

# Allegran County

December 31, 2020 Audit Summary

Gabridge & Company

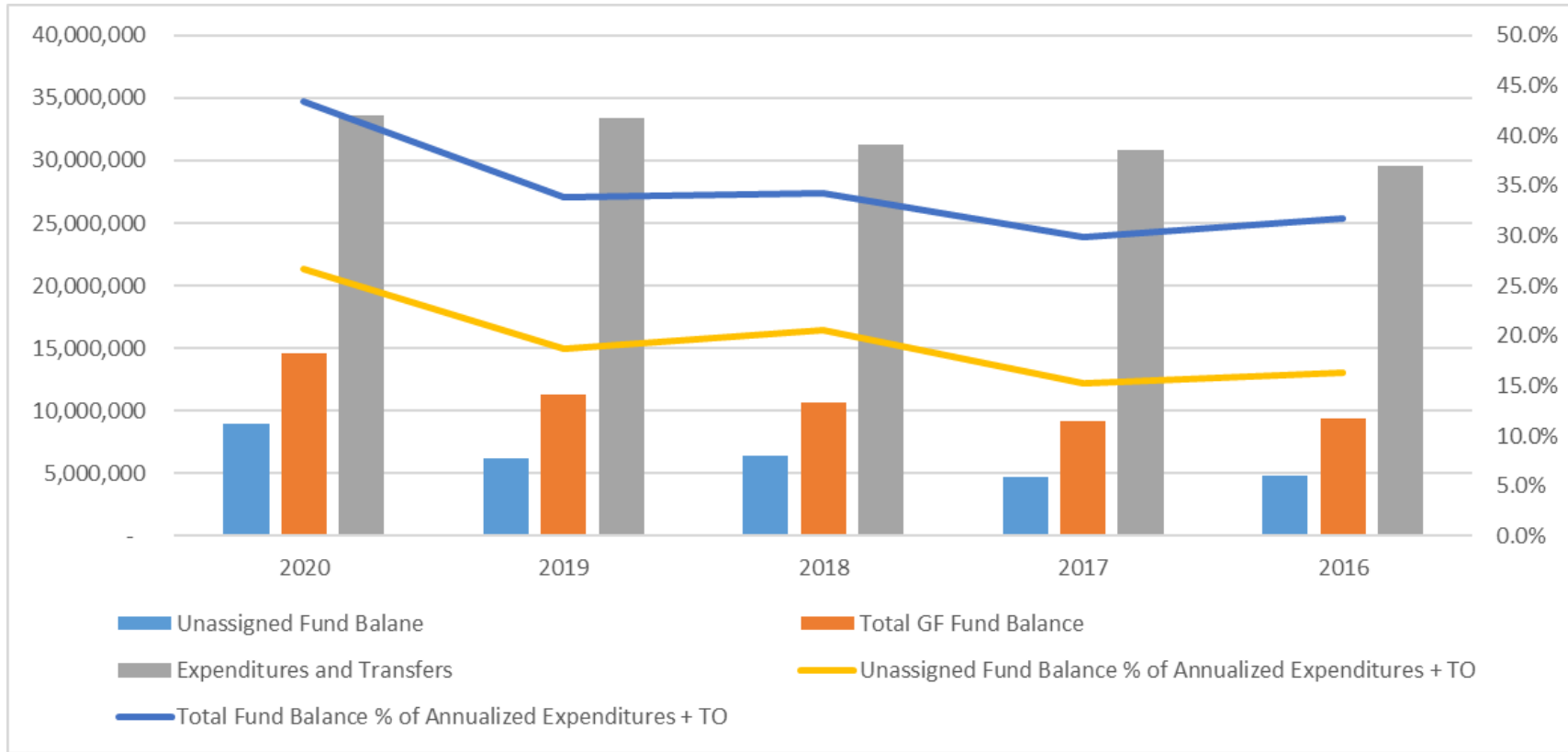
# Audit Opinion

- ▶ Issued an unmodified opinion - highest level of assurance
- ▶ Emphasis of Matter GASB 84
- ▶ No internal control deficiencies
- ▶ No deficit fund balances
- ▶ No major budget deficiencies (as defined by state)

# Financial Highlights

- ▶ Counties fund balance across all funds as of 12/31/2020 was \$36,397,247
  - ▶ Increase of \$5,751,994
- ▶ General Fund ending fund balance as of 12/31/2020 was \$14,600,737
  - ▶ Increase of \$3,312,517
  - ▶ Unassigned fund balance of \$8,946,505
  - ▶ Approximately 26.7% of annualized expenditures and transfers out

# General Fund - Fund Balance



# Statement of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and pooled investments	\$ 41,468,851	\$ 33,882,576	\$ 9,984,221	\$ 9,404,589	\$ 51,453,072	\$ 43,287,165
Accounts receivable	1,224,737	1,398,261	1,417,011	1,861,102	2,641,748	3,259,363
Property taxes receivable	3,722,722	3,539,269	4,144,519	3,280,898	7,867,241	6,820,167
Due from other governments	3,120,193	3,114,283	467,489	-	3,587,682	3,114,283
Inventory	29,991	18,673	-	-	29,991	18,673
Prepays	954,122	495,927	22,758	10,826	976,880	506,753
<b>Total Current Assets</b>	<b>50,520,616</b>	<b>42,448,989</b>	<b>16,035,998</b>	<b>14,557,415</b>	<b>66,556,614</b>	<b>57,006,404</b>
<i>Noncurrent Assets</i>						
Capital assets not being depreciated	1,247,080	1,261,202	-	-	1,247,080	1,261,202
Capital assets being depreciated, net	40,074,170	40,777,219	1,890,069	1,971,198	41,964,239	42,748,417
Advance to component unit	250,000	250,000	-	-	250,000	250,000
<b>Total Assets</b>	<b>92,091,866</b>	<b>84,737,410</b>	<b>17,926,067</b>	<b>16,528,613</b>	<b>110,017,933</b>	<b>101,266,023</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Pension	2,350,973	5,249,444	60,527	225,758	2,411,500	5,475,202
<b>Total Deferred Outflows of Resources</b>	<b>2,350,973</b>	<b>5,249,444</b>	<b>60,527</b>	<b>225,758</b>	<b>2,411,500</b>	<b>5,475,202</b>
<b>LIABILITIES</b>						
<i>Current Liabilities</i>						
Accounts payable	1,807,587	1,696,384	948,304	296,070	2,755,891	1,992,454
Accrued liabilities	2,839,264	1,121,960	109,212	280,691	2,948,476	1,402,651
Due to other governments	209,360	11,293	1,157	3,181	210,517	14,474
Unearned revenue	467,924	50,406	-	-	467,924	50,406
Accrued interest	146,338	157,274	-	-	146,338	157,274
Current portion of long-term debt	1,915,038	1,835,149	-	-	1,915,038	1,835,149
<b>Total Current Liabilities</b>	<b>7,385,511</b>	<b>4,872,466</b>	<b>1,058,673</b>	<b>579,942</b>	<b>8,444,184</b>	<b>5,452,408</b>
<i>Noncurrent Liabilities</i>						
Long-term debt	22,457,760	24,650,394	-	-	22,457,760	24,650,394
Compensated absences	1,691,413	1,335,044	76,263	83,882	1,767,676	1,418,926
Net pension liability	4,155,490	7,697,956	94,797	257,752	4,250,287	7,955,708
Internal balances	(390,000)	(657,698)	390,000	657,698	-	-
<b>Total Liabilities</b>	<b>35,300,174</b>	<b>37,898,162</b>	<b>1,619,733</b>	<b>1,579,274</b>	<b>36,919,907</b>	<b>39,477,436</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Revenues intended to finance a subsequent year	2,507,963	2,409,906	-	-	2,507,963	2,409,906
Pension	-	-	27,570	44,296	27,570	44,296
<b>Total Deferred Inflows of Resources</b>	<b>2,507,963</b>	<b>2,409,906</b>	<b>27,570</b>	<b>44,296</b>	<b>2,535,533</b>	<b>2,454,202</b>
<b>NET POSITION</b>						
Net investment in capital assets	27,793,452	27,117,878	1,890,069	1,827,000	29,683,521	28,944,878
Restricted	12,080,010	11,072,778	-	-	12,080,010	11,072,778
Unrestricted	16,761,240	11,488,130	14,449,222	13,303,801	31,210,462	24,791,931
<b>Total Net Position</b>	<b>\$ 56,634,702</b>	<b>\$ 49,678,786</b>	<b>\$ 16,339,291</b>	<b>\$ 15,130,801</b>	<b>\$ 72,973,993</b>	<b>\$ 64,809,587</b>

# Statement of Activities

	Governmental Activities		Business-type Activities		Total Primary Government	
	2020	2019	2020	2019	2020	2019
<b>Revenue</b>						
<b>Program Revenues</b>						
Charges for services	\$ 11,320,890	\$ 10,922,738	\$ 7,305,562	\$ 8,418,231	\$ 18,626,452	\$ 19,340,969
Operating grants and contributions	19,015,315	16,873,508	1,779,874	881,743	20,795,189	17,755,251
Capital grants and contributions	647,783	345,128	-	-	647,783	345,128
<b>Total Program Revenues</b>	<b>30,983,988</b>	<b>28,141,374</b>	<b>9,085,436</b>	<b>9,299,974</b>	<b>40,069,424</b>	<b>37,441,348</b>
<b>General Revenues</b>						
Taxes	26,191,710	25,258,727	1,300,177	-	27,491,887	25,258,727
Unrestricted intergovernmental revenues	2,042,545	2,714,754	-	-	2,042,545	2,714,754
Interest income	273,210	553,075	64,293	140,039	337,503	693,114
<b>Total General Revenues</b>	<b>28,507,465</b>	<b>28,526,556</b>	<b>1,364,470</b>	<b>140,039</b>	<b>29,871,935</b>	<b>28,666,595</b>
<b>Total Revenues</b>	<b>59,491,453</b>	<b>56,667,930</b>	<b>10,449,906</b>	<b>9,440,013</b>	<b>69,941,359</b>	<b>66,107,943</b>
<b>Expenses</b>						
Legislative	352,887	423,154	-	-	352,887	423,154
Judicial	8,060,693	7,320,213	-	-	8,060,693	7,320,213
General government	13,087,620	11,933,200	-	-	13,087,620	11,933,200
Public safety	17,440,636	19,325,570	-	-	17,440,636	19,325,570
Health and welfare	11,584,595	11,975,926	-	-	11,584,595	11,975,926
Recreation and culture	343,003	548,697	-	-	343,003	548,697
Public works	1,014,778	1,015,074	-	-	1,014,778	1,015,074
Community and economic development	233,246	235,159	-	-	233,246	235,159
Other expenses	408,668	412,030	-	-	408,668	412,030
Interest on long-term debt	781,379	822,960	-	-	781,379	822,960
Delinquent property tax	-	-	243,379	220,480	243,379	220,480
Medical Care Community	-	-	8,226,069	8,471,338	8,226,069	8,471,338
<b>Total Expenses</b>	<b>53,307,505</b>	<b>54,011,983</b>	<b>8,469,448</b>	<b>8,691,818</b>	<b>61,776,953</b>	<b>62,703,801</b>
<b>Changes in Net Position Before Transfers</b>	<b>6,183,948</b>	<b>2,655,947</b>	<b>1,980,458</b>	<b>748,195</b>	<b>8,164,406</b>	<b>3,404,142</b>
Transfers, net*	771,968	736,616	(771,968)	(736,616)	-	-
<b>Change in Net Position</b>	<b>6,955,916</b>	<b>3,392,563</b>	<b>1,208,490</b>	<b>11,579</b>	<b>8,164,406</b>	<b>3,404,142</b>
<i>Net Position at the Beginning of Period</i>	<i>49,678,786</i>	<i>46,286,223</i>	<i>15,130,801</i>	<i>15,119,222</i>	<i>64,809,587</i>	<i>61,405,445</i>
<b>Net Position at the End of Period</b>	<b>\$ 56,634,702</b>	<b>\$ 49,678,786</b>	<b>\$ 16,339,291</b>	<b>\$ 15,130,801</b>	<b>\$ 72,973,993</b>	<b>\$ 64,809,587</b>

# Pension

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>						
Service cost	\$ 547,472	\$ 563,239	\$ 566,872	\$ 575,360	\$ 630,413	\$ 630,185
Interest	5,302,851	5,176,056	5,158,817	5,101,578	4,873,458	4,758,873
Differences between expected and actual experience	632,920	355,330	(1,088,250)	(633,978)	331,814	-
Changes in assumptions	2,424,842	-	-	-	3,070,911	-
Changes in benefits	(3,824,839)	-	-	-	-	-
Benefit payments, including refunds	(4,558,315)	(4,445,235)	(4,395,034)	(4,251,411)	(4,111,028)	(3,889,485)
Other changes	-	-	2,160,970	-	(351)	-
<b>Net Change in Pension Liability</b>	<u>524,931</u>	<u>1,649,390</u>	<u>2,403,375</u>	<u>791,549</u>	<u>4,795,217</u>	<u>1,499,573</u>
<i>Total Pension Liability - Beginning</i>	<u>68,291,092</u>	<u>66,641,702</u>	<u>64,238,327</u>	<u>63,446,778</u>	<u>58,651,561</u>	<u>57,151,988</u>
<b>Total Pension Liability - Ending (a)</b>	<u>\$ 68,816,023</u>	<u>\$ 68,291,092</u>	<u>\$ 66,641,702</u>	<u>\$ 64,238,327</u>	<u>\$ 63,446,778</u>	<u>\$ 58,651,561</u>
<b>Plan Fiduciary Net Position</b>						
Contributions - employer	\$ 587,231	\$ 392,628	\$ 6,727,018	\$ 368,383	\$ 338,220	\$ 19,657,679
Contributions - employee	297,326	281,627	281,302	314,894	323,859	331,471
Net investment income (loss)	8,042,589	(2,507,442)	7,736,509	6,026,562	(846,351)	2,512,269
Benefit payments, including refunds	(4,558,315)	(4,445,235)	(4,395,034)	(4,251,411)	(4,111,028)	(3,889,485)
Administrative expenses	(138,479)	(127,060)	(298,081)	(119,106)	(125,827)	(92,867)
Other changes/transfers	-	(79,216)	176,601	-	-	655,392
<b>Net Change in Plan Fiduciary Net Position</b>	<u>4,230,352</u>	<u>(6,484,698)</u>	<u>10,228,315</u>	<u>2,339,322</u>	<u>(4,421,127)</u>	<u>19,174,459</u>
<i>Plan Fiduciary Net Position - Beginning</i>	<u>60,335,384</u>	<u>66,820,082</u>	<u>56,591,767</u>	<u>54,252,445</u>	<u>58,673,572</u>	<u>39,499,113</u>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<u>\$ 64,565,736</u>	<u>\$ 60,335,384</u>	<u>\$ 66,820,082</u>	<u>\$ 56,591,767</u>	<u>\$ 54,252,445</u>	<u>\$ 58,673,572</u>
<b>Net Pension Liability (Asset) - Ending (a) - (b)</b>	\$ 4,250,287	\$ 7,955,708	\$ (178,380)	\$ 7,646,560	\$ 9,194,333	\$ (22,011)
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	93.8%	88.4%	100.3%	88.1%	85.5%	100.0%

# Single Audit

Allegan County  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2020

**SECTION I - SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of auditor's report issued	Unmodified
Internal controls over financial reporting	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	No
Noncompliance material to financial statements noted?	No

**Federal Awards**

Internal control over major programs	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported

Type of auditor's report issued on compliance for major programs **Unmodified**

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

**Identification of Major Programs**

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
Coronavirus Relief Fund	21.019

Dollar threshold used to distinguish between Type A and B programs? \$ 750,000

Auditee qualified as a low-risk auditee? Yes



# Questions

