
Bond premiums and discounts, net	-	1,377,015	12,748	1,364,267	112,794
	<u>-</u>	<u>1,377,015</u>	<u>12,748</u>	<u>1,364,267</u>	<u>112,794</u>
Total governmental activities	<u>\$ 17,836,116</u>	<u>\$ 21,177,352</u>	<u>\$ 15,400,110</u>	<u>\$ 23,613,358</u>	<u>\$ 1,189,433</u>
Business-type activities					
Compensated absences	\$ 227,386	\$ 382,086	\$ 314,997	\$ 294,475	\$ 101,039
	<u>227,386</u>	<u>382,086</u>	<u>314,997</u>	<u>294,475</u>	<u>101,039</u>
Component Units					
Road Commission					
State infrastructure bank proceeds	\$ 1,200,000	\$ -	\$ 1,200,000	\$ -	\$ -
Compensated absences	270,764	10,890	-	281,654	281,654
	<u>1,470,764</u>	<u>10,890</u>	<u>1,200,000</u>	<u>281,654</u>	<u>281,654</u>
Total Road Commission	<u>\$ 1,470,764</u>	<u>\$ 10,890</u>	<u>\$ 1,200,000</u>	<u>\$ 281,654</u>	<u>\$ 281,654</u>
Drainage Districts					
Drain notes and other debt	\$ 992,770	\$ 410,000	\$ 108,370	\$ 1,294,400	\$ 141,000
	<u>992,770</u>	<u>410,000</u>	<u>108,370</u>	<u>1,294,400</u>	<u>141,000</u>
Board of Public Works					
General obligation bonds	\$ 6,765,938	\$ 132,408	\$ 603,000	\$ 6,295,346	\$ 565,000
	<u>6,765,938</u>	<u>132,408</u>	<u>603,000</u>	<u>6,295,346</u>	<u>565,000</u>
Total component units	<u>\$ 9,229,472</u>	<u>\$ 553,298</u>	<u>\$ 1,911,370</u>	<u>\$ 7,871,400</u>	<u>\$ 987,654</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Significant details regarding outstanding long-term debt are presented below:

Primary Government

The Barry County Board of Commissioners is party to long-term lease agreements for rental of the Medical Care Facility Buildings and the, Courts and Law Building, from the Barry County Building Authority. The lease agreements stipulate that annual rentals will be paid by the County or other local government to the Building Authority in amounts sufficient to meet the annual principal and interest on bonds, which shall be pledged exclusively for that purpose. When all debt has been retired on these buildings, the rentals will cease, title to the buildings will be transferred to the County, or local government where applicable.

Bonds and loans payable at December 31, 2012 for governmental activities are as follows:

\$950,000 Building Authority Bonds, Series 2002, dated July 25, 2002, due in annual installments ranging from \$25,000 to \$75,000 through July 1, 2021, with interest ranging from 4.90 to 5.85%, payable semi-annually.	\$ 575,000
\$18,850,000 Building Authority - Medical Care Facility Bonds, dated August 1, 2006, partially refunded in 2012. Due in annual installments ranging from \$700,000 to \$800,000 through April 1, 2014, with interest ranging from 4.25 to 4.50%, payable semi-annually.	1,500,000
\$13,685,000 Building Authority - Medical Care Facility Refunding Bonds, dated November 15, 2012, due in annual installments ranging from \$25,000 to \$1,635,000 through April 1, 2025, with interest ranging from 2.00 to 4.00%, payable semi-annually.	13,685,000
\$6,000,000 Building Authority - Medical Care Facility Bonds, dated April 17, 2012, due in annual installments ranging from \$175,000 to \$750,000 through April 1, 2032, with interest ranging from 2.00 to 3.55%, payable semi-annually.	<u>6,000,000</u>
Total general obligation debt - governmental activities	<u>\$ 21,760,000</u>

Capital leases for governmental activities are as follows:

\$23,625 Installment purchase agreement to finance the acquisition of a recording system for central dispatch, due in annual installments of \$4,800, with 0% interest, payable annually.	<u>\$ 14,400</u>
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For the governmental activities, compensated absences are generally liquidated by the general fund.

During 2012, the County advance refunded \$14,250,000 of 2006 Medical Care Facility bonds to provide resources to purchase U.S. government securities that were placed in an escrow fund for the purpose of generating resources for all future debt service payments on \$14,250,000 of refunded debt. As a result, the bonds are considered defeased and the liability has been removed from the statement of net position. At December 31, 2012, \$14,250,000 of defeased bonds were outstanding and scheduled to be paid by the escrow agent on April 1, 2014. The refunding resulted in a cash savings of \$1,421,140 and a net economic gain of \$1,192,706.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Component Units

Drainage Districts

The County has irrevocably pledged its full faith and credit as collateral for the following drain notes and amounts owed to other governmental units. These projects are administered by the Barry County Drain Commission for various local drainage districts. The drain obligations were issued to finance the various construction funds for the purpose of paying costs in connection with various drainage district projects and are payable out of assessments to be made against the benefited properties.

Notes payable and amounts owed to other governmental units at December 31, 2012 per respective drain projects serviced from the debt service funds of the Drainage Districts are as follows:

Drain Notes

\$232,000 Delton Village special assessment district note dated June 17, 2008, due in annual installments of \$23,200 through June 1, 2018, with interest at 4.25%, payable annually.	\$ 139,200
\$380,000 Chase drain special assessment district note dated September 23, 2011, due in annual installments of \$38,000 through June 1, 2021, with interest at 2.92%, payable semi-annually.	342,000
\$448,000 Sandy Beach drain special assessment district note dated October 25, 2011, due in annual installments of \$44,800 through June 1, 2021, with interest at 3.89%, payable semi-annually.	403,200
\$410,000 Algonquin Lake drain special assessment district note dated June 13, 2012, due in annual installments of \$35,000 to \$45,000 through June 1, 2022, with interest ranging from .65 to 3.30%, payable annually.	<u>410,000</u>
Total notes payable - Drainage Districts	<u>\$ 1,294,400</u>

Board of Public Works

The County through the Board of Public Works has constructed water and sewer facilities for various local municipalities. The County is leasing them to the local municipalities, who are operating, maintaining, and managing the systems. General obligation bonds were sold with the full faith and credit of the local municipalities, and the County pledge to the payment pursuant to Act 185, Public Acts of Michigan 1957, as amended. The principal and interest on bonds outstanding are to be paid out of money received from the local municipalities by the Board of Public Works of the County pursuant to the lease agreements. Upon final payment of the respective bond issues, ownership of the assets will revert to the local municipalities.

Bonds payable at December 31, 2012, per respective constructive projects serviced from the debt service funds of the Board of Public Works are as follows:

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

\$1,870,000 Middleville Sanitary Sewer System Refunding Bonds dated October 15, 2003, due in annual installments ranging from \$170,000 to \$220,000 through November 1, 2014, with interest ranging from 2.25 to 3.80%, payable semi-annually.	\$ 415,000
\$1,125,000 Middleville Sanitary Sewer System Bonds dated February 1, 1999, due in annual installments ranging from \$50,000 to \$75,000 through October 1, 2018, with interest ranging from 4.15 to 4.80%, payable semi-annually.	450,000
\$650,000 Water Supply System Bonds dated June 26, 2003, due in annual installments ranging from \$25,000 to \$40,000 through October 1, 2024, with interest at 2.5%, payable semi-annually.	423,281
\$1,040,000 Water Supply System Bonds Series A dated August 23, 2006, due in annual installments ranging from \$40,000 to \$65,000 through April 1, 2027, with interest at 2.125%, payable semi-annually.	820,000
\$205,000 Water Supply System Bonds Series B dated August 23, 2006, due in annual installments ranging from \$10,000 to \$15,000 through October 1, 2026, with interest at 2.125%, payable semi-annually.	145,000
\$465,000 Fawn Lake Extension note, dated July 25, 2006, due in annual installments ranging from \$20,000 to \$25,000 through April 1, 2026, with interest ranging from 4.125 to 4.0%, payable semi-annually.	350,000
\$450,000 Yankee Springs arsenic removal bonds, dated March 29, 2007, payable in annual installments ranging from \$20,000 to \$25,000 through October 1, 2026, with interest at 2.125%, payable semi-annually.	350,000
\$995,000 Michigan Transportation Fund Bonds Series 2010, dated February 1, 2010, payable in annual installments ranging from \$25,000 to \$75,000, with interest at 7.9%, payable semi-annually.	925,000
\$2,763,000 Leach and Middle Lake Sanitary Sewer System Bonds, dated January 22, 2010, payable in annual installment ranging from \$148,000 to \$155,000, with interest at 2.5%, payable semi-annually.	<u>2,417,065</u>
Total bonds payable - Board of Public Works	<u>\$ 6,295,346</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for long-term debt (excluding compensated absences payable), are as follows:

Year Ended December 31,	Governmental Activities		Component Units	
	Principal	Interest	Principal	Interest
2013	\$ 929,800	\$ 1,318,434	\$ 706,000	\$ 259,224
2014	1,054,800	1,339,487	746,000	233,534
2015	1,069,800	671,262	531,000	206,991
2016	1,150,000	642,862	536,000	188,493
2017	1,260,000	577,787	541,000	169,666
2018-2022	7,815,000	2,326,576	2,459,400	561,004
2023-2027	6,370,000	786,700	1,728,281	178,223
2028-2032	2,125,000	194,250	342,065	8,577
Total	\$ 21,774,400	\$ 7,857,358	\$ 7,589,746	\$ 1,805,712

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

9. FUND BALANCES - GOVERNMENTAL FUNDS

The County reports fund balance in governmental funds based on the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. 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. Detailed information on fund balances of governmental funds is as follows:

	General Fund	Central Dispatch	Commission on Aging	Building Authority Thornapple Manor Debt	Building Authority Thornapple Manor Construction	Nonmajor Funds	Totals
Nonspendable							
Permanent fund corpus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,925	\$ 30,925
Restricted							
Central dispatch/E-911	-	1,656,030	-	-	-	-	1,656,030
Senior services	-	-	1,037,085	-	-	-	1,037,085
Cemetery perpetual care	-	-	-	-	-	361	361
Manor construction	-	-	-	-	842,986	-	842,986
County parks	-	-	-	-	-	149,941	149,941
Animal services/shelter	-	-	-	-	-	187,934	187,934
Child and family services	-	-	-	-	-	77,320	77,320
Community outreach	-	-	-	-	-	16,994	16,994
Register of deeds systems	-	-	-	-	-	70,423	70,423
Judicial programs	-	-	-	-	-	59,767	59,767
Law enforcement	-	-	-	-	-	137,843	137,843
Housing assistance	-	-	-	-	-	7,134	7,134
Criminal diversion	-	-	-	-	-	366,807	366,807
Other purposes	-	-	-	-	-	1,850	1,850
	-	1,656,030	1,037,085	-	842,986	1,076,374	4,612,475
Committed							
Senior services	-	-	125,000	-	-	-	125,000
Hazardous waste disposal	-	-	-	-	-	155,046	155,046
Remonumentation plan	-	-	-	-	-	17,346	17,346
Child and family services	-	-	-	-	-	2,735,559	2,735,559
Public safety programs	-	-	-	-	-	568,389	568,389
Debt service	-	-	-	-	-	38,713	38,713
Building improvements	2,081,551	-	-	-	-	-	2,081,551
Other purposes	57,934	-	-	-	-	11,567	69,501
	2,139,485	-	125,000	-	-	3,526,620	5,791,105
Unassigned (deficit)	2,286,422	-	-	(46,124)	-	-	2,240,298
Total fund balances (deficit) - governmental funds	\$4,425,907	\$1,656,030	\$1,162,085	\$ (46,124)	\$ 842,986	\$4,633,919	\$ 12,674,803

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

10. NET INVESTMENT IN CAPITAL ASSETS

The composition of the net investment in capital assets as of December 31, 2012, was as follows:

	Governmental Activities	Business-type Activities	Component Units
Capital assets:			
Capital assets not being depreciated	\$ 2,921,846	\$ 247,031	\$ 16,512,507
Capital assets being depreciated, net	10,057,076	21,213,456	17,313,298
	<u>12,978,922</u>	<u>21,460,487</u>	<u>33,825,805</u>
Related debt:			
Total bonds and notes payable	21,774,400	-	7,589,746
Bonds payable related to capital leases	(21,185,000)	-	(6,295,346)
Unexpended bond proceeds	(842,986)	-	-
	<u>(253,586)</u>	<u>-</u>	<u>1,294,400</u>
Net investment in capital assets	<u>\$ 13,232,508</u>	<u>\$ 21,460,487</u>	<u>\$ 32,531,405</u>

11. RISK MANAGEMENT

Primary Government

The County 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 County is self-insured for liability, workers' compensation, and disability. Each participating fund of the County makes payments to the respective self-insurance internal service fund equal to an established percentage of gross salaries for that fund. These payments are accounted for as fringe benefit charges in the paying fund and charges for services in the receiving fund.

The County is completely self-insured for disability benefits. The plan covers all employees except employees at the Medical Care facility. The Disability Benefits Plan provides benefits of 67% of current wages, for a period not to exceed 52 weeks. Benefits commence on the eighth day after a disabling injury or illness. The program is administered by PBS, which furnishes claims review and processing.

The County is self-insured for workers' compensation up to \$500,000 for each loss up to an aggregate amount of \$1,000,000. The County is insured for the amount of claims in excess of such limitation to a maximum of \$5,000,000 for each occurrence. The County is then self-insured for annual aggregated claims in excess of insurance coverage. The program is administered by a service agency that furnishes claims review and processing.

The County is a voluntary member of the Michigan Municipal Risk Management Authority (MMRMA) (the "Authority"). The County makes annual contributions to MMRMA based on actuarial studies using historical data and insurance industry statistics. Such contributions as received by MMRMA are allocated between its general and member retention funds. Economic resources in the MMRMA's general fund are expended for reinsurance coverage, claim payments and certain general and administrative costs, whereas resources in the member retention fund are used for loss payments and defense costs up to the members' self-insured retention limits along with certain other member-specific costs.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

The Authority has reserved fund balance to pay losses incurred by members that exceed individual retention levels and are not covered under existing reinsurance agreements. Losses incurred within the established limits are general obligations of the Authority. In the event that Barry County incurs loss in excess of the resources available, the Authority as a whole (i.e. all constituent municipalities) is liable for the excess. In the event that the Pool's claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the specific Pool's policy year may be subject to special assessments to make up the deficiency. The County has not been informed of any special assessments being required. During the year ended December 31, 2012, the County received a distribution of excess net position from MMRMA in the amount of \$252,657. This amount has been recognized along with "other revenues" in the general fund.

In addition, the Authority has accumulated resources to create and fund an internal stop loss fund. The stop loss fund was initiated to eliminate the need to purchase aggregate reinsurance for aggregate losses paid in excess of \$178,000, net of reinsurance recoveries for any one member in any one year. Aggregate paid losses in excess of \$178,000 net of reinsurance recoveries are paid entirely from the internal stop loss fund. If at any time the stop loss fund is insufficient to fund Barry County's losses, the remaining liability shall become the responsibility of the Authority as a whole.

Settled claims have not exceeded insurance coverage for any of the self-insured programs in the previous three years. The County has not recorded an estimate for claims incurred but not reported related to the workers' compensation and disability plans as these amounts are expected to be immaterial. The changes in the claims liability for the previous two years are as follows:

	Workers' Compensation	Disability	MMRMA Liability	Totals
Liability, January 1, 2011	\$ -	\$ -	\$ 9,000	\$ 9,000
Claims and changes in estimates	27,961	68,434	21,156	117,551
Claim payments	(27,961)	(68,434)	(13,815)	(110,210)
Liability, December 31, 2011	-	-	16,341	16,341
Claims and changes in estimates	154,087	69,582	200,018	423,687
Claim payments	(154,087)	(69,582)	(159,735)	(383,404)
Liability, December 31, 2012	\$ -	\$ -	\$ 56,624	\$ 56,624

Thornapple Manor Blended Component Unit

Thornapple Manor is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries' (workers' compensation), as well as medical benefits provided to employees.

Thornapple Manor, as part of the County, participates in the Michigan Municipal Risk Management Authority (risk pool) for claims relating to general and automobile liability (including medical malpractice), automobile physical damage and property loss claims. The MMRMA program operates as a claims servicing pool for amounts up to member retention limits and operates as a common risk-sharing management program for losses in excess of member retention amounts. Although premiums are paid annually to the Authority that the Authority uses to pay claims up to the retention limits, the ultimate liability for those claims remains with the County.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Thornapple Manor is insured for workers' compensation claims via a policy with a commercial carrier.

Thornapple Manor is insured against potential professional liability claims under an occurrence-basis policy, whereby all claims resulting from incidents that occur during the policy period are covered up to insured limits, regardless of when the claims are reported to the insurance carrier. There are no known outstanding or pending claims as of December 31, 2012.

Thornapple Manor, as part of the County, is self-insured for employee medical benefit claims. Thornapple Manor estimates the liability (included in accounts payable) for employee medical benefit claims incurred through the end of the year, including both those claims that have been reported, as well as those that have not yet been reported.

Road Commission Component Unit

The Barry County Road Commission is exposed to various risks of loss to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters.

The Road Commission is a member of the Michigan County Road Commission Self-Insurance Pool established pursuant to the laws of the State of Michigan, which authorizes contracts between municipal corporations (inter-local agreements) to form group self-insurance pools, and to prescribe conditions to the performance of these contracts.

The Pool was established for the purpose of making a self-insurance pooling program available which includes, but is not limited to, general liability coverage, auto liability coverage, property insurance coverage, stop loss insurance protections, claims administration and risk management and loss control services pursuant to Michigan Public Act 138 of 1982. The Road Commission pays an annual premium to the Pool for property (buildings and contents) coverage, automobile and equipment liability, errors or omissions liability and bodily injury, property damage and personal injury liability. The agreement for the formation of the Pool provides that the Pool will be self-sustaining through member premiums and will purchase both specific and aggregate stop-loss insurance to the limits determined necessary by the Pool Board.

The Road Commission also has self-insurance for workers' compensation as a member of the County Road Association Self-Insurance Fund. The Road Commission's employee medical benefits insurance is purchased through a commercial carrier. At December 31, 2012, there were no claims that exceeded insurance coverage. The Road Commission did not have any significant reduction in insurance coverage from previous years.

12. PROPERTY TAXES

Property taxes are levied on the assessed taxable value of the property as established by local units, accepted by the County and equalized under State statute at approximately 50% of the current estimated market value.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

13. CONTINGENT LIABILITIES

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County and its attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

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

14. EMPLOYEE RETIREMENT SYSTEMS AND PLANS

Primary Government

Defined benefit pension plan

Plan description. The primary government's full-time employees are eligible to participate in the Municipal Employees Retirement System of Michigan (MERS), an agent multiple-employer, defined benefit pension plan. The System is administered by the MERS retirement board. MERS provides retirement and disability benefits, as well as death benefits to plan members and beneficiaries. The plan is closed to all new employees who are offered participation in a hybrid plan instead.

Act No. 427 of the Public Acts of 1984, as amended, establishes and amends the benefit provisions of the participants in MERS. A publicly available financial report that includes financial statements and required supplementary information for MERS may be obtained by writing to the Municipal Employees Retirement System of Michigan, 1134 Municipal Way, Lansing, Michigan 48917, or by calling (800) 767-6377.

The County is required to contribute at an actuarially determined rate; the current rate for open divisions is 3.93% to 36.53% of annual covered payroll, depending on the employee group. Contributions for closed divisions are based on a flat monthly dollar amount. Participating employees are required to contribute 0% to 9.03% of their annual salary depending on their assigned department. The contribution requirements of the County are established and may be amended by the Retirement Board of MERS. The contribution requirements of plan members are established and may be amended by the County Board of Commissioners, depending on the MERS contribution program adopted by the County.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

For the year ended December 31, 2012, the annual pension cost of \$1,327,876 was equal to the required contributions of the County plus an additional contribution of \$500,000. Member contributions for the same period totaled \$314,355. The required contributions were determined as part of the December 31, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 8.0%, (b) projected salary increase of 4.5% per year compounded annually, attributable to inflation, (c) additional projected salary increases of 0.0% to 13.0% per year, depending on age, attributable to seniority/merit, and (d) the assumption that benefits will increase 2.5% per year after retirement for certain retirees depending on the benefit option selected. The actuarial value of MERS assets was determined on the basis of a valuation method that assumes the fund earns the expected rate of return, and includes an adjustment to reflect fair value. The County's unfunded actuarial accrued liability is being amortized 27 years as a level percentage of projected payroll on an open basis. The latest actuarial valuation was performed as of December 31, 2011.

Three-Year Trend Information			
Year Ended December 31,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2010	\$ 1,406,166	100%	\$ -
2011	1,992,201	100%	-
2012	1,327,876	138%	500,000

Funded Status and Funding Progress. As of December 31, 2011, the most recent actuarial valuation date, the plan was 74 percent funded. The actuarial accrued liability for benefits was \$53,060,208, and the actuarial value of assets was \$39,122,587, resulting in an unfunded actuarial accrued liability (UAAL) of \$13,937,621. The covered payroll (annual payroll of active employees covered by the plan) was \$14,811,968, and the ratio of the UAAL to the covered payroll was 94 percent. The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The County's Annual Pension Cost and Net Pension Asset for the current year are as follows:

Annual required contribution	\$ 1,327,876
Interest on net pension asset	-
Adjustment to annual required contribution	-
	<hr/>
Annual pension cost	1,327,876
Contributions made	1,827,876
	<hr/>
Increase (decrease) in net pension asset	500,000
Net pension asset, beginning of year	-
	<hr/>
Net pension asset, end of year	<u>\$ 500,000</u>

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Deferred compensation plan

The County offers a supplemental retirement program in accordance with Section 457 of the Internal Revenue Code (IRC) that will provide for payments on retirement, as well as death benefits in the event of death prior to retirement. The Plan assets are held in trust for the exclusive benefit of participants and their beneficiaries. As such, these amounts have not been included in the financial statements.

Road Commission Discretely Presented Component Unit

The Barry County Board of Road Commissioners has a 401(k) single employer defined contribution plan, available to all employees of the Road Commission. A defined contribution plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive.

Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on the investments of those contributions, and the forfeitures of other participant's account. All employees who are at least 21 years old and have completed six months of service are eligible to participate.

The plan allows for employees to determine their own contribution, up to 60% of their salary, according to current provisions of the Internal Service Code. The Road Commission contributes 10% of the employees' salary. These contributions are not dependent on the participation of the employees. The plan uses the accrual basis of accounting with investment stated at fair market value.

Employees are allowed to borrow from their account and at December 31, 2012, the outstanding loan balances were \$139,767. Employee and employer contributions are paid to the plan on each payroll date (bi-weekly) and for the year ended December 31, 2012, employee and employer contributions totaled \$134,223 and \$155,418, respectively.

15. OTHER POSTEMPLOYMENT BENEFITS

Primary Government

Plan Description. The Barry County Retiree Health Care Plan (the "Plan") is a single-employer defined benefit healthcare plan administered by Barry County. The Plan provides certain health care benefit and life insurance, in accordance with union agreements and/or personnel policies to employees who have retired.

Funding Policy. The contribution requirements of Plan members and the County are established and may be amended by the County Board of Commissioners. The required contribution is based on projected pay-as-you go financing requirements, with an additional amount to prefund benefits as determined annually by the County Board of Commissioners. For the year ended December 31, 2012, the County contributed \$1,297,815 to the Plan, \$127,471 to fund current retiree benefits and an additional \$1,170,344 to advance fund benefits by contributing to a legally established trust with MERS. Retirees receiving benefits contributed \$50,718, or approximately 28 percent of the total premiums, through their required contribution of \$18 - \$275 per month for retiree-only coverage and \$80 - full cost of coverage for retiree and spouse coverage.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Annual OPEB Cost and Net OPEB Obligation. The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the net OPEB obligation/asset:

Annual required contribution	\$ 132,596
Interest on net OPEB obligation	18,233
Adjustment to annual required contribution	<u>(31,034)</u>
Net OPEB cost (expense)	119,795
Contributions made	<u>(1,297,815)</u>
Change in net OPEB asset/obligation	1,178,020
Net OPEB asset (obligation), beginning of year	<u>(243,100)</u>
Net OPEB asset (obligation), end of year	<u><u>\$ 934,920</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2012 and the two previous years was as follows:

Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB (Obligation) Asset
2010	\$ 160,464	25%	\$ (166,255)
2011	163,697	53%	(243,100)
2012	119,795	1083%	934,920

Funded Status and Funding Progress. As of December 31, 2010, the most recent actuarial valuation date, the Plan was 0% funded. The actuarial accrued liability for benefits was \$1,018,853, and the County had no assets in trust for future OPEB obligations, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,018,853. Subsequent to the date of this valuation, the County made a discretionary contribution to a legally established trust with MERS which is expected to reduce the UAAL in the next valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and Plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and Plan members to the point. The actuarial methods and assumptions used to include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2010 actuarial valuation, the individual entry age actuarial cost method was used. The actuarial assumptions includes: (a) a rate of return on investments of 7.5%; (b) projected salary increases of 4.5% attributable to inflation; (c) additional projected salary increases ranging from 0.3% to 8.4%, depending on age, attributable to seniority/merit; and (d) projected healthcare benefit increases of 4.5% to 9.0%. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the fair value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll over 13 years on an open basis.

Road Commission Discretely Presented Component Unit

Plan Description. The Road Commission provides healthcare benefits to certain employees upon retirement, in accordance with the Road Commission policy. Currently, 21 retirees participate and receive benefits. As of January 1, 2003, the Barry County Road Commission changed its policy for providing hospitalization medical coverage for their retirees. Per the policy in place as of December 31, 2002, the Road Commission provided hospitalization medical coverage and life insurance on a complimentary basis for any employee who retired at age 55 with at least eight years of service. The Road Commission continues to provide life insurance using the same parameters. Two current employees and three retirees were grandfathered in under the previous policy.

As of January 1, 2005, the Road Commission added a policy for providing \$10 per month for every year of service for their association employees retiring from January 1, 2003 to November 1, 2006. These employees must be at least 55 years of age and have at least 20 years of service. This would become effective upon retirement of January 1, 2005, whichever comes latest. The amount shall be paid until the employee is deceased. If a slot is open for health insurance through the Road Commission and the retiree chooses to be carried through the Road Commission, the current health insurance cancellation policy will apply. This is a contingency upon the employee's association acceptance. All other current employees receive no health benefits upon retirement.

Funding Policy. Benefits are provided based on requirements of employee contracts and are financed on a pay-as-you-go basis. For the year ended December 31, 2012, the Road Commission expended \$125,257 for 21 participants currently eligible to receive benefits.

Funding Progress. For the year beginning January 1, 2012, the Road Commission has estimated the cost of providing retiree healthcare benefits through an actuarial valuation as of December 31, 2010. The valuation computes an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

The following table shows the components of the Road Commission's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the Road Commission's net OPEB obligation:

Annual required contribution	\$ 125,257
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
	<hr/>
Net OPEB cost (expense)	125,257
Contributions made	(125,257)
	<hr/>
Increase in net OPEB obligation	-
Net OPEB obligation, beginning of year	-
	<hr/>
Net OPEB obligation, end of year	\$ -

The actuarial accrued liability at December 31, 2010, the date of the most recent actuarial valuation was \$1,894,640, all of which was unfunded. The ratio of the unfunded actuarial accrued liability to covered payroll was 108.2 percent.

Actuarial methods and assumptions. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future.

Projects of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to the point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2010 actuarial valuation, the unit credit actuarial cost method was used. The actuarial assumption includes a 6.49 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investment, calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 12 percent initially, reduced by decrements to an ultimate rate of 5 percent after ten years. Both rates included a 4.5 percent inflation assumption. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2012, was 21 years.

COUNTY OF BARRY, MICHIGAN

Notes to Financial Statements

16. RESTATEMENT

During the current year, it was determined that the Gun Lake Weed fund, which accounts for a particular special assessment district, is related to the Drain Commission component unit and not the Board of Public Works component unit where it has reports in previous years. These component units are legally separate entities, but are administered jointly by the same personnel. Accordingly, beginning fund balance/net position of the Board of Public Works component unit has been decreased by \$340,204. A corresponding increase has been made in beginning fund balance/net position of the Drain Commission component unit.

17. SPECIAL ITEM

The Road Commission component unit transferred ownership to the Village of Middleville the newly constructed road and bridges on Finkbeiner Road from M-37 East to Whitneyville Road, which lies between the Village limits. The result of this transfer was a reduction in the net position of the Road Commission in the amount of \$4,764,972.



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REQUIRED SUPPLEMENTARY INFORMATION

COUNTY OF BARRY, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefits Plan

Primary Government

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / c)
12/31/2006	\$26,855,177	\$37,797,384	\$10,942,207	71.1%	\$13,218,976	82.8%
12/31/2007	29,427,062	40,693,355	11,266,293	72.3%	13,845,563	81.4%
12/31/2008	31,660,857	43,736,838	12,075,981	72.4%	14,537,192	83.1%
12/31/2009	34,220,112	46,126,969	11,906,857	74.2%	14,440,472	82.5%
12/31/2010	36,553,096	49,246,224	12,693,128	74.2%	14,818,563	85.7%
12/31/2011	39,122,587	53,060,208	13,937,621	73.7%	14,811,968	94.1%

Schedule of Employer Contributions

Year Ended December 31,	Annual Required Contributions	Percentage Contributed
2007	\$ 1,679,165	100%
2008	1,807,135	100%
2009	1,219,760	100%
2010	1,406,166	100%
2011	1,992,201	100%
2012	1,327,876	138%

COUNTY OF BARRY, MICHIGAN

Required Supplementary Information
 Single Employer Other Postemployment Benefits Plan
 Primary Government

Schedule of Funding Progress						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / c)
12/31/2006	\$ -	\$ 824,444	\$ 824,444	0.0%	n/a	n/a
12/31/2008	-	1,459,719	1,459,719	0.0%	n/a	n/a
12/31/2010	-	1,018,853	1,018,853	0.0%	n/a	n/a

Year Ended December 31,	Annual Required Contributions	Percentage Contributed
2010	\$ 161,627	25%
2011	168,902	51%
2012	132,596	979%

COUNTY OF BARRY, MICHIGAN

Required Supplementary Information
 Single Employer Other Postemployment Benefits Plan
 Road Commission Component Unit

Schedule of Funding Progress						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a) / c)
12/31/2009	\$ -	\$ 1,993,289	\$ 1,993,289	0.0%	\$ 2,074,182	96.1%
12/31/2010	-	1,894,640	1,894,640	0.0%	1,751,054	108.2%

Year Ended December 31,	Annual Required Contributions	Percentage Contributed
2010	\$ 130,811	100%
2011	126,307	100%
2012	125,257	100%

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet

General Fund - By Activity

December 31, 2012

	General Fund	Gypsy Moth	Building Rehab
Assets			
Cash and cash equivalents	\$ -	\$ 18,837	\$ 1,277,146
Investments	6,892,427	-	805,676
Taxes receivable	230,103	-	-
Due from other governments	196,914	2,245	-
Due from other funds	546,620	-	-
Total assets	\$ 7,866,064	\$ 21,082	\$ 2,082,822
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ 5,159,400	\$ -	\$ -
Accounts payable	151,112	-	1,271
Accrued liabilities	269,130	-	-
Total liabilities	5,579,642	-	1,271
Fund balances			
Committed	-	21,082	2,081,551
Unassigned	2,286,422	-	-
Total fund balances	2,286,422	21,082	2,081,551
Total liabilities and fund balances	\$ 7,866,064	\$ 21,082	\$ 2,082,822



Parks and Recreation	Agriculture Preservation	Master Land Use Plan	Total
\$ 17,761	\$ 3,550	\$ 15,565	\$ 1,332,859
-	-	-	7,698,103
-	-	-	230,103
-	-	-	199,159
-	-	-	546,620
<u>\$ 17,761</u>	<u>\$ 3,550</u>	<u>\$ 15,565</u>	<u>\$ 10,006,844</u>
\$ -	\$ -	\$ -	\$ 5,159,400
24	-	-	152,407
-	-	-	269,130
<u>24</u>	<u>-</u>	<u>-</u>	<u>5,580,937</u>
17,737	3,550	15,565	2,139,485
-	-	-	2,286,422
<u>17,737</u>	<u>3,550</u>	<u>15,565</u>	<u>4,425,907</u>
<u>\$ 17,761</u>	<u>\$ 3,550</u>	<u>\$ 15,565</u>	<u>\$ 10,006,844</u>

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenue, Expenditures and Changes in Fund Balances - General Fund - By Activity For the Year Ended December 31, 2012

	General Fund	Gypsy Moth	Building Rehab
Revenues			
Taxes	\$ 10,036,573	\$ -	\$ -
Intergovernmental	1,734,804	-	-
Licenses and permits	129,912	-	-
Charges for services	1,527,081	-	-
Fines and forfeitures	42,915	-	-
Interest and rentals	71,128	-	1,614
Other revenues	378,710	-	1,144
Total revenues	13,921,123	-	2,758
Expenditures			
Current:			
General government	5,178,952	-	-
Public safety	4,907,449	-	-
Public works	-	-	34,466
Health and welfare	931,749	-	-
Community and economic development	329,908	-	-
Recreation and cultural	-	-	-
Other	1,695,254	-	-
Total expenditures	13,043,312	-	34,466
Revenues over (under) expenditures	877,811	-	(31,708)
Other financing sources (uses)			
Transfers in	2,223,805	-	705,544
Transfers out	(3,101,616)	-	-
Total other financing sources (uses)	(877,811)	-	705,544
Net changes in fund balances	-	-	673,836
Fund balances, beginning of year	2,286,422	21,082	1,407,715
Fund balances, end of year	\$ 2,286,422	\$ 21,082	\$ 2,081,551

Parks and Recreation	Agriculture Preservation	Master Land Use Plan	Eliminations	Total
\$ -	\$ -	\$ -	\$ -	\$ 10,036,573
-	-	-	-	1,734,804
-	-	-	-	129,912
-	-	-	-	1,527,081
-	-	-	-	42,915
-	-	-	-	72,742
-	-	-	-	379,854
-	-	-	-	13,923,881
-	-	-	-	5,178,952
-	-	-	-	4,907,449
-	-	-	-	34,466
-	-	-	-	931,749
-	-	2,448	-	332,356
7,868	-	-	-	7,868
-	-	-	-	1,695,254
7,868	-	2,448	-	13,088,094
(7,868)	-	(2,448)	-	835,787
9,600	-	-	(703,684)	2,235,265
-	-	-	703,684	(2,397,932)
9,600	-	-	-	(162,667)
1,732	-	(2,448)	-	673,120
16,005	3,550	18,013	-	3,752,787
\$ 17,737	\$ 3,550	\$ 15,565	\$ -	\$ 4,425,907

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - By Activity

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
General fund:				
Taxes:				
Real and personal property taxes	\$ 9,643,545	\$ 9,876,921	\$ 10,025,067	\$ 148,146
Other taxes	9,027	9,027	11,506	2,479
Total taxes	9,652,572	9,885,948	10,036,573	150,625
Intergovernmental:				
Federal grants	250,002	233,002	200,449	(32,553)
State grants	1,077,730	1,240,129	1,534,355	294,226
Total intergovernmental	1,327,732	1,473,131	1,734,804	261,673
Licenses and permits:				
Gun permits	16,000	12,500	16,198	3,698
Dog licenses	82,700	74,700	74,544	(156)
Marriage license fees	7,100	7,100	8,350	1,250
Planning services	35,000	33,000	30,820	(2,180)
Total licenses and permits	140,800	127,300	129,912	2,612
Charges for services:				
Circuit Court	188,100	123,620	138,969	15,349
District Court	496,000	441,000	512,239	71,239
Friend of the Court	45,000	45,000	51,837	6,837
Probate Court	23,500	23,500	33,594	10,094
County Treasurer	1,020	1,020	3,114	2,094
County Clerk	72,030	74,030	82,211	8,181
Register of Deeds	195,000	205,500	210,473	4,973
Real estate transfer tax	124,500	160,000	162,771	2,771
Mapping department	25,000	12,000	11,653	(347)
Juvenile Court	18,100	18,100	15,214	(2,886)
Sheriff	80,100	95,100	93,009	(2,091)
Record copying	78,600	103,600	156,903	53,303
Pay phone commissions	20,000	10,000	8,206	(1,794)
Other	53,700	47,500	46,888	(612)
Total charges for services	1,420,650	1,359,970	1,527,081	167,111

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - By Activity

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues (concluded)				
General fund (concluded):				
Fines and forfeitures:				
Bond forfeitures	\$ 7,000	\$ 7,000	\$ 9,395	\$ 2,395
Ordinance fines and costs	30,000	30,000	33,520	3,520
Total fines and forfeitures	<u>37,000</u>	<u>37,000</u>	<u>42,915</u>	<u>5,915</u>
Interest and rentals:				
Interest revenue	150,020	150,020	56,511	(93,509)
Rentals	14,956	14,956	14,400	(556)
Administration fees	-	-	217	217
Total interest and rentals	<u>164,976</u>	<u>164,976</u>	<u>71,128</u>	<u>(93,848)</u>
Other revenues:				
Reimbursements and refunds	78,200	338,108	377,111	39,003
Other	550	550	1,599	1,049
Total other revenues	<u>78,750</u>	<u>338,658</u>	<u>378,710</u>	<u>40,052</u>
Total general fund	<u>12,822,480</u>	<u>13,386,983</u>	<u>13,921,123</u>	<u>534,140</u>
Building rehab fund:				
Interest and rentals:				
Interest revenue	-	-	1,614	1,614
Other revenues	-	-	1,144	1,144
Total building rehab fund	<u>-</u>	<u>-</u>	<u>2,758</u>	<u>2,758</u>
Total revenues	<u>12,822,480</u>	<u>13,386,983</u>	<u>13,923,881</u>	<u>536,898</u>
Expenditures				
General fund:				
General government:				
Board of commissioners	197,027	197,027	168,490	(28,537)
Trial court	1,574,388	1,574,388	1,381,336	(193,052)
Jury board	6,975	6,975	6,674	(301)
Probate court	744,890	744,890	695,405	(49,485)
Adult probation	9,268	9,268	8,184	(1,084)
County administrator	246,260	246,917	239,279	(7,638)
Elections	98,256	98,256	63,204	(35,052)

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - By Activity

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures (continued)				
General fund (continued):				
General government (concluded):				
Legal counsel	\$ 50,000	\$ 48,014	\$ 44,374	\$ (3,640)
Clerk	432,264	432,264	387,264	(45,000)
Equalization	172,055	172,055	142,420	(29,635)
Prosecuting attorney	786,337	802,217	703,829	(98,388)
Register of deeds	227,761	227,761	215,461	(12,300)
Extraditions	5,880	-	-	-
Land information services	219,037	219,037	207,777	(11,260)
Treasurer	245,776	245,776	229,025	(16,751)
Cooperative extension	110,644	117,833	117,218	(615)
Courthouse and grounds	474,525	474,525	419,239	(55,286)
Drain commissioner	157,331	157,331	149,773	(7,558)
Total general government	<u>5,758,674</u>	<u>5,774,534</u>	<u>5,178,952</u>	<u>(595,582)</u>
Public safety:				
Sheriff	2,560,490	2,655,390	2,576,103	(79,287)
Secondary road patrol	97,172	106,928	104,821	(2,107)
Highway safety grant	16,000	1,085	600	(485)
Marine safety	137,393	129,062	122,090	(6,972)
Emergency services	106,032	110,932	106,531	(4,401)
Jail	1,790,305	1,792,807	1,789,276	(3,531)
Animal control	233,490	218,014	208,028	(9,986)
Total public safety	<u>4,940,882</u>	<u>5,014,218</u>	<u>4,907,449</u>	<u>(106,769)</u>
Public works:				
Department of Public Works	100	100	-	(100)
Health and welfare:				
District health department	431,049	433,639	433,271	(368)
Health department building	111,222	111,222	94,951	(16,271)
Soldiers' and sailors' relief	46,050	46,050	22,119	(23,931)
Medical examiner	118,877	118,877	98,778	(20,099)
Substance abuse	78,901	103,732	79,445	(24,287)
Veterans' counselor	46,687	46,687	23,785	(22,902)
Veterans' burials	38,581	38,581	24,900	(13,681)
Mental health	154,500	154,500	154,500	-
Appropriation to Green Gables Haven				
Community Shelter	1,900	1,900	-	(1,900)
Total health and welfare	<u>1,027,767</u>	<u>1,055,188</u>	<u>931,749</u>	<u>(123,439)</u>

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - By Activity

For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures (continued)				
General fund (continued):				
Community and economic development:				
Appropriation to Economic Development				
Board	\$ 61,979	\$ 63,394	\$ 63,394	\$ -
Appropriation to Airport Commission	42,728	45,194	45,194	-
Appropriation to Road Commission	11,334	11,334	11,334	-
Appropriation to Soil Conservation	16,291	16,291	16,291	-
Planning and zoning	214,531	214,531	193,695	(20,836)
Total community and economic development	346,863	350,744	329,908	(20,836)
Other:				
Insurance and bonds	448,158	1,489,460	1,477,871	(11,589)
Other	192,903	203,383	217,383	14,000
Total other	641,061	1,692,843	1,695,254	2,411
Total general fund	12,715,347	13,887,627	13,043,312	(844,315)
Building rehab fund:				
Public works	-	105,000	34,466	(70,534)
Parks and recreation fund:				
Recreation and cultural	9,600	9,600	7,868	(1,732)
Agriculture preservation fund:				
Community and economic development	2,600	2,600	-	(2,600)
Master land use plan fund:				
Community and economic development	-	3,000	2,448	(552)
Total expenditures	12,727,547	14,007,827	13,088,094	(919,733)
Revenues over (under) expenditures	94,933	(620,844)	835,787	1,456,631
Other financing sources (uses)				
General fund:				
Transfers in	920,939	2,277,981	2,223,805	(54,176)
Transfers out	(1,028,072)	(1,777,337)	(3,101,616)	(1,324,279)
Total general fund	(107,133)	500,644	(877,811)	(1,378,455)

continued...

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance Budget and Actual - General Fund - By Activity For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Other financing sources (uses) (continued)				
Building rehab fund:				
Transfers in	\$ -	\$ 252,657	\$ 705,544	\$ 452,887
Parks and recreation fund:				
Transfers in	9,600	9,600	9,600	-
Eliminations:				
Transfers in	(9,600)	(262,257)	(703,684)	(441,427)
Transfers out	9,600	262,257	703,684	441,427
Total eliminations	-	-	-	-
Total other financing (uses)	(97,533)	762,901	(162,667)	(925,568)
Net change in fund balance	(2,600)	142,057	673,120	531,063
Fund balance, beginning of year	3,752,787	3,752,787	3,752,787	-
Fund balance, end of year	\$ 3,750,187	\$ 3,894,844	\$ 4,425,907	\$ 531,063

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COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2012

	Special Revenue	Debt Service	Capital Projects McKeown Bridge Construction
Assets			
Cash and cash equivalents	\$ 4,193,704	\$ 16,788	\$ -
Restricted cash and cash equivalents	-	67,882	-
Investments	179,758	-	-
Accounts receivable	7,232	-	-
Taxes receivable	364,190	-	-
Due from other governments	446,823	-	21,530
Total assets	\$ 5,191,707	\$ 84,670	\$ 21,530
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ 72,218	\$ 45,957	\$ 12,809
Accounts payable	72,933	-	-
Accrued liabilities	78,209	-	-
Total liabilities	223,360	45,957	12,809
Deferred inflows of resources			
Property taxes levied for subsequent year	413,148	-	-
Fund balances			
Nonspendable	-	-	-
Restricted	1,067,292	-	8,721
Committed	3,487,907	38,713	-
Total fund balances	4,555,199	38,713	8,721
Total liabilities, deferred inflows of resources and fund balances	\$ 5,191,707	\$ 84,670	\$ 21,530



Permanent Cemetery Perpetual Care	Totals
\$ 80	\$ 4,210,572
-	67,882
31,206	210,964
-	7,232
-	364,190
-	468,353
<u>\$ 31,286</u>	<u>\$ 5,329,193</u>
\$ -	\$ 130,984
-	72,933
-	78,209
<u>-</u>	<u>282,126</u>
-	413,148
30,925	30,925
361	1,076,374
-	3,526,620
<u>31,286</u>	<u>4,633,919</u>
<u>\$ 31,286</u>	<u>\$ 5,329,193</u>

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds For the Year Ended December 31, 2012

	Special Revenue	Debt Service	Capital Projects
Revenues			
Taxes	\$ 417,644	\$ -	\$ -
Intergovernmental	2,336,679	74,185	2,265
Charges for services	247,486	-	-
Fines and forfeits	101	-	-
Interest and rentals	1,169	102	-
Other revenues	42,091	-	-
Total revenues	3,045,170	74,287	2,265
Expenditures			
Current:			
General government	1,416,602	-	-
Public safety	378,262	-	-
Public works	50,562	-	-
Health and welfare	1,212,398	-	-
Recreation and cultural	520,651	-	-
Debt service:			
Principal	-	290,000	-
Interest expense	-	112,767	-
Capital outlay	161,105	-	-
Total expenditures	3,739,580	402,767	-
Revenues over (under) expenditures	(694,410)	(328,480)	2,265
Other financing sources (uses)			
Property taxes levied for subsequent year	7,637	-	-
Transfers in	930,015	85,065	-
Transfers out	(693,963)	-	-
Total other financing sources (uses)	243,689	85,065	-
Net changes in fund balances	(450,721)	(243,415)	2,265
Fund balances, beginning of year	5,005,920	282,128	6,456
Fund balances, end of year	\$ 4,555,199	\$ 38,713	\$ 8,721



Permanent Fund		
Cemetery Perpetual Care		Totals
\$ -	\$	417,644
-		2,413,129
-		247,486
-		101
146		1,417
-		42,091
<hr/>		
146		3,121,868
<hr/>		
-		1,416,602
-		378,262
-		50,562
-		1,212,398
-		520,651
-		290,000
-		112,767
-		161,105
<hr/>		
-		4,142,347
<hr/>		
146		(1,020,479)
<hr/>		
-		7,637
-		1,015,080
-		(693,963)
<hr/>		
-		328,754
<hr/>		
146		(691,725)
<hr/>		
31,140		5,325,644
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\$ 31,286	\$	4,633,919
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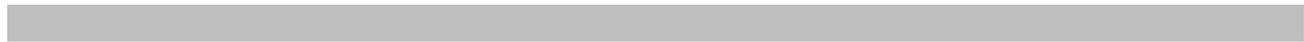
COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2012

	Charlton Park	Friend of the Court	Local Corrections Officer Training
Assets			
Cash and cash equivalents	\$ 110,672	\$ 399,745	\$ 40,437
Investments	96,942	-	-
Accounts receivable	-	-	-
Taxes receivable	364,190	-	-
Due from other governments	-	159,887	-
Total assets	\$ 571,804	\$ 559,632	\$ 40,437
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ -	\$ -	\$ -
Accounts payable	5,317	4,177	-
Accrued liabilities	12,119	31,306	-
Total liabilities	17,436	35,483	-
Deferred inflows of resources			
Property taxes levied for subsequent year	413,148	-	-
Fund balances			
Restricted	141,220	-	40,437
Committed	-	524,149	-
Total fund balances	141,220	524,149	40,437
Total liabilities, deferred inflows of resources and fund balances	\$ 571,804	\$ 559,632	\$ 40,437



Solid Waste	Building Strong Families	C SNIP Donation	Animal Shelter Donation	Community Resource Network	Healthy Start
\$ 157,032	\$ -	\$ 2,718	\$ 189,666	\$ 11,747	\$ 7,653
-	-	-	-	5,247	-
7,232	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 164,264</u>	<u>\$ -</u>	<u>\$ 2,718</u>	<u>\$ 189,666</u>	<u>\$ 16,994</u>	<u>\$ 7,653</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9,218	-	-	4,450	-	39
-	-	-	-	-	-
<u>9,218</u>	<u>-</u>	<u>-</u>	<u>4,450</u>	<u>-</u>	<u>39</u>
-	-	-	-	-	-
-	-	2,718	185,216	16,994	7,614
155,046	-	-	-	-	-
<u>155,046</u>	<u>-</u>	<u>2,718</u>	<u>185,216</u>	<u>16,994</u>	<u>7,614</u>
<u>\$ 164,264</u>	<u>\$ -</u>	<u>\$ 2,718</u>	<u>\$ 189,666</u>	<u>\$ 16,994</u>	<u>\$ 7,653</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds December 31, 2012

	Remonu- mentation	Register of Deeds Automation	Victim Services Unit
Assets			
Cash and cash equivalents	\$ -	\$ 72,096	\$ 1,572
Investments	-	-	12,310
Accounts receivable	-	-	-
Taxes receivable	-	-	-
Due from other governments	28,864	-	-
Total assets	\$ 28,864	\$ 72,096	\$ 13,882
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ 11,518	\$ -	\$ -
Accounts payable	-	1,673	423
Accrued liabilities	-	-	-
Total liabilities	11,518	1,673	423
Deferred inflows of resources			
Property taxes levied for subsequent year	-	-	-
Fund balances			
Restricted	-	70,423	13,459
Committed	17,346	-	-
Total fund balances	17,346	70,423	13,459
Total liabilities, deferred inflows of resources and fund balances	\$ 28,864	\$ 72,096	\$ 13,882



School Liason	Drug Law Enforcement	Special Investigation	Crime Victims' Rights Week	Law Library	CDBG Housing
\$ 54,177	\$ -	\$ -	\$ 20,422	\$ 11,567	\$ 13,947
-	-	7,255	-	-	2,061
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	12,502	-	-
<u>\$ 54,177</u>	<u>\$ -</u>	<u>\$ 7,255</u>	<u>\$ 32,924</u>	<u>\$ 11,567</u>	<u>\$ 16,008</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	8,874
-	-	-	1,823	-	-
-	-	-	1,823	-	8,874
-	-	-	-	-	-
-	-	-	31,101	-	7,134
54,177	-	7,255	-	11,567	-
<u>54,177</u>	<u>-</u>	<u>7,255</u>	<u>31,101</u>	<u>11,567</u>	<u>7,134</u>
<u>\$ 54,177</u>	<u>\$ -</u>	<u>\$ 7,255</u>	<u>\$ 32,924</u>	<u>\$ 11,567</u>	<u>\$ 16,008</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds December 31, 2012

	Middleville Police Services	MSHDA Home Grant	Community Corrections
Assets			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	-	-	-
Accounts receivable	-	-	-
Taxes receivable	-	-	-
Due from other governments	45,663	-	17,141
Total assets	\$ 45,663	\$ -	\$ 17,141
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ 25,277	\$ -	\$ 7,553
Accounts payable	54	-	190
Accrued liabilities	9,056	-	3,553
Total liabilities	34,387	-	11,296
Deferred inflows of resources			
Property taxes levied for subsequent year	-	-	-
Fund balances			
Restricted	-	-	-
Committed	11,276	-	5,845
Total fund balances	11,276	-	5,845
Total liabilities, deferred inflows of resources and fund balances	\$ 45,663	\$ -	\$ 17,141



Adult Drug Court	Juvenile Drug Court	Michigan Justice Training	Social Welfare	Child Care	Revenue Sharing Reserve
\$ 99,654	\$ 443,762	\$ 14,841	\$ 123,923	\$ 2,048,771	\$ -
-	-	-	55,943	-	-
-	-	-	-	-	-
-	-	-	-	-	-
22,823	30,007	-	-	96,839	-
<u>\$ 122,477</u>	<u>\$ 473,769</u>	<u>\$ 14,841</u>	<u>\$ 179,866</u>	<u>\$ 2,145,610</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8	2,058	994	-	33,637	-
4,132	2,806	-	-	10,723	-
<u>4,140</u>	<u>4,864</u>	<u>994</u>	<u>-</u>	<u>44,360</u>	<u>-</u>
-	-	-	-	-	-
-	97,406	13,847	69,706	-	-
118,337	371,499	-	110,160	2,101,250	-
<u>118,337</u>	<u>468,905</u>	<u>13,847</u>	<u>179,866</u>	<u>2,101,250</u>	<u>-</u>
<u>\$ 122,477</u>	<u>\$ 473,769</u>	<u>\$ 14,841</u>	<u>\$ 179,866</u>	<u>\$ 2,145,610</u>	<u>\$ -</u>

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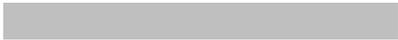
COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2012

	Veterans' Trust	Sure and Swift Program	Diverted Felons
Assets			
Cash and cash equivalents	\$ 1,135	\$ -	\$ 366,807
Investments	-	-	-
Accounts receivable	-	-	-
Taxes receivable	-	-	-
Due from other governments	-	33,097	-
Total assets	\$ 1,135	\$ 33,097	\$ 366,807
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ -	\$ 27,870	\$ -
Accounts payable	-	1,821	-
Accrued liabilities	-	2,691	-
Total liabilities	-	32,382	-
Deferred inflows of resources			
Property taxes levied for subsequent year	-	-	-
Fund balances			
Restricted	1,135	715	366,807
Committed	-	-	-
Total fund balances	1,135	715	366,807
Total liabilities, deferred inflows of resources and fund balances	\$ 1,135	\$ 33,097	\$ 366,807



Bench Warrant	Total
------------------	-------

\$ 1,360	\$ 4,193,704
-	179,758
-	7,232
-	364,190
-	446,823

<u>\$ 1,360</u>	<u>\$ 5,191,707</u>
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\$ -	\$ 72,218
-	72,933
-	78,209

-	223,360
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-	413,148
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1,360	1,067,292
-	3,487,907

<u>1,360</u>	<u>4,555,199</u>
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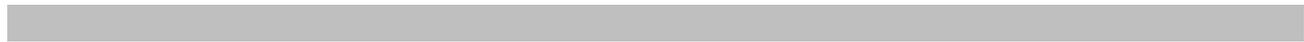
<u>\$ 1,360</u>	<u>\$ 5,191,707</u>
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COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Charlton Park	Friend of the Court	Local Corrections Officer Training
Revenues			
Taxes	\$ 417,644	\$ -	\$ -
Intergovernmental	24,497	667,275	9,171
Charges for services	111,392	-	-
Fines and forfeits	-	-	-
Interest and rentals	-	-	-
Other revenues	-	618	-
Total revenues	553,533	667,893	9,171
Expenditures			
Current:			
General government	-	883,573	-
Public safety	-	-	3,265
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	520,651	-	-
Capital outlay	-	-	-
Total expenditures	520,651	883,573	3,265
Revenues over (under) expenditures	32,882	(215,680)	5,906
Other financing sources (uses)			
Proceeds on sale of capital assets	7,637	-	-
Transfers in	-	319,523	-
Transfers out	(11,461)	-	-
Total other financing sources (uses)	(3,824)	319,523	-
Net changes in fund balances	29,058	103,843	5,906
Fund balances, beginning of year	112,162	420,306	34,531
Fund balances, end of year	\$ 141,220	\$ 524,149	\$ 40,437



Solid Waste	Building Strong Families	C SNIP Donation	Animal Shelter Donation	Community Resource Network	Healthy Start
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	9,833	10,201
34,092	-	-	-	-	-
-	-	-	-	-	-
-	-	-	694	5	-
27,987	-	1,130	5,182	-	-
<u>62,079</u>	<u>-</u>	<u>1,130</u>	<u>5,876</u>	<u>9,838</u>	<u>10,201</u>
-	-	-	-	-	-
-	-	-	-	-	-
50,562	-	-	-	-	-
-	10,021	1,090	17,985	3,889	27,848
-	-	-	-	-	-
-	-	-	199	-	-
<u>50,562</u>	<u>10,021</u>	<u>1,090</u>	<u>18,184</u>	<u>3,889</u>	<u>27,848</u>
<u>11,517</u>	<u>(10,021)</u>	<u>40</u>	<u>(12,308)</u>	<u>5,949</u>	<u>(17,647)</u>
-	-	-	-	-	-
1,063	-	-	-	-	-
-	-	-	-	-	-
<u>1,063</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
12,580	(10,021)	40	(12,308)	5,949	(17,647)
<u>142,466</u>	<u>10,021</u>	<u>2,678</u>	<u>197,524</u>	<u>11,045</u>	<u>25,261</u>
<u>\$ 155,046</u>	<u>\$ -</u>	<u>\$ 2,718</u>	<u>\$ 185,216</u>	<u>\$ 16,994</u>	<u>\$ 7,614</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Remonu- mentation	Register of Deeds Automation	Victim Services Unit
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	45,431	-	950
Charges for services	-	60,941	-
Fines and forfeits	-	-	-
Interest and rentals	-	-	12
Other revenues	-	-	501
Total revenues	45,431	60,941	1,463
Expenditures			
Current:			
General government	69,442	-	-
Public safety	-	-	2,455
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	160,906	-
Total expenditures	69,442	160,906	2,455
Revenues over (under) expenditures	(24,011)	(99,965)	(992)
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	23,088	-	-
Transfers out	-	-	-
Total other financing sources (uses)	23,088	-	-
Net changes in fund balances	(923)	(99,965)	(992)
Fund balances, beginning of year	18,269	170,388	14,451
Fund balances, end of year	\$ 17,346	\$ 70,423	\$ 13,459



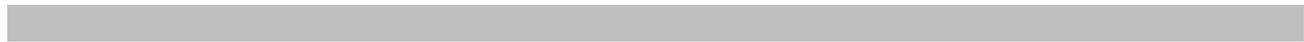
School Liason	Drug Law Enforcement	Special Investigation	Crime Victims' Rights Week	Law Library	CDBG Housing
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
33,750	-	-	47,207	6,500	110,322
-	-	-	-	-	14,714
-	101	-	-	-	-
-	-	7	-	-	132
6,673	-	-	-	-	-
<u>40,423</u>	<u>101</u>	<u>7</u>	<u>47,207</u>	<u>6,500</u>	<u>125,168</u>
-	-	-	48,767	17,904	-
-	989	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	132,688
-	-	-	-	-	-
-	-	-	-	-	-
-	989	-	48,767	17,904	132,688
<u>40,423</u>	<u>(888)</u>	<u>7</u>	<u>(1,560)</u>	<u>(11,404)</u>	<u>(7,520)</u>
-	-	-	-	-	-
-	-	-	-	10,000	-
-	-	-	-	-	-
-	-	-	-	10,000	-
<u>40,423</u>	<u>(888)</u>	<u>7</u>	<u>(1,560)</u>	<u>(1,404)</u>	<u>(7,520)</u>
<u>13,754</u>	<u>888</u>	<u>7,248</u>	<u>32,661</u>	<u>12,971</u>	<u>14,654</u>
<u>\$ 54,177</u>	<u>\$ -</u>	<u>\$ 7,255</u>	<u>\$ 31,101</u>	<u>\$ 11,567</u>	<u>\$ 7,134</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Middleville Police Services	MSHDA Home Grant	Community Corrections
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	260,751	183,444	97,674
Charges for services	-	-	-
Fines and forfeits	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	260,751	183,444	97,674
Expenditures			
Current:			
General government	-	-	-
Public safety	264,651	-	98,726
Public works	-	-	-
Health and welfare	-	183,444	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	264,651	183,444	98,726
Revenues over (under) expenditures	(3,900)	-	(1,052)
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in fund balances	(3,900)	-	(1,052)
Fund balances, beginning of year	15,176	-	6,897
Fund balances, end of year	\$ 11,276	\$ -	\$ 5,845



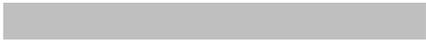
Adult Drug Court	Juvenile Drug Court	Michigan Justice Training	Social Welfare	Child Care	Revenue Sharing Reserve
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
98,844	128,608	5,651	3,416	391,618	-
26,347	-	-	-	-	-
-	-	-	-	-	-
-	-	-	319	-	-
-	-	-	-	-	-
<u>125,191</u>	<u>128,608</u>	<u>5,651</u>	<u>3,735</u>	<u>391,618</u>	<u>-</u>
161,488	112,960	-	-	-	-
-	-	8,176	-	-	-
-	-	-	-	-	-
-	-	-	12,135	810,943	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>161,488</u>	<u>112,960</u>	<u>8,176</u>	<u>12,135</u>	<u>810,943</u>	<u>-</u>
<u>(36,297)</u>	<u>15,648</u>	<u>(2,525)</u>	<u>(8,400)</u>	<u>(419,325)</u>	<u>-</u>
-	-	-	-	-	-
78,400	54,512	-	8,330	435,099	-
-	-	-	-	-	(682,502)
<u>78,400</u>	<u>54,512</u>	<u>-</u>	<u>8,330</u>	<u>435,099</u>	<u>(682,502)</u>
42,103	70,160	(2,525)	(70)	15,774	(682,502)
<u>76,234</u>	<u>398,745</u>	<u>16,372</u>	<u>179,936</u>	<u>2,085,476</u>	<u>682,502</u>
<u>\$ 118,337</u>	<u>\$ 468,905</u>	<u>\$ 13,847</u>	<u>\$ 179,866</u>	<u>\$ 2,101,250</u>	<u>\$ -</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Veterans' Trust	Sure and Swift Program	Diverted Felons
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	10,168	79,306	112,062
Charges for services	-	-	-
Fines and forfeits	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	10,168	79,306	112,062
Expenditures			
Current:			
General government	-	78,591	43,877
Public safety	-	-	-
Public works	-	-	-
Health and welfare	12,355	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	12,355	78,591	43,877
Revenues over (under) expenditures	(2,187)	715	68,185
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in fund balances	(2,187)	715	68,185
Fund balances, beginning of year	3,322	-	298,622
Fund balances, end of year	\$ 1,135	\$ 715	\$ 366,807



Bench Warrant	Total
\$ -	\$ 417,644
-	2,336,679
-	247,486
-	101
-	1,169
-	42,091
<hr/>	<hr/>
-	3,045,170
<hr/>	<hr/>
-	1,416,602
-	378,262
-	50,562
-	1,212,398
-	520,651
-	161,105
<hr/>	<hr/>
-	3,739,580
<hr/>	<hr/>
-	(694,410)
<hr/>	<hr/>
-	7,637
-	930,015
-	(693,963)
<hr/>	<hr/>
-	243,689
<hr/>	<hr/>
-	(450,721)
<hr/>	<hr/>
1,360	5,005,920
<hr/>	<hr/>
\$ 1,360	\$ 4,555,199
<hr/>	<hr/>

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COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Charlton Park		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ 409,000	\$ 417,644	\$ 8,644
Intergovernmental	25,000	24,497	(503)
Charges for services	128,950	111,392	(17,558)
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	562,950	553,533	(9,417)
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	551,233	520,651	(30,582)
Capital outlay	-	-	-
Total expenditures	551,233	520,651	(30,582)
Revenues over (under) expenditures	11,717	32,882	21,165
Other financing sources (uses)			
Proceeds on sale of capital assets	-	7,637	7,637
Transfers in	-	-	-
Transfers out	(11,461)	(11,461)	-
Total other financing sources (uses)	(11,461)	(3,824)	7,637
Net changes in fund balances	256	29,058	28,802
Fund balances, beginning of year	112,162	112,162	-
Fund balances, end of year	\$ 112,418	\$ 141,220	\$ 28,802



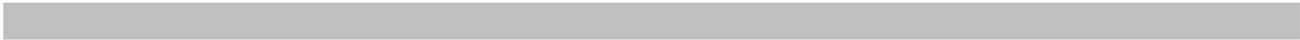
Friend of the Court			Local Corrections Officer Training		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
631,000	667,275	36,275	10,000	9,171	(829)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,000	618	(382)	-	-	-
<u>632,000</u>	<u>667,893</u>	<u>35,893</u>	<u>10,000</u>	<u>9,171</u>	<u>(829)</u>
913,742	883,573	(30,169)	-	-	-
-	-	-	10,000	3,265	(6,735)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
300	-	(300)	-	-	-
<u>914,042</u>	<u>883,573</u>	<u>(30,469)</u>	<u>10,000</u>	<u>3,265</u>	<u>(6,735)</u>
<u>(282,042)</u>	<u>(215,680)</u>	<u>66,362</u>	<u>-</u>	<u>5,906</u>	<u>5,906</u>
-	-	-	-	-	-
319,523	319,523	-	-	-	-
-	-	-	-	-	-
<u>319,523</u>	<u>319,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
37,481	103,843	66,362	-	5,906	5,906
420,306	420,306	-	34,531	34,531	-
<u>\$ 457,787</u>	<u>\$ 524,149</u>	<u>\$ 66,362</u>	<u>\$ 34,531</u>	<u>\$ 40,437</u>	<u>\$ 5,906</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Solid Waste		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for services	47,000	34,092	(12,908)
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	2,500	27,987	25,487
Total revenues	49,500	62,079	12,579
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	81,400	50,562	(30,838)
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	81,400	50,562	(30,838)
Revenues over (under) expenditures	(31,900)	11,517	43,417
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	1,063	1,063	-
Transfers out	-	-	-
Total other financing sources (uses)	1,063	1,063	-
Net changes in fund balances	(30,837)	12,580	43,417
Fund balances, beginning of year	142,466	142,466	-
Fund balances, end of year	\$ 111,629	\$ 155,046	\$ 43,417



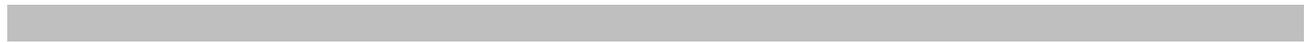
Building Strong Families			C SNIP Donation		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
32,308	-	(32,308)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,500	1,130	(370)
<u>32,308</u>	<u>-</u>	<u>(32,308)</u>	<u>1,500</u>	<u>1,130</u>	<u>(370)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
32,308	10,021	(22,287)	1,500	1,090	(410)
-	-	-	-	-	-
-	-	-	-	-	-
<u>32,308</u>	<u>10,021</u>	<u>(22,287)</u>	<u>1,500</u>	<u>1,090</u>	<u>(410)</u>
-	(10,021)	(10,021)	-	40	40
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(10,021)	(10,021)	-	40	40
10,021	10,021	-	2,678	2,678	-
<u>\$ 10,021</u>	<u>\$ -</u>	<u>\$ (10,021)</u>	<u>\$ 2,678</u>	<u>\$ 2,718</u>	<u>\$ 40</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Animal Shelter Donation		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	1,000	694	(306)
Other revenues	5,000	5,182	182
Total revenues	6,000	5,876	(124)
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	18,000	17,985	(15)
Recreation and cultural	-	-	-
Capital outlay	-	199	199
Total expenditures	18,000	18,184	184
Revenues over (under) expenditures	(12,000)	(12,308)	(308)
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in fund balances	(12,000)	(12,308)	(308)
Fund balances, beginning of year	197,524	197,524	-
Fund balances, end of year	\$ 185,524	\$ 185,216	\$ (308)



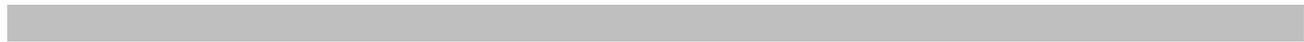
Community Resource Network			Healthy Start		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
10,000	9,833	(167)	20,000	10,201	(9,799)
-	-	-	-	-	-
-	-	-	-	-	-
-	5	5	-	-	-
-	-	-	-	-	-
<u>10,000</u>	<u>9,838</u>	<u>(162)</u>	<u>20,000</u>	<u>10,201</u>	<u>(9,799)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,000	3,889	889	34,000	27,848	(6,152)
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,000</u>	<u>3,889</u>	<u>889</u>	<u>34,000</u>	<u>27,848</u>	<u>(6,152)</u>
<u>7,000</u>	<u>5,949</u>	<u>(1,051)</u>	<u>(14,000)</u>	<u>(17,647)</u>	<u>(3,647)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,000</u>	<u>5,949</u>	<u>(1,051)</u>	<u>(14,000)</u>	<u>(17,647)</u>	<u>(3,647)</u>
<u>11,045</u>	<u>11,045</u>	<u>-</u>	<u>25,261</u>	<u>25,261</u>	<u>-</u>
<u>\$ 18,045</u>	<u>\$ 16,994</u>	<u>\$ (1,051)</u>	<u>\$ 11,261</u>	<u>\$ 7,614</u>	<u>\$ (3,647)</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Remonumentation		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	48,106	45,431	(2,675)
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	400	-	(400)
Other revenues	-	-	-
Total revenues	48,506	45,431	(3,075)
Expenditures			
Current:			
General government	74,645	69,442	(5,203)
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	74,645	69,442	(5,203)
Revenues over (under) expenditures	(26,139)	(24,011)	2,128
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	23,088	23,088	-
Transfers out	-	-	-
Total other financing sources (uses)	23,088	23,088	-
Net changes in fund balances	(3,051)	(923)	2,128
Fund balances, beginning of year	18,269	18,269	-
Fund balances, end of year	\$ 15,218	\$ 17,346	\$ 2,128



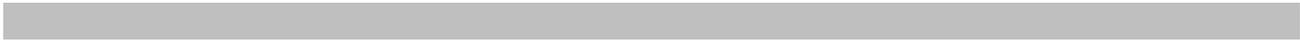
Register of Deeds Automation			Victim Services Unit		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	900	950	50
60,000	60,941	941	-	-	-
-	-	-	-	-	-
-	-	-	50	12	(38)
-	-	-	350	501	151
<u>60,000</u>	<u>60,941</u>	<u>941</u>	<u>1,300</u>	<u>1,463</u>	<u>163</u>
-	-	-	-	-	-
-	-	-	3,900	2,455	(1,445)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
175,000	160,906	(14,094)	-	-	-
<u>175,000</u>	<u>160,906</u>	<u>(14,094)</u>	<u>3,900</u>	<u>2,455</u>	<u>(1,445)</u>
<u>(115,000)</u>	<u>(99,965)</u>	<u>15,035</u>	<u>(2,600)</u>	<u>(992)</u>	<u>1,608</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(115,000)</u>	<u>(99,965)</u>	<u>15,035</u>	<u>(2,600)</u>	<u>(992)</u>	<u>1,608</u>
<u>170,388</u>	<u>170,388</u>	<u>-</u>	<u>14,451</u>	<u>14,451</u>	<u>-</u>
<u>\$ 55,388</u>	<u>\$ 70,423</u>	<u>\$ 15,035</u>	<u>\$ 11,851</u>	<u>\$ 13,459</u>	<u>\$ 1,608</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	School Liaison		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	33,750	33,750	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	6,673	6,673	-
Total revenues	<u>40,423</u>	<u>40,423</u>	<u>-</u>
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>40,423</u>	<u>40,423</u>	<u>-</u>
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	(54,177)	-	54,177
Total other financing sources (uses)	<u>(54,177)</u>	<u>-</u>	<u>54,177</u>
Net changes in fund balances	<u>(13,754)</u>	<u>40,423</u>	<u>54,177</u>
Fund balances, beginning of year	<u>13,754</u>	<u>13,754</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 54,177</u>	<u>\$ 54,177</u>



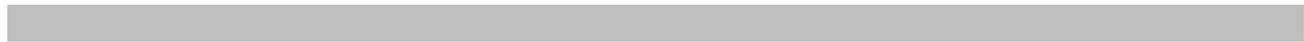
Drug Law Enforcement			Special Investigation		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
100	101	1	-	-	-
-	-	-	-	7	7
-	-	-	-	-	-
<u>100</u>	<u>101</u>	<u>1</u>	<u>-</u>	<u>7</u>	<u>7</u>
-	-	-	-	-	-
-	989	989	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>989</u>	<u>989</u>	<u>-</u>	<u>-</u>	<u>-</u>
100	(888)	(988)	-	7	7
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>100</u>	<u>(888)</u>	<u>(988)</u>	<u>-</u>	<u>7</u>	<u>7</u>
888	888	-	7,248	7,248	-
<u>\$ 988</u>	<u>\$ -</u>	<u>\$ (988)</u>	<u>\$ 7,248</u>	<u>\$ 7,255</u>	<u>\$ 7</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Crime Victims' Rights Week		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	47,826	47,207	(619)
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	47,826	47,207	(619)
Expenditures			
Current:			
General government	50,961	48,767	(2,194)
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	50,961	48,767	(2,194)
Revenues over (under) expenditures	(3,135)	(1,560)	1,575
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in fund balances	(3,135)	(1,560)	1,575
Fund balances, beginning of year	32,661	32,661	-
Fund balances, end of year	\$ 29,526	\$ 31,101	\$ 1,575



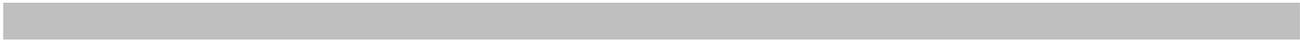
Law Library			CDBG Housing		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6,500	6,500	-	100,000	110,322	10,322
-	-	-	25,000	14,714	(10,286)
-	-	-	-	-	-
-	-	-	-	132	132
-	-	-	-	-	-
<u>6,500</u>	<u>6,500</u>	<u>-</u>	<u>125,000</u>	<u>125,168</u>	<u>168</u>
19,000	17,904	(1,096)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	125,000	132,688	7,688
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,000</u>	<u>17,904</u>	<u>(1,096)</u>	<u>125,000</u>	<u>132,688</u>	<u>7,688</u>
<u>(12,500)</u>	<u>(11,404)</u>	<u>1,096</u>	<u>-</u>	<u>(7,520)</u>	<u>(7,520)</u>
-	-	-	-	-	-
10,000	10,000	-	-	-	-
-	-	-	-	-	-
<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(2,500)	(1,404)	1,096	-	(7,520)	(7,520)
12,971	12,971	-	14,654	14,654	-
<u>\$ 10,471</u>	<u>\$ 11,567</u>	<u>\$ 1,096</u>	<u>\$ 14,654</u>	<u>\$ 7,134</u>	<u>\$ (7,520)</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Middleville Police Services		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	277,577	260,751	(16,826)
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	<u>277,577</u>	<u>260,751</u>	<u>(16,826)</u>
Expenditures			
Current:			
General government	-	-	-
Public safety	262,821	264,651	1,830
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>262,821</u>	<u>264,651</u>	<u>1,830</u>
Revenues over (under) expenditures	<u>14,756</u>	<u>(3,900)</u>	<u>(18,656)</u>
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>14,756</u>	<u>(3,900)</u>	<u>(18,656)</u>
Fund balances, beginning of year	<u>15,176</u>	<u>15,176</u>	<u>-</u>
Fund balances, end of year	<u>\$ 29,932</u>	<u>\$ 11,276</u>	<u>\$ (18,656)</u>



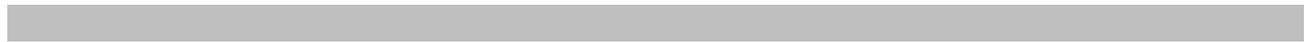
MSHDA Home Grant			Community Corrections		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
190,000	183,444	(6,556)	97,238	97,674	436
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>190,000</u>	<u>183,444</u>	<u>(6,556)</u>	<u>97,238</u>	<u>97,674</u>	<u>436</u>
-	-	-	-	-	-
-	-	-	97,238	98,726	1,488
-	-	-	-	-	-
190,000	183,444	(6,556)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>190,000</u>	<u>183,444</u>	<u>(6,556)</u>	<u>97,238</u>	<u>98,726</u>	<u>1,488</u>
-	-	-	-	(1,052)	(1,052)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	(1,052)	(1,052)
-	-	-	6,897	6,897	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,897</u>	<u>\$ 5,845</u>	<u>\$ (1,052)</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Adult Drug Court		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	100,000	98,844	(1,156)
Charges for services	-	26,347	26,347
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	100,000	125,191	25,191
Expenditures			
Current:			
General government	178,400	161,488	(16,912)
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	178,400	161,488	(16,912)
Revenues over (under) expenditures	(78,400)	(36,297)	42,103
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	78,400	78,400	-
Transfers out	-	-	-
Total other financing sources (uses)	78,400	78,400	-
Net changes in fund balances	-	42,103	42,103
Fund balances, beginning of year	76,234	76,234	-
Fund balances, end of year	\$ 76,234	\$ 118,337	\$ 42,103



Juvenile Drug Court			Michigan Justice Training		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
106,925	128,608	21,683	6,000	5,651	(349)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>106,925</u>	<u>128,608</u>	<u>21,683</u>	<u>6,000</u>	<u>5,651</u>	<u>(349)</u>
168,024	112,960	(55,064)	-	-	-
-	-	-	10,000	8,176	(1,824)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>168,024</u>	<u>112,960</u>	<u>(55,064)</u>	<u>10,000</u>	<u>8,176</u>	<u>(1,824)</u>
<u>(61,099)</u>	<u>15,648</u>	<u>76,747</u>	<u>(4,000)</u>	<u>(2,525)</u>	<u>1,475</u>
-	-	-	-	-	-
54,512	54,512	-	-	-	-
-	-	-	-	-	-
<u>54,512</u>	<u>54,512</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(6,587)	70,160	76,747	(4,000)	(2,525)	1,475
398,745	398,745	-	16,372	16,372	-
<u>\$ 392,158</u>	<u>\$ 468,905</u>	<u>\$ 76,747</u>	<u>\$ 12,372</u>	<u>\$ 13,847</u>	<u>\$ 1,475</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Social Welfare		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	3,000	3,416	416
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	-	319	319
Other revenues	-	-	-
Total revenues	3,000	3,735	735
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	11,343	12,135	792
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	11,343	12,135	792
Revenues over (under) expenditures	(8,343)	(8,400)	(57)
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	8,330	8,330	-
Transfers out	-	-	-
Total other financing sources (uses)	8,330	8,330	-
Net changes in fund balances	(13)	(70)	(57)
Fund balances, beginning of year	179,936	179,936	-
Fund balances, end of year	\$ 179,923	\$ 179,866	\$ (57)



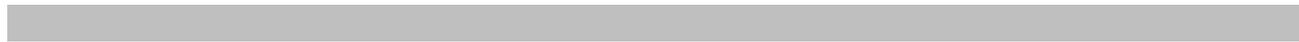
Child Care			Revenue Sharing Reserve		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
422,313	391,618	(30,695)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>422,313</u>	<u>391,618</u>	<u>(30,695)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
923,190	810,943	(112,247)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>923,190</u>	<u>810,943</u>	<u>(112,247)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(500,877)</u>	<u>(419,325)</u>	<u>81,552</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
435,099	435,099	-	-	-	-
-	-	-	(682,502)	(682,502)	-
<u>435,099</u>	<u>435,099</u>	<u>-</u>	<u>(682,502)</u>	<u>(682,502)</u>	<u>-</u>
(65,778)	15,774	81,552	(682,502)	(682,502)	-
<u>2,085,476</u>	<u>2,085,476</u>	<u>-</u>	<u>682,502</u>	<u>682,502</u>	<u>-</u>
<u>\$ 2,019,698</u>	<u>\$ 2,101,250</u>	<u>\$ 81,552</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Veterans' Trust		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	15,000	10,168	(4,832)
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Other revenues	-	-	-
	-	-	-
Total revenues	15,000	10,168	(4,832)
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	15,000	12,355	(2,645)
Recreation and cultural	-	-	-
Capital outlay	-	-	-
	-	-	-
Total expenditures	15,000	12,355	(2,645)
Revenues over (under) expenditures	-	(2,187)	(2,187)
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in fund balances	-	(2,187)	(2,187)
Fund balances, beginning of year	3,322	3,322	-
Fund balances, end of year	\$ 3,322	\$ 1,135	\$ (2,187)



Swift and Sure Program			Diverted Felons		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
263,186	79,306	(183,880)	112,500	112,062	(438)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>263,186</u>	<u>79,306</u>	<u>(183,880)</u>	<u>112,500</u>	<u>112,062</u>	<u>(438)</u>
263,186	78,591	(184,595)	7,500	43,877	36,377
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	39,000	-	(39,000)
<u>263,186</u>	<u>78,591</u>	<u>(184,595)</u>	<u>46,500</u>	<u>43,877</u>	<u>(2,623)</u>
-	715	715	66,000	68,185	2,185
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	715	715	66,000	68,185	2,185
-	-	-	298,622	298,622	-
<u>\$ -</u>	<u>\$ 715</u>	<u>\$ 715</u>	<u>\$ 364,622</u>	<u>\$ 366,807</u>	<u>\$ 2,185</u>

continued...

COUNTY OF BARRY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Nonmajor Special Revenue Funds For the Year Ended December 31, 2012

	Bench Warrant		
	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest and rentals	-	-	-
Other revenues	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)			
Proceeds on sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	-	-	-
Fund balances, beginning of year	<u>1,360</u>	<u>1,360</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,360</u>	<u>\$ 1,360</u>	<u>\$ -</u>



Total		
Final Budget	Actual	Actual Over (Under) Final Budget
\$ 409,000	\$ 417,644	\$ 8,644
2,559,129	2,336,679	(222,450)
260,950	247,486	(13,464)
100	101	1
1,450	1,169	(281)
17,023	42,091	25,068
<u>3,247,652</u>	<u>3,045,170</u>	<u>(202,482)</u>
1,675,458	1,416,602	(258,856)
383,959	378,262	(5,697)
81,400	50,562	(30,838)
1,353,341	1,212,398	(140,943)
551,233	520,651	(30,582)
214,300	161,105	(53,195)
<u>4,259,691</u>	<u>3,739,580</u>	<u>(520,111)</u>
<u>(1,012,039)</u>	<u>(694,410)</u>	<u>317,629</u>
-	7,637	7,637
930,015	930,015	-
<u>(748,140)</u>	<u>(693,963)</u>	<u>54,177</u>
<u>181,875</u>	<u>243,689</u>	<u>61,814</u>
(830,164)	(450,721)	379,443
<u>5,005,920</u>	<u>5,005,920</u>	<u>-</u>
<u>\$ 4,175,756</u>	<u>\$ 4,555,199</u>	<u>\$ 379,443</u>

concluded

COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet Nonmajor Debt Service Funds December 31, 2012

	Building Authority			
	Friend of the Court Renovation	Courts and Law	Thornapple Manor 2012 Bonds	Total
Assets				
Cash and cash equivalents	\$ 16,788	\$ -	\$ -	\$ 16,788
Restricted cash and cash equivalents	-	67,882	-	67,882
Total assets	\$ 16,788	\$ 67,882	\$ -	\$ 84,670
Liabilities				
Negative equity in pooled cash and cash equivalents	\$ -	\$ 45,957	\$ -	\$ 45,957
Fund balances				
Committed	16,788	21,925	-	38,713
Total liabilities and fund balances	\$ 16,788	\$ 67,882	\$ -	\$ 84,670

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds For the Year Ended December 31, 2012

	Building Authority			
	Friend of the Court Renovation	Courts and Law	Thornapple Manor 2012 Bonds	Total
Revenues				
Intergovernmental	\$ -	\$ -	\$ 74,185	\$ 74,185
Interest	-	102	-	102
Total revenues	-	102	74,185	74,287
Expenditures				
Debt service:				
Principal	50,000	240,000	-	290,000
Interest expense	34,012	4,570	74,185	112,767
Total expenditures	84,012	244,570	74,185	402,767
Revenues over (under) expenditures	(84,012)	(244,468)	-	(328,480)
Other financing sources				
Transfers in	85,065	-	-	85,065
Net changes in fund balances	1,053	(244,468)	-	(243,415)
Fund balances, beginning of year	15,735	266,393	-	282,128
Fund balances, end of year	\$ 16,788	\$ 21,925	\$ -	\$ 38,713

COUNTY OF BARRY, MICHIGAN

Combining Statement of Net Position

Nonmajor Enterprise Funds

December 31, 2012

	2008 Delinquent Tax Revolving	2009 Delinquent Tax Revolving	2010 Delinquent Tax Revolving
Assets			
Current assets:			
Cash and cash equivalents	\$ -	\$ -	\$ -
Restricted cash and cash equivalents	-	-	-
Investments	-	770,900	298,733
Accounts receivable	-	-	-
Delinquent taxes receivable	-	33,527	405,530
Due from other governments	-	-	-
Total current assets	-	804,427	704,263
Noncurrent assets:			
Capital assets being depreciated, net	-	-	-
Total assets	-	804,427	704,263
Liabilities			
Negative equity in pooled cash and cash equivalents	-	-	40
Accounts payable	-	-	-
Accrued liabilities	-	-	-
Due to other governments	-	-	4,592
Due to other funds	-	-	-
Total liabilities (all current)	-	-	4,632
Net position			
Net investment in capital assets	-	-	-
Restricted for property tax foreclosures	-	-	-
Unrestricted	-	804,427	699,631
Total net position	\$ -	\$ 804,427	\$ 699,631

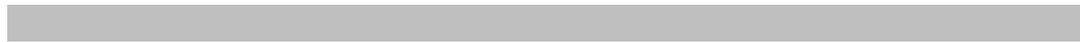


2012 Delinquent Tax Revolving	Foreclosure	Transit	Jail Commissary	Total
24,156	\$ 4,086	\$ 2,096,156	\$ 56,002	\$ 2,180,400
-	489,759	-	-	489,759
-	-	-	-	1,069,633
-	-	7,987	-	7,987
546,620	-	-	-	985,677
-	-	162,832	-	162,832
<u>570,776</u>	<u>493,845</u>	<u>2,266,975</u>	<u>56,002</u>	<u>4,896,288</u>
-	-	1,118,152	-	1,118,152
<u>570,776</u>	<u>493,845</u>	<u>3,385,127</u>	<u>56,002</u>	<u>6,014,440</u>
-	-	-	-	40
-	-	35,945	777	36,722
-	-	12,061	-	12,061
22,830	-	-	-	27,422
<u>546,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>546,620</u>
<u>569,450</u>	<u>-</u>	<u>48,006</u>	<u>777</u>	<u>622,865</u>
-	-	1,118,152	-	1,118,152
-	489,759	-	-	489,759
<u>1,326</u>	<u>4,086</u>	<u>2,218,969</u>	<u>55,225</u>	<u>3,783,664</u>
<u>\$ 1,326</u>	<u>\$ 493,845</u>	<u>\$ 3,337,121</u>	<u>\$ 55,225</u>	<u>\$ 5,391,575</u>

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenses and Changes in Net Position - Nonmajor Enterprise Funds For the Year Ended December 31, 2012

	2008 Delinquent Tax Revolving	2009 Delinquent Tax Revolving	2010 Delinquent Tax Revolving
Operating revenues			
Charges for services	\$ 1,449	\$ 58,004	\$ 68,275
Interest and penalties on delinquent taxes	3,590	8,234	154,720
Total operating revenues	5,039	66,238	222,995
Operating expense			
Operations	-	13,830	27,124
Depreciation	-	-	-
Other expense	-	-	-
Total operating expense	-	13,830	27,124
Operating income (loss)	5,039	52,408	195,871
Nonoperating revenues			
Taxes	-	-	-
Intergovernmental revenues	-	-	-
Interest revenue	308	677	174
Total nonoperating revenues	308	677	174
Income (loss) before transfers	5,347	53,085	196,045
Transfers			
Transfers in	-	7,523	14,310
Transfers out	(811,139)	-	-
Total transfers	(811,139)	7,523	14,310
Change in net position	(805,792)	60,608	210,355
Net position, beginning of year	805,792	743,819	489,276
Net position, end of year	\$ -	\$ 804,427	\$ 699,631



2012 Delinquent Tax Revolving	Foreclosure	Transit	Jail Commissary	Total
\$ 919	\$ 176,201	\$ 199,456	\$ 88,032	\$ 592,336
407	-	-	-	166,951
<u>1,326</u>	<u>176,201</u>	<u>199,456</u>	<u>88,032</u>	<u>759,287</u>
-	-	1,028,122	67,611	1,136,687
-	-	166,020	-	166,020
-	-	-	-	-
-	-	<u>1,194,142</u>	<u>67,611</u>	<u>1,302,707</u>
<u>1,326</u>	<u>176,201</u>	<u>(994,686)</u>	<u>20,421</u>	<u>(543,420)</u>
-	-	449,047	-	449,047
-	-	748,069	-	748,069
-	385	5,369	-	6,913
-	<u>385</u>	<u>1,202,485</u>	<u>-</u>	<u>1,204,029</u>
<u>1,326</u>	<u>176,586</u>	<u>207,799</u>	<u>20,421</u>	<u>660,609</u>
-	-	-	-	21,833
-	<u>(34,877)</u>	<u>-</u>	<u>-</u>	<u>(846,016)</u>
-	<u>(34,877)</u>	<u>-</u>	<u>-</u>	<u>(824,183)</u>
1,326	141,709	207,799	20,421	(163,574)
-	352,136	3,129,322	34,804	5,555,149
<u>\$ 1,326</u>	<u>\$ 493,845</u>	<u>\$ 3,337,121</u>	<u>\$ 55,225</u>	<u>\$ 5,391,575</u>

COUNTY OF BARRY, MICHIGAN

Combining Statement of Cash Flows

Nonmajor Enterprise Funds

For the Year Ended December 31, 2012

	2008 Delinquent Tax Revolving	2009 Delinquent Tax Revolving	2010 Delinquent Tax Revolving
Cash flows from operating activities			
Cash received from customers and users	\$ 28,421	\$ 460,756	\$ 1,719,034
Cash payments to suppliers for goods and services	(1,726)	(13,830)	(27,124)
Cash payments to employees for services	-	-	-
Net cash provided by (used in) operating activities	<u>26,695</u>	<u>446,926</u>	<u>1,691,910</u>
Cash flows from noncapital financing activities			
Transfers in	-	7,523	14,310
Transfers out	(811,139)	-	-
Taxes	-	-	-
Intergovernmental grants and contributions	-	-	-
Payments on long-term advances from other funds	-	-	(1,560,000)
Net cash provided by (used in) noncapital financing activities	<u>(811,139)</u>	<u>7,523</u>	<u>(1,545,690)</u>
Cash flows from capital and related financing activities			
Intergovernmental capital grants	-	-	-
Purchases of capital assets	-	-	-
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities			
Sale (purchase) of investments	784,136	(455,126)	(146,434)
Interest received	308	677	174
Net cash provided by (used in) investing activities	<u>784,444</u>	<u>(454,449)</u>	<u>(146,260)</u>
Net increase (decrease) in cash and cash equivalents	-	-	(40)
Cash and cash equivalents, beginning of year	-	-	-
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (40)</u>

2012 Delinquent Tax Revolving	Foreclosure	Transit	Jail Commissary	Total
\$ 24,156	\$ 176,201	\$ 200,524	\$ 88,032	\$ 2,697,124
-	-	(528,539)	(67,874)	(639,093)
-	-	(505,317)	-	(505,317)
<u>24,156</u>	<u>176,201</u>	<u>(833,332)</u>	<u>20,158</u>	<u>1,552,714</u>
-	-	-	-	21,833
-	(34,877)	-	-	(846,016)
-	-	449,047	-	449,047
-	-	511,070	-	511,070
-	-	56,158	-	(1,503,842)
-	(34,877)	1,016,275	-	(1,367,908)
-	-	136,943	-	136,943
-	-	(185,160)	-	(185,160)
-	-	(48,217)	-	(48,217)
-	-	-	-	182,576
-	385	5,369	-	6,913
-	385	5,369	-	189,489
24,156	141,709	140,095	20,158	326,078
-	352,136	1,956,061	35,844	2,344,041
<u>\$ 24,156</u>	<u>\$ 493,845</u>	<u>\$ 2,096,156</u>	<u>\$ 56,002</u>	<u>\$ 2,670,119</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Cash Flows

Nonmajor Enterprise Funds

For the Year Ended December 31, 2012

	2008 Delinquent Tax Revolving	2009 Delinquent Tax Revolving	2010 Delinquent Tax Revolving
Balance sheet classification of cash and cash equivalents			
Cash and cash equivalents	\$ -	\$ -	\$ -
Restricted cash and cash equivalents	-	-	-
Negative equity in pooled cash and cash equivalents	-	-	(40)
Total cash and cash equivalents	\$ -	\$ -	\$ (40)
Reconciliation of operating income to net cash provided by (used in) operating activities			
Operating income	\$ 5,039	\$ 52,408	\$ 195,871
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:			
Depreciation expense	-	-	-
Changes in:			
Accounts receivable	-	-	-
Taxes receivable	23,382	415,325	1,534,706
Accounts payable	(1,726)	-	-
Accrued liabilities	-	-	-
Due to other governments	-	(20,807)	(38,667)
Due to other funds	-	-	-
Net cash provided by (used in) operating activities	\$ 26,695	\$ 446,926	\$ 1,691,910

2012 Delinquent Tax Revolving	Foreclosure	Transit	Jail Commissary	Total
\$ 24,156	\$ 4,086	\$ 2,096,156	\$ 56,002	\$ 2,180,400
-	489,759	-	-	489,759
-	-	-	-	(40)
<u>\$ 24,156</u>	<u>\$ 493,845</u>	<u>\$ 2,096,156</u>	<u>\$ 56,002</u>	<u>\$ 2,670,119</u>
\$ 1,326	\$ 176,201	\$ (994,686)	\$ 20,421	\$ (543,420)
-	-	166,020	-	166,020
-	-	1,068	-	1,068
(546,620)	-	-	-	1,426,793
-	-	(8,254)	(263)	(10,243)
-	-	2,520	-	2,520
22,830	-	-	-	(36,644)
546,620	-	-	-	546,620
<u>\$ 24,156</u>	<u>\$ 176,201</u>	<u>\$ (833,332)</u>	<u>\$ 20,158</u>	<u>\$ 1,552,714</u>

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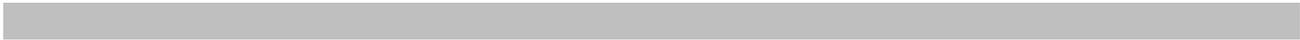
COUNTY OF BARRY, MICHIGAN

Combining Statement of Net Position

Internal Service Funds

December 31, 2012

	Data Processing	Telephone	Vehicle
Assets			
Current assets:			
Cash and cash equivalents	\$ 1,186,254	\$ 55,546	\$ 1,025,208
Investments	-	-	-
Accounts receivable	-	-	-
Due from other funds	-	-	-
Prepays	-	-	-
Total current assets	<u>1,186,254</u>	<u>55,546</u>	<u>1,025,208</u>
Noncurrent assets:			
Capital assets not being depreciated	10,190	-	-
Capital assets being depreciated, net	<u>172,917</u>	<u>-</u>	<u>343,460</u>
Total assets	<u>1,369,361</u>	<u>55,546</u>	<u>1,368,668</u>
Liabilities			
Accounts payable	11,505	-	55,811
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Total liabilities (all current)	<u>11,505</u>	<u>-</u>	<u>55,811</u>
Net position			
Investment in capital assets	172,917	-	343,460
Unrestricted	<u>1,184,939</u>	<u>55,546</u>	<u>969,397</u>
Total net position	<u>\$ 1,357,856</u>	<u>\$ 55,546</u>	<u>\$ 1,312,857</u>



Workers' Compensation	Health Insurance	Disability	Fringe Benefits	Life Insurance	Retirement
\$ 184,675	\$ 417,136	\$ 81,278	\$ 259,862	\$ 4,370	\$ 252,202
-	-	-	571,375	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>184,675</u>	<u>417,136</u>	<u>81,278</u>	<u>831,237</u>	<u>4,370</u>	<u>252,202</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>184,675</u>	<u>417,136</u>	<u>81,278</u>	<u>831,237</u>	<u>4,370</u>	<u>252,202</u>
-	-	-	-	-	100,974
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	100,974
-	-	-	-	-	-
<u>184,675</u>	<u>417,136</u>	<u>81,278</u>	<u>831,237</u>	<u>4,370</u>	<u>151,228</u>
<u>\$ 184,675</u>	<u>\$ 417,136</u>	<u>\$ 81,278</u>	<u>\$ 831,237</u>	<u>\$ 4,370</u>	<u>\$ 151,228</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Net Position

Internal Service Funds

December 31, 2012

	Dental and Optical	Unemployment	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 108,298	\$ 39,835	\$ 3,614,664
Investments	-	-	571,375
Accounts receivable	-	-	-
Due from other funds	-	-	-
Prepays	-	-	-
Total current assets	<u>108,298</u>	<u>39,835</u>	<u>4,186,039</u>
Noncurrent assets:			
Capital assets not being depreciated	-	-	10,190
Capital assets being depreciated, net	-	-	516,377
Total assets	<u>108,298</u>	<u>39,835</u>	<u>4,712,606</u>
Liabilities			
Accounts payable	-	30,663	198,953
Accrued liabilities	-	-	-
Due to other funds	-	-	-
Total liabilities (all current)	<u>-</u>	<u>30,663</u>	<u>198,953</u>
Net position			
Investment in capital assets	-	-	516,377
Unrestricted	<u>108,298</u>	<u>9,172</u>	<u>3,997,276</u>
Total net position	<u>\$ 108,298</u>	<u>\$ 9,172</u>	<u>\$ 4,513,653</u>

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COUNTY OF BARRY, MICHIGAN

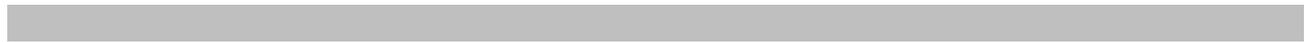
Combining Statement of Revenues, Expenses

and Changes in Net Position

Internal Service Funds

For the Year Ended December 31, 2012

	Data Processing	Telephone	Vehicle
Operating revenues			
Charges for services	\$ -	\$ 38,509	\$ -
Other revenues	-	-	-
Total operating revenues	-	38,509	-
Operating expense			
Operations	100,453	32,475	2,035
Depreciation	62,943	-	114,925
Other expense	6,022	-	-
Total operating expense	169,418	32,475	116,960
Operating income (loss)	(169,418)	6,034	(116,960)
Nonoperating revenues			
Interest revenue	-	-	-
Gain on sale of capital assets	-	-	2,350
Total nonoperating revenues	-	-	2,350
Income (loss) before transfers	(169,418)	6,034	(114,610)
Transfers			
Transfers in	441,426	-	441,426
Change in net position	272,008	6,034	326,816
Net position, beginning of year	1,085,848	49,512	986,041
Net position, end of year	\$ 1,357,856	\$ 55,546	\$ 1,312,857



Workers' Compensation	Health Insurance	Disability	Fringe Benefits	Life Insurance	Retirement
\$ 137,164 690	\$ 2,789,355 -	\$ 82,972 -	\$ 83,125 -	\$ 17,803 -	\$ 1,442,426 -
<u>137,854</u>	<u>2,789,355</u>	<u>82,972</u>	<u>83,125</u>	<u>17,803</u>	<u>1,442,426</u>
183,850	2,989,748	81,418	500	19,020	1,846,496
-	-	-	-	-	-
-	-	-	-	-	-
<u>183,850</u>	<u>2,989,748</u>	<u>81,418</u>	<u>500</u>	<u>19,020</u>	<u>1,846,496</u>
(45,996)	(200,393)	1,554	82,625	(1,217)	(404,070)
-	-	-	8,209	-	-
-	-	-	-	-	-
-	-	-	<u>8,209</u>	-	-
(45,996)	(200,393)	1,554	90,834	(1,217)	(404,070)
-	-	-	-	-	500,000
(45,996)	(200,393)	1,554	90,834	(1,217)	95,930
<u>230,671</u>	<u>617,529</u>	<u>79,724</u>	<u>740,403</u>	<u>5,587</u>	<u>55,298</u>
<u>\$ 184,675</u>	<u>\$ 417,136</u>	<u>\$ 81,278</u>	<u>\$ 831,237</u>	<u>\$ 4,370</u>	<u>\$ 151,228</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenses

and Changes in Net Position

Internal Service Funds

For the Year Ended December 31, 2012

	Dental and Optical	Unemployment	Total
Operating revenues			
Charges for services	\$ 2,723	\$ 25,755	\$ 4,619,832
Other revenues	-	-	690
Total operating revenues	<u>2,723</u>	<u>25,755</u>	<u>4,620,522</u>
Operating expense			
Operations	-	30,663	5,286,658
Depreciation	-	-	177,868
Other expense	-	-	6,022
Total operating expense	<u>-</u>	<u>30,663</u>	<u>5,470,548</u>
Operating income (loss)	<u>2,723</u>	<u>(4,908)</u>	<u>(850,026)</u>
Nonoperating revenues			
Interest revenue	-	-	8,209
Gain of sale of capital assets	-	-	2,350
Total nonoperating revenues	<u>-</u>	<u>-</u>	<u>10,559</u>
Income (loss) before transfers	<u>2,723</u>	<u>(4,908)</u>	<u>(839,467)</u>
Transfers			
Transfers in	<u>-</u>	<u>-</u>	<u>1,382,852</u>
Change in net position	<u>2,723</u>	<u>(4,908)</u>	<u>543,385</u>
Net position, beginning of year	<u>105,575</u>	<u>14,080</u>	<u>3,970,268</u>
Net position, end of year	<u>\$ 108,298</u>	<u>\$ 9,172</u>	<u>\$ 4,513,653</u>

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COUNTY OF BARRY, MICHIGAN

Combining Statement of Cash Flows

Internal Service Funds

For the Year Ended December 31, 2012

	Data Processing	Telephone	Vehicle
Cash flows from operating activities			
Cash received from interfund services	\$ -	\$ 38,509	\$ 54,637
Cash payments to suppliers for goods and services	(114,148)	(32,475)	(2,035)
Cash payments to employees for services	-	-	-
Net cash provided by (used in) operating activities	<u>(114,148)</u>	<u>6,034</u>	<u>52,602</u>
Cash flows from non-capital financing activities			
Transfers in	<u>441,426</u>	<u>-</u>	<u>441,426</u>
Cash flows from capital and related financing activities			
Purchase of capital assets	(34,384)	-	(84,817)
Proceeds from sale of capital assets	<u>-</u>	<u>-</u>	<u>2,350</u>
Net cash used in capital and related financing activities	<u>(34,384)</u>	<u>-</u>	<u>(82,467)</u>
Cash flows from investing activities			
Purchase of investments	-	-	-
Interest income received	<u>-</u>	<u>-</u>	<u>-</u>
Net cash flows provided by (used in) investing activities	<u>-</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	292,894	6,034	411,561
Cash and cash equivalents, beginning of year	<u>893,360</u>	<u>49,512</u>	<u>613,647</u>
Cash and cash equivalents, end of year	<u>\$ 1,186,254</u>	<u>\$ 55,546</u>	<u>\$ 1,025,208</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ (169,418)	\$ 6,034	\$ (116,960)
Adjustments to reconcile operating income (loss) to net cash (used in) provided by operating activities:			
Depreciation expense	62,943	-	114,925
(Increase) decrease in:			
Accounts receivable	-	-	-
Accounts payable	(7,673)	-	54,637
Accrued liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u>\$ (114,148)</u>	<u>\$ 6,034</u>	<u>\$ 52,602</u>

Workers' Compensation	Health Insurance	Disability	Fringe Benefits	Life Insurance	Retirement
\$ 137,854	\$ 2,861,407	\$ 82,972	\$ 83,125	\$ 17,803	\$ 1,442,426
-	-	-	(500)	-	(31,289)
(184,540)	(2,989,748)	(84,014)	(500)	(19,020)	(1,846,496)
<u>(46,686)</u>	<u>(128,341)</u>	<u>(1,042)</u>	<u>82,125</u>	<u>(1,217)</u>	<u>(435,359)</u>
-	-	-	-	-	500,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(8,209)	-	-
-	-	-	8,209	-	-
-	-	-	-	-	-
(46,686)	(128,341)	(1,042)	82,125	(1,217)	64,641
<u>231,361</u>	<u>545,477</u>	<u>82,320</u>	<u>177,737</u>	<u>5,587</u>	<u>187,561</u>
<u>\$ 184,675</u>	<u>\$ 417,136</u>	<u>\$ 81,278</u>	<u>\$ 259,862</u>	<u>\$ 4,370</u>	<u>\$ 252,202</u>
\$ (45,996)	\$ (200,393)	\$ 1,554	\$ 82,625	\$ (1,217)	\$ (404,070)
-	-	-	-	-	-
-	72,052	-	-	-	-
(690)	-	-	(500)	-	(31,289)
-	-	(2,596)	-	-	-
<u>\$ (46,686)</u>	<u>\$ (128,341)</u>	<u>\$ (1,042)</u>	<u>\$ 82,125</u>	<u>\$ (1,217)</u>	<u>\$ (435,359)</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Cash Flows

Internal Service Funds

For the Year Ended December 31, 2012

	Dental and Optical	Unemployment	Total
Cash flows from operating activities			
Cash received from interfund services	\$ 2,723	\$ 25,755	\$ 4,747,211
Cash payments to suppliers for goods and services	-	-	(180,447)
Cash payments to employees for services	-	(39,222)	(5,163,540)
Net cash provided by (used in) operating activities	<u>2,723</u>	<u>(13,467)</u>	<u>(596,776)</u>
Cash flows from non-capital financing activities			
Transfers in	-	-	1,382,852
Cash flows from capital and related financing activities			
Purchase of capital assets	-	-	(119,201)
Proceeds from sale of capital assets	-	-	2,350
Net cash used in capital and related financing activities	<u>-</u>	<u>-</u>	<u>(116,851)</u>
Cash flows from investing activities			
Purchase of investments	-	-	(8,209)
Interest income received	-	-	8,209
Net cash flows provided by (used in) investing activities	<u>-</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	2,723	(13,467)	669,225
Cash and cash equivalents, beginning of year	105,575	53,302	2,945,439
Cash and cash equivalents, end of year	<u>\$ 108,298</u>	<u>\$ 39,835</u>	<u>\$ 3,614,664</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ 2,723	\$ (4,908)	\$ (850,026)
Adjustments to reconcile operating income (loss) to net cash (used in) provided by operating activities:			
Depreciation expense	-	-	177,868
(Increase) decrease in:			
Accounts receivable	-	-	72,052
Accounts payable	-	(8,559)	5,926
Accrued liabilities	-	-	(2,596)
Net cash provided by (used in) operating activities	<u>\$ 2,723</u>	<u>\$ (13,467)</u>	<u>\$ (596,776)</u>

concluded

COUNTY OF BARRY, MICHIGAN

Combining Statement of Fiduciary Assets and Liabilities

Agency Funds
December 31, 2012

	Trust and Agency	Library	Inmate Trust	Total
Assets				
Cash and cash equivalents	\$ 441,774	\$ -	\$ 3,533	\$ 445,307
Investments	-	50,092	-	50,092
Total assets	\$ 441,774	\$ 50,092	\$ 3,533	\$ 495,399
Liabilities				
Accounts payable	\$ 189,886	\$ -	\$ 3,533	\$ 193,419
Due to other governments	164,378	-	-	164,378
Undistributed receipts	87,510	50,092	-	137,602
Total liabilities	\$ 441,774	\$ 50,092	\$ 3,533	\$ 495,399

COUNTY OF BARRY, MICHIGAN

Combining Statement of Fiduciary Net Position

Private Purpose Trust Funds

December 31, 2012

	Cooperative Extension 4H	Norris Road Trees	Total
Assets			
Cash and cash equivalents	<u>\$ 33,067</u>	<u>\$ 7,196</u>	<u>\$ 40,263</u>
Net position			
Held in trust for private purposes	<u>\$ 33,067</u>	<u>\$ 7,196</u>	<u>\$ 40,263</u>

COUNTY OF BARRY, MICHIGAN

Combining Statement of Changes in Fiduciary Net Position

Private Purpose Trust Funds

For the Year Ended December 31, 2012

	Cooperative Extension 4H	Norris Road Trees	Total
Additions			
Intergovernmental	\$ 47,009	\$ -	\$ 47,009
Deductions			
Services to beneficiaries	40,199	-	40,199
Change in net position	6,810	-	6,810
Net position, beginning of year	26,257	7,196	33,453
Net position, end of year	<u>\$ 33,067</u>	<u>\$ 7,196</u>	<u>\$ 40,263</u>

COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet
 Drainage Districts Component Unit
 December 31, 2012

	Debt Service	Capital Projects			Total
	Algonquin Lake Dam Project	Regular Drain	Gun Lake Weed Assessment	Revolving Drain Maintenance	
Assets					
Cash and cash equivalents	\$ 89,184	\$ -	\$ 42,687	\$ -	\$ 131,871
Investments	-	173,470	214,376	10,499	398,345
Special assessments receivable	225,693	1,137,920	84,232	-	1,447,845
Due from other funds	99,286	-	-	-	99,286
Total assets	\$ 414,163	\$ 1,311,390	\$ 341,295	\$ 10,499	\$ 2,077,347
Liabilities					
Negative equity in pooled cash and cash equivalents	\$ -	\$ 225,597	\$ -	\$ 9,523	\$ 235,120
Accounts payable	-	5,210	-	-	5,210
Due to other funds	-	99,286	-	-	99,286
Total liabilities	-	330,093	-	9,523	339,616
Deferred inflows of resources					
Resources not currently available	187,128	920,949	-	-	1,108,077
Fund balances					
Restricted	227,035	60,348	341,295	976	629,654
Total liabilities, deferred inflows of resources and fund balances	\$ 414,163	\$ 1,311,390	\$ 341,295	\$ 10,499	\$ 2,077,347

COUNTY OF BARRY, MICHIGAN

Reconciliation

Fund Balances for Governmental Funds
to Net Position of Governmental Activities
Drainage Districts Component Unit
December 31, 2012

Fund balances - total governmental funds \$ 629,654

Amounts reported for *governmental activities* in the statement of net position are different because:

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

Capital assets not being depreciated	56,433
Capital assets being depreciated, net	2,999,726

Certain assets, such as special assessments receivable, are not due and payable in the current period and therefore are not reported in the funds.

Deferred special assessments receivable	1,108,077
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Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.

Bonds and loans payable	(1,294,400)
Accrued interest payable	(19,081)

Net position \$ 3,480,409

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Drainage Districts Component Unit
For the Year Ended December 31, 2012

	Debt Service	Capital Projects			Total
	Algonquin Lake Dam Project	Regular Drain	Gun Lake Weed Assessment	Revolving Drain Maintenance	
Revenues					
Special assessments	\$ 155,402	\$ 358,286	\$ 99,078	\$ -	\$ 612,766
Interest	-	372	1,052	654	2,078
Total revenues	155,402	358,658	100,130	654	614,844
Expenditures					
Current:					
Public works	434,615	364,694	99,039	10,243	908,591
Debt service:					
Principal	-	108,370	-	-	108,370
Interest	3,701	25,119	-	-	28,820
Total expenditures	438,316	498,183	99,039	10,243	1,045,781
Revenues over (under) expenditures	(282,914)	(139,525)	1,091	(9,589)	(430,937)
Other financing sources					
Issuance of long-term debt	410,000	-	-	-	410,000
Net changes in fund balances	127,086	(139,525)	1,091	(9,589)	(20,937)
Fund balances, beginning of year, as restated (Note 16)	99,949	199,873	340,204	10,565	650,591
Fund balances, end of year	\$ 227,035	\$ 60,348	\$ 341,295	\$ 976	\$ 629,654

COUNTY OF BARRY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
Drainage District Component Unit
For the Year Ended December 31, 2012

Net change in fund balances - total governmental funds \$ (20,937)

Amounts reported for *governmental activities* in the statement of activities are different because:

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

Acquisition/construction of capital assets	598,681
Depreciation expense	(57,723)

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long term-liabilities.

Principal payments on long-term liabilities	108,370
Issuance of long-term debt	(410,000)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, but rather are deferred to the following fiscal year.

Change in deferred special assessments receivable	57,874
---	--------

Some expenses recorded 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 accrued interest payable	(8,614)
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Change in net position	<u>\$ 267,651</u>
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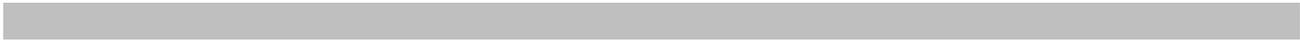
COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet - Governmental Funds

Board of Public Works Component Unit

December 31, 2012

	Debt Service		
	Fawn Lake Sewer Debt	Southwest Barry/Fair Lake Sewer	1999 Middleville Sewer
Assets			
Cash and cash equivalents	\$ 369	\$ 38	\$ 280
Leases receivable	353,675	-	455,344
Due from other governments	-	-	-
Total assets	<u>\$ 354,044</u>	<u>\$ 38</u>	<u>\$ 455,624</u>
Liabilities			
Negative equity in pooled cash cash equivalents	\$ -	\$ -	\$ -
Deferred inflows of resources			
Resources not currently available	353,675	-	455,344
Fund balances			
Restricted	<u>369</u>	<u>38</u>	<u>280</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 354,044</u>	<u>\$ 38</u>	<u>\$ 455,624</u>



Debt Service

2003 Middleville Sewer	Yankee Springs Debt	Yankee Springs Arsenic Debt	Middleville Sewer Debt 2006A	Middleville Sewer Debt 2006B	Leach and Middle Lake Sewer Debt
\$ 3,609	\$ 538	\$ 3,433	\$ 5,521	\$ 1,449	\$ -
417,596	425,927	351,859	824,356	145,770	2,432,451
-	-	-	-	-	1,202
<u>\$ 421,205</u>	<u>\$ 426,465</u>	<u>\$ 355,292</u>	<u>\$ 829,877</u>	<u>\$ 147,219</u>	<u>\$ 2,433,653</u>

\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,171
417,596	425,927	351,859	824,356	145,770	2,432,451
<u>3,609</u>	<u>538</u>	<u>3,433</u>	<u>5,521</u>	<u>1,449</u>	<u>31</u>
<u>\$ 421,205</u>	<u>\$ 426,465</u>	<u>\$ 355,292</u>	<u>\$ 829,877</u>	<u>\$ 147,219</u>	<u>\$ 2,433,653</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Balance Sheet - Governmental Funds

Board of Public Works Component Unit

December 31, 2012

	Capital Projects		Total
	Finkbeiner Crane Debt	Leach/Middle Lake Sewer Construction	
Assets			
Cash and cash equivalents	\$ 17,047	\$ -	\$ 32,284
Leases receivable	938,401	-	6,345,379
Due from other governments	-	489	1,691
Total assets	<u>\$ 955,448</u>	<u>\$ 489</u>	<u>\$ 6,379,354</u>
Liabilities			
Negative equity in pooled cash cash equivalents	\$ -	\$ 489	\$ 1,660
Deferred inflows of resources			
Resources not currently available	938,401	-	6,345,379
Fund balances			
Restricted	<u>17,047</u>	<u>-</u>	<u>32,315</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 955,448</u>	<u>\$ 489</u>	<u>\$ 6,379,354</u>

concluded

COUNTY OF BARRY, MICHIGAN

Reconciliation

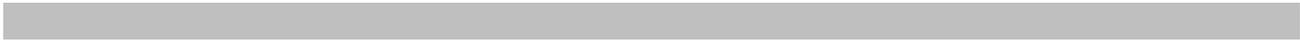
Fund Balances for Governmental Funds
to Net Position of Governmental Activities
Board of Public Works Component Unit
December 31, 2012

Fund balances - total governmental funds	\$	32,315
Amounts reported for <i>governmental activities</i> in the statement of net position are different because:		
Long-term receivables are not available to pay for current period expenditures and therefore are reported as deferred inflows of resources in the fund statements.		
Deferred leases receivable		6,345,379
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.		
Bonds and loans payable		(6,295,346)
Accrued interest payable		<u>(67,080)</u>
Net position	\$	<u><u>15,268</u></u>

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds Board of Public Works Component Unit For the Year Ended December 31, 2012

	Debt Service		
	Fawn Lake Sewer Debt	Southwest Barry/Fair Lake Sewer	1999 Middleville Sewer
Revenues			
Intergovernmental	\$ 40,858	\$ 38	\$ 100,088
Interest	1	-	59
Total revenues	<u>40,859</u>	<u>38</u>	<u>100,147</u>
Expenditures			
Current:			
Public works	321	-	-
Debt service:			
Principal	25,000	-	75,000
Interest	15,216	-	25,088
Total expenditures	<u>40,537</u>	<u>-</u>	<u>100,088</u>
Revenues over (under) expenditures	322	38	59
Other financing sources			
Issuance of long-term debt	-	-	-
Net changes in fund balances	322	38	59
Fund balances, beginning of year, as restated (Note 16)	<u>47</u>	<u>-</u>	<u>221</u>
Fund balances, end of year	<u>\$ 369</u>	<u>\$ 38</u>	<u>\$ 280</u>



Debt Service					
2003 Middleville Sewer	Yankee Springs Debt	Yankee Springs Arsenic Debt	Middleville Sewer Debt 2006A	Middleville Sewer Debt 2006B	Leach and Middle Lake Sewer Debt
\$ 228,205 147	\$ 41,332 3	\$ 27,863 2	\$ 62,297 8	\$ 13,294 8	\$ 196,054 12
<u>228,352</u>	<u>41,335</u>	<u>27,865</u>	<u>62,305</u>	<u>13,302</u>	<u>196,066</u>
250	-	-	-	-	-
205,000 22,955	30,000 11,332	20,000 7,863	45,000 17,297	10,000 3,294	148,000 59,489
<u>228,205</u>	<u>41,332</u>	<u>27,863</u>	<u>62,297</u>	<u>13,294</u>	<u>207,489</u>
147	3	2	8	8	(11,423)
-	-	-	-	-	-
147	3	2	8	8	(11,423)
<u>3,462</u>	<u>535</u>	<u>3,431</u>	<u>5,513</u>	<u>1,441</u>	<u>11,454</u>
<u>\$ 3,609</u>	<u>\$ 538</u>	<u>\$ 3,433</u>	<u>\$ 5,521</u>	<u>\$ 1,449</u>	<u>\$ 31</u>

continued...

COUNTY OF BARRY, MICHIGAN

Combining Statement of Revenues, Expenditures

and Changes in Fund Balances - Governmental Funds

Board of Public Works Component Unit

For the Year Ended December 31, 2012

	Capital Projects		
	Finkbeiner Crane Debt	Leach/Middle Lake Construction	Total
Revenues			
Intergovernmental	\$ 119,853	\$ 6,425	\$ 836,307
Interest	-	-	240
	<hr/>	<hr/>	<hr/>
Total revenues	119,853	6,425	836,547
Expenditures			
Current:			
Public works	-	138,833	139,404
Debt service:			
Principal	45,000	-	603,000
Interest	74,853	-	237,387
	<hr/>	<hr/>	<hr/>
Total expenditures	119,853	138,833	979,791
Revenues over (under) expenditures	-	(132,408)	(143,244)
Other financing sources			
Issuance of long-term debt	-	132,408	132,408
	<hr/>	<hr/>	<hr/>
Net changes in fund balances	-	-	(10,836)
Fund balances, beginning of year, as restated (Note 16)	17,047	-	43,151
	<hr/>	<hr/>	<hr/>
Fund balances, end of year	\$ 17,047	\$ -	\$ 32,315
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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COUNTY OF BARRY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
Board of Public Works Component Unit
For the Year Ended December 31, 2012

Net changes in fund balances - total governmental funds \$ (10,836)

Amounts reported for *governmental activities* in the statement of activities are different because:

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long term-liabilities.

Principal payments on long-term liabilities	603,000
Issuance of long-term debt	(132,408)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, but rather are reported as deferred inflows of resources until they are collected or available to finance current obligations.

Change in deferred leases receivable	<u>(487,639)</u>
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Change in net position	<u><u>\$ (27,883)</u></u>
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COUNTY OF BARRY, MICHIGAN

Balance Sheet

Economic Development Board Component Unit
December 31, 2012

Assets

Cash and cash equivalents	\$ -
---------------------------	------

Liabilities

Accounts payable	\$ -
------------------	------

Fund balance

Restricted	-
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Total liabilities and fund balance

	\$ -
--	------

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures

and Changes in Fund Balance - Economic Development Board Component Unit

For the Year Ended December 31, 2012

Revenues	
Intergovernmental	\$ 63,394
Expenditures	
Current:	
Community and economic development	<u>63,394</u>
Net changes in fund balance	-
Fund balance, beginning of year	<u>-</u>
Fund balance, end of year	<u><u>\$ -</u></u>

COUNTY OF BARRY, MICHIGAN

Balance Sheet

Airport Commission Component Unit
December 31, 2012

Assets	
Cash and cash equivalents	\$ 121,734
Inventories	<u>23,325</u>
Total assets	<u><u>\$ 145,059</u></u>
Liabilities	
Accounts payable	<u>\$ 995</u>
Fund balance	
Nonspendable	23,325
Restricted	<u>120,739</u>
Total fund balance	<u><u>144,064</u></u>
Total liabilities and fund balance	<u><u>\$ 145,059</u></u>

COUNTY OF BARRY, MICHIGAN

Reconciliation

Fund Balance for Governmental Fund
to Net Position of Governmental Activities
Airport Commission Component Unit
December 31, 2012

Fund balance - total governmental fund \$ 144,064

Amounts reported for *governmental activities* in the statement of net position are different because:

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

Capital assets not being depreciated 285,000

Capital assets being depreciated, net 2,044,914

Net position \$ 2,473,978

COUNTY OF BARRY, MICHIGAN

Statement of Revenues, Expenditures and Change in

Fund Balance - Airport Commission Component Unit

For the Year Ended December 31, 2012

Revenues	
Intergovernmental	\$ 90,388
Charges for services	253,903
Donations	<u>80,000</u>
Total revenues	<u>424,291</u>
Expenditures	
Current:	
Public works	235,189
Capital outlay	<u>206,550</u>
Total expenditures	<u>441,739</u>
Net change in fund balance	(17,448)
Fund balance, beginning of year	<u>161,512</u>
Fund balance, end of year	<u>\$ 144,064</u>

COUNTY OF BARRY, MICHIGAN

Reconciliation

Net Changes in Fund Balance of Governmental Fund
to Change in Net Position of Governmental Activities
Airport Commission Component Unit
For the Year Ended December 31, 2012

Net change in fund balance - total governmental fund \$ (17,448)

Amounts reported for *governmental activities* in the statement of activities are different because:

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

Acquisition/construction of capital assets	206,550
Depreciation expense	(89,505)

The County is the direct beneficiary of certain repair and maintenance projects, administered by the State of Michigan. These amounts do not represent current financial resources and are not accounted for in the governmental fund.

State-administered public works expense	(13,634)
State-administered operating grants and contributions revenue	13,634

Change in net position \$ 99,597