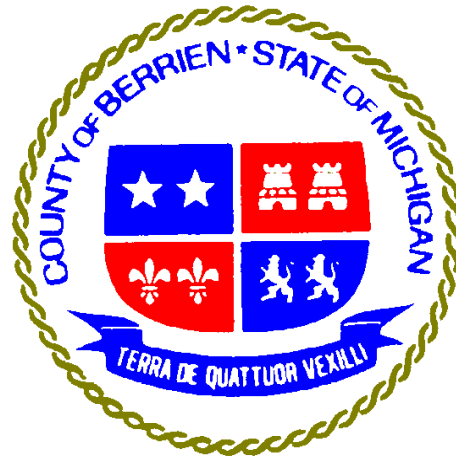


County of Berrien,
Michigan



Year Ended
December 31, 2018

Financial
Statements

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COUNTY OF BERRIEN, MICHIGAN

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INDEPENDENT AUDITORS' REPORT

June 21, 2019

Board of Commissioners
 County of Berrien, Michigan
 St. Joseph, 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 Berrien, Michigan* (the "County") as of and for the year ended December 31, 2018, 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.

Independent 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 Berrien Mental Health Authority, which represents the indicated percentage of total aggregate discretely presented component units assets and deferred outflows of resources, net position, and revenues:

	Percent of Total Assets and Deferred Outflows	Percent of Total Net Position	Percent of Total Revenues
Berrien Mental Health Authority	23.0%	12.6%	89.6%

Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Berrien Mental Health Authority, is based solely on the report 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on auditor 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 report of 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 Berrien, Michigan, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund and the major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Implementation of GASB Statement No. 75

As described in Note 19, the County implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, in the current year. Accordingly, beginning net position of the governmental activities was restated. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedules for the defined benefit pension plan and the other postemployment healthcare plan as listed in the table of contents 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 required supplementary 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 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 21, 2019 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.

A handwritten signature in black ink that reads "Rehman Loham LLC". The signature is written in a cursive, flowing style.

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MANAGEMENT'S DISCUSSION AND ANALYSIS

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

As management of the County of Berrien, Michigan (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with the accompanying audited financial statements.

Financial Highlights

· Total net position	\$ 113,944,876
· Change in total net position	3,799,260
· Fund balances, governmental funds	53,868,746
· Change in fund balances, governmental funds	6,461,810
· Unassigned fund balance, general fund	22,512,663
· Change in fund balance, general fund	1,591,526
· Installment debt outstanding	16,995,813
· Change in installment debt	(13,866,151)

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic 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 difference 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., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the 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 legislative, judicial, general government, public safety, public works, health and welfare, recreation and cultural, and community development. The business-type activities of the County include delinquent tax collections and forfeitures and public works projects.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also legally separate Drain Commission, Brownfield Redevelopment Authority, Economic Development Corporation, Land Bank Authority, and Mental Health Authority 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. The 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.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

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 individual 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, road fund, 911 county operational fund, public safety millage fund and senior citizen fund 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 fund and special revenue funds. Budgetary comparison statements or schedules have been provided to demonstrate compliance with this budget.

Proprietary Funds. The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its delinquent tax revolving fund, delinquent tax foreclosure and personal property tax funds, drain working capital, and various public works projects funds. *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 risk management and employee benefit programs. 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 revolving, Village of Berrien Springs water / sewer system fund, Coloma City water system fund and Oronoko Township water / sewer system fund, which are considered to be major funds of the County. The County's internal service funds are presented in the proprietary fund financial statements in the Governmental Activities - Internal Service Funds column.

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 statement 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* concerning the County's progress in funding its obligation to provide pension and other postemployment benefits to its employees.

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds and internal service funds are presented immediately following the required supplementary information on pensions and other postemployment benefits.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$113,944,876 at the close of the most recent fiscal year. This is an increase of \$3,799,260 from the previous year (which has a restated balance due to the implementation of GASB 75).

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and other assets	\$ 77,395,260	\$ 71,885,345	\$ 49,867,078	\$ 67,223,360	\$ 127,262,338	\$ 139,108,705
Capital assets, net	127,611,694	120,972,707	91,001	58,277	127,702,695	121,030,984
Total assets	<u>205,006,954</u>	<u>192,858,052</u>	<u>49,958,079</u>	<u>67,281,637</u>	<u>254,965,033</u>	<u>260,139,689</u>
Deferred outflows of resources	30,627,050	40,744,124	-	-	30,627,050	40,744,124
Long-term debt	4,032,804	4,174,432	15,884,122	29,548,983	19,916,926	33,723,415
Other liabilities	119,420,031	92,734,553	756,372	947,087	120,176,403	93,681,640
Total liabilities	<u>123,452,835</u>	<u>96,908,985</u>	<u>16,640,494</u>	<u>30,496,070</u>	<u>140,093,329</u>	<u>127,405,055</u>
Deferred inflows of resources	31,553,878	26,166,663	-	-	31,553,878	26,166,663
Net position:						
Net investment in capital assets	126,500,003	119,659,726	91,001	58,277	126,591,004	119,718,003
Restricted	20,603,570	17,326,529	-	-	20,603,570	17,326,529
Unrestricted (deficit)	(66,476,282)	(26,459,727)	33,226,584	36,727,290	(33,249,698)	10,267,563
Total net position	<u>\$ 80,627,291</u>	<u>\$ 110,526,528</u>	<u>\$ 33,317,585</u>	<u>\$ 36,785,567</u>	<u>\$ 113,944,876</u>	<u>\$ 147,312,095</u>

A portion of the County's net position, \$126,591,004 reflects its investment in capital assets (e.g., land, construction in progress, land improvements, building, 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's 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.

An additional portion of the County's net position of \$20,603,570 represents resources that are subject to external restrictions on how they may be used. The County remaining balance of *unrestricted net position* of negative \$33,249,698 is the result of GASB 75 implementation in the current year.

The County implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, in the current year. In addition to expanded disclosure requirements, the County is required to report a net other postemployment benefits liability on the statement of net position. This change contributed to a decrease in net position that resulted in a total net position of governmental activities of \$80,627,291. Of this amount, (\$66,476,282) is unrestricted net position (deficit), \$126,500,003 is net investment in capital assets and \$20,603,570 is restricted for other purposes. The operating results of the general fund will have a significant impact on the change in unrestricted net position from year to year.

There was an increase of \$3,277,041 in restricted net position reported in connection with the County's governmental activities. This increase was primarily the result of the Road Fund increase of \$5,142,990, which is partially due to project delays, net of reductions in functional activities of \$444,781 and state mandated programs and other items of \$1,180,587.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

	Changes in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues						
Program revenues:						
Charges for services	\$ 13,475,924	\$ 14,481,832	\$ 3,676,263	\$ 5,657,072	\$ 17,152,187	\$ 20,138,904
Operating grants and contributions	55,146,893	32,427,616	425,360	11,284	55,572,253	32,438,900
General revenues:						
Property taxes	46,821,441	45,873,961	-	-	46,821,441	45,873,961
Grants and contributions not restricted to specific programs	557,005	190,935	-	-	557,005	190,935
Unrestricted investment earnings	340,451	32,180	-	-	340,451	32,180
Total revenues	116,341,714	93,006,524	4,101,623	5,668,356	120,443,337	98,674,880
Expenses						
Legislative	1,403,676	1,386,105	-	-	1,403,676	1,386,105
Judicial	13,027,560	13,675,352	-	-	13,027,560	13,675,352
General government	20,369,186	21,553,528	-	-	20,369,186	21,553,528
Public safety	31,191,202	31,159,720	-	-	31,191,202	31,159,720
Public works	21,033,127	4,262,649	-	-	21,033,127	4,262,649
Health and welfare	23,231,746	22,582,973	-	-	23,231,746	22,582,973
Recreation and cultural	1,893,723	2,062,684	-	-	1,893,723	2,062,684
Community development	1,741,520	2,767,792	-	-	1,741,520	2,767,792
Other governmental activities	494,462	758,199	-	-	494,462	758,199
Interest on long-term debt	17,348	7,159	-	-	17,348	7,159
Delinquent tax collections/forfeitures	-	-	1,564,992	1,262,813	1,564,992	1,262,813
Public works projects	-	-	675,535	2,246,647	675,535	2,246,647
Total expenses	114,403,550	100,216,161	2,240,527	3,509,460	116,644,077	103,725,621
Change in net position, before transfers and special item	1,938,164	(7,209,637)	1,861,096	2,158,896	3,799,260	(5,050,741)
Transfers	5,329,078	860,384	(5,329,078)	(860,384)	-	-
Special item	-	78,547,782	-	-	-	78,547,782
Change in net position	7,267,242	72,198,529	(3,467,982)	1,298,512	3,799,260	73,497,041
Net position:						
Beginning of year	110,526,528	38,327,999	36,785,567	35,487,055	147,312,095	73,815,054
Restatement for implementation of GASB 75	(37,166,479)	-	-	-	(37,166,479)	-
End of year	\$ 80,627,291	\$ 110,526,528	\$ 33,317,585	\$ 36,785,567	\$ 113,944,876	\$ 147,312,095

COUNTY OF BERRIEN, MICHIGAN

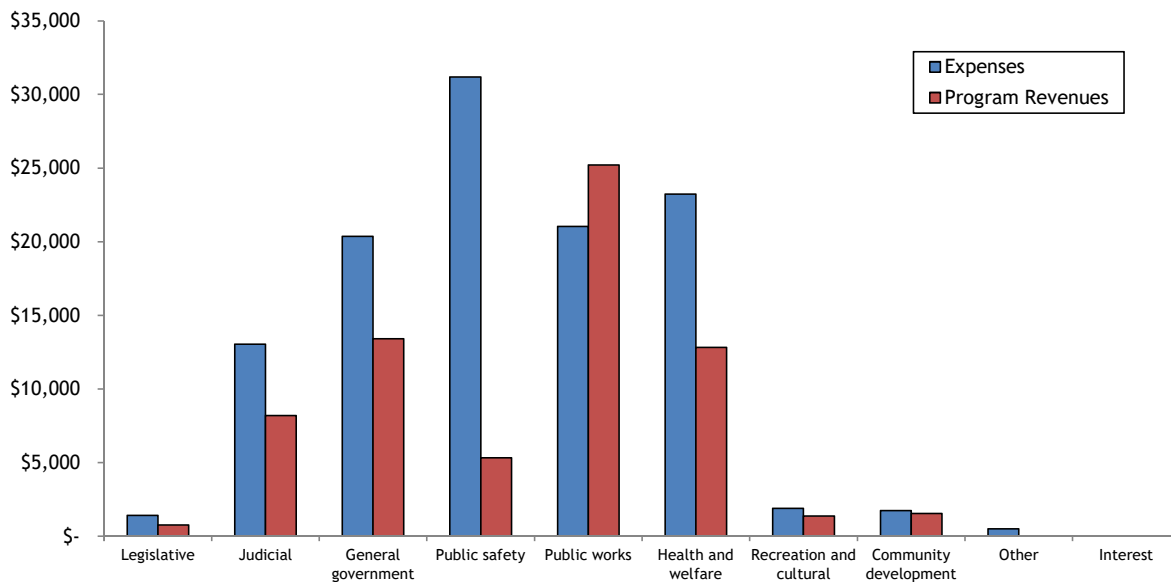
Management's Discussion and Analysis

The County's net position increased by \$3,799,260 during the current fiscal year. This increase was driven by a governmental activities increase of \$7,267,242 and an decrease in business-type activities balances of \$3,467,982.

Governmental Activities. Governmental activities increased the County's net position by \$7,267,242. Key elements of this increase are as follows:

- Decreased charges for services of \$1,005,908 (6.9 percent).
- Increased operating grants and contributions of \$22,719,277 (70.0 percent) resulting primarily from an increase of \$21,577,516 in Road Department revenue due to a full year of operations compared to one quarter in the prior year.
- Increase in property taxes of \$947,480 (2.1 percent) driven by a small increase in taxable values.
- Increase in expenses of \$14,187,389 (14.2 percent) driven by a full year of the Road Department compared with one quarter the prior year in the amount of \$17,616,213 and net decreases in other functional areas.
- Increase in transfers from the tax revolving fund (business-type activity) of \$4,468,694 driven by a large capital project.

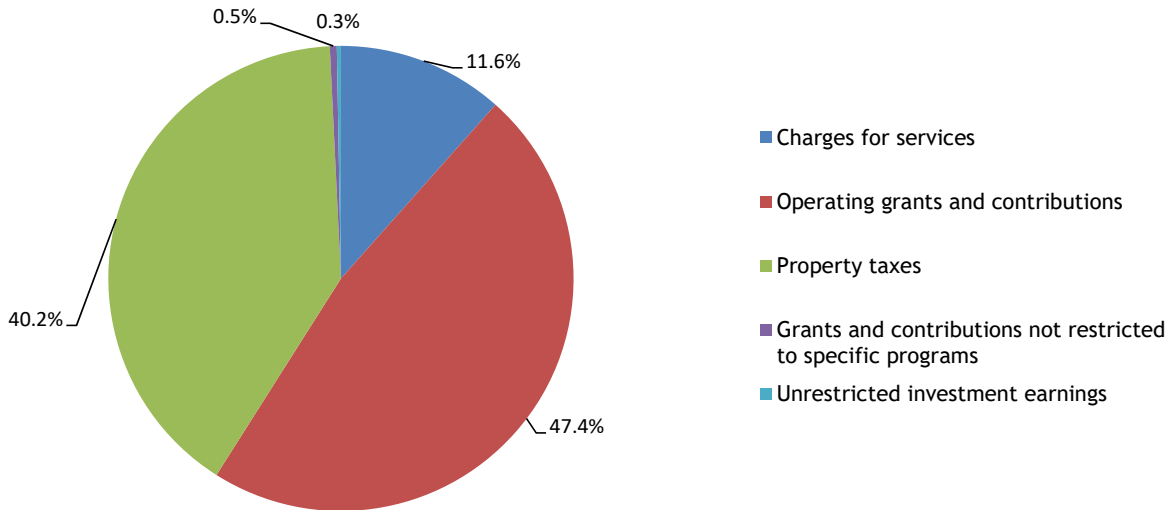
Expenses and Program Revenues - Governmental Activities (in thousands)



COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

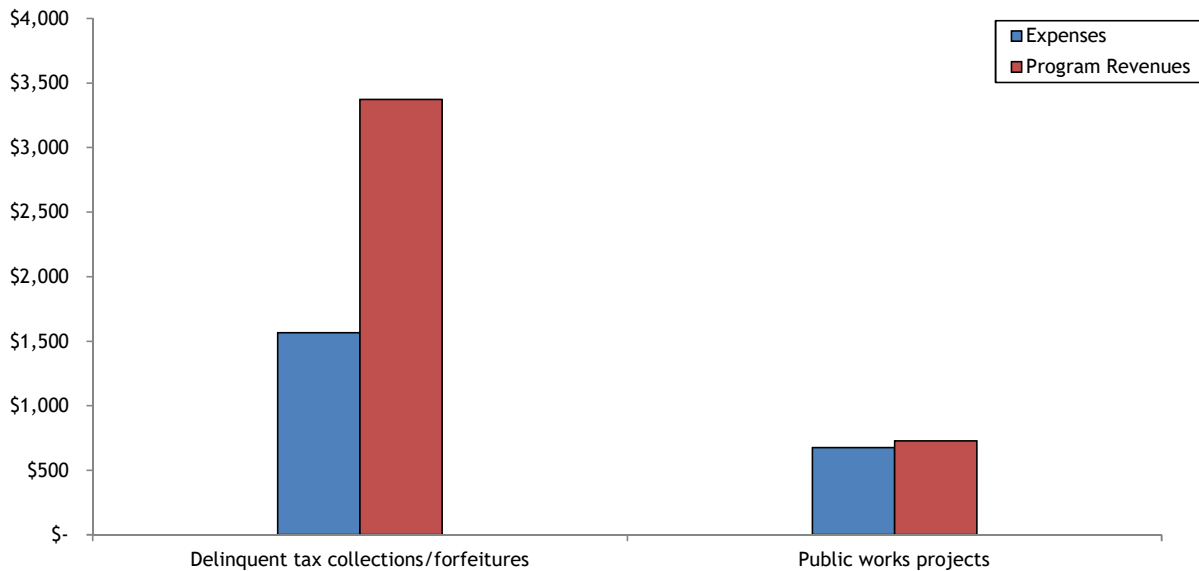
Revenues by Source - Governmental Activities



Business-type Activities. Business-type activities decreased the County's net position by \$3,467,982. Key elements of this decrease are as follows:

- A \$4,468,694 increase in transfers to governmental activities primarily for capital projects.
- Delinquent Tax Revolving Fund admin and interest revenue continuing to outpace expenses for normal operations by \$2,067,589.

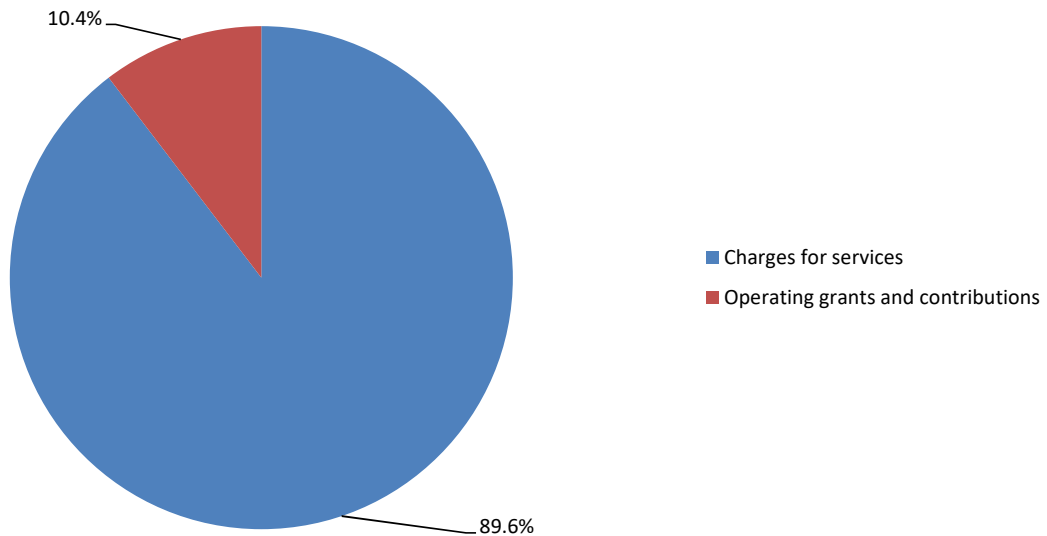
Expenses and Program Revenues - Business-type Activities (in thousands)



COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

Revenues by Source - Business-type Activities



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 \$53,868,746, an increase of \$6,461,810 in comparison with the prior year. Of the total fund balance, \$22,512,663 (41.8%) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is not available for new spending because it has already been 1) classified as nonspendable for notes receivable, prepaid items, inventory and advances to other funds or component units (\$2,108,785), 2) restricted for various purposes (\$19,404,138) or 3) committed for various projects (\$9,843,160).

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 \$22,512,663, while total fund balance reached \$23,557,663. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 39.0 percent of total general fund expenditures and transfers out, while total fund balance represents 40.8 percent of that same amount.

The fund balance of the County's general fund increased by \$1,591,526 during the current fiscal year. Key factors in this increase are as follows:

- An increase in tax revenues of \$1,153,998, driven by current taxes real property taxes of \$1,075,254, created by an increase in taxable values, and small increases in delinquent property tax collections and industrial/commercial taxes totaling \$92,445.
- A decrease in licenses and permits revenue of \$6,242.
- A decrease in intergovernmental revenue of \$64,578 created by decreases in state personal property reimbursement of \$270,981 and federal grants of \$43,270, partially offset by increases in state grants and reimbursements of \$218,304 and state revenue sharing of \$31,514.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

- A decrease in charges for services of \$312,947 driven by decreases in judicial fees and services of \$181,304, indigent defense \$44,424, prosecutor \$49,534, register of deeds \$148,409, and building and grounds services \$61,313, partially offset by increases in county clerk fees and services of \$57,026, elections \$63,685, drain commissioner fees \$27,316, and public safety \$27,060.
- A decrease in fines and forfeitures revenue of \$85,000.
- An increase in interest revenue of \$288,606.
- An increase in other revenues and reimbursements of \$397,702 driven by an increase in indirect cost and admin fees of \$205,026, insurance premium refund from the self-insurance pool of \$161,149, and election cost reimbursements of \$37,608.
- An increase in expenditures of \$1,721,280 (3.7 percent) of which \$1,328,430 is employee costs for salaries and fringe benefits driven by OPEB contributions, a decrease of \$685,000 due to a prior year repayment to the U.S. Department of Commerce's Economic Development Administration for disallowed costs on the Revolving Loan Fund Program grant, and \$1,077,850 increase in other non-personnel costs.
- A decrease in interfund net transfers of \$579,561.
- An increase in proceeds from capital lease exceeding capital lease expenditures of \$25,835.

The fund balance of the roads fund increased by \$5,142,990, primarily due to revenues outpacing required expenditures created by project delays.

The fund balance of the 911 county operational fund increased by \$295,023, primarily due to tax collections and charges for services outpacing required expenditures for the year.

The fund balance of the public safety millage fund decreased by \$126,625, due to appropriations for public safety activities outpacing tax revenues for the year.

The fund balance of the senior citizen fund decreased by \$23,615, due to timing of receipts vs distribution of tax collections for the year.

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

Unrestricted net position of the delinquent tax revolving funds at the end of the year amounted to \$32,515,940. A decrease of \$3,261,489 was driven by transfers of \$5,329,078 to other funds for projects in excess of normal operating revenues net of expenses.

General Fund Budgetary Highlights

The general fund budgeted no change in fund balance and the actual increase in fund balance was \$1,591,526. Budgetary variances are as follows:

- Tax revenues had a favorable budgetary variance of \$597,775, the majority of which is better than anticipated current tax collections of \$516,710, payment in lieu of taxes and industrial and commercial taxes of \$180,476, partially offset by less than anticipated delinquent tax collections of \$99,412.
- Intergovernmental revenue has a favorable budgetary variance of \$497,056 primarily created by a better than anticipated personal property reimbursement from the state of \$159,828, state reimbursements, grants, and funding of \$271,713, state revenue sharing of \$42,549, and federal grant revenue of \$21,498.
- Charges for services had an unfavorable budgetary variance \$198,001. The variance is made up of unfavorable variances in court fees and charges of \$636,381, indigent defense fees of \$62,705, building and grounds of \$60,000, partially offset by favorable registrar of deeds fees of \$248,877, county clerk fees of \$128,780, drain commissioner fees of \$58,978, and public safety fees and charges of \$82,157, all other functional areas for net favorable of \$42,293.
- Other revenue had an unfavorable budget variance of \$47,929, the majority of which is worse than anticipated indirect cost and administration reimbursements of \$65,079 and election reimbursements of \$21,554, all other net favorability of \$38,704.
- Lower than projected licenses and permits of \$14,759 and fines and forfeitures of \$156,332.
- Interest revenue has a favorable budget variance of \$265,988.
- Other financing sources (uses) unfavorable \$3,124,953 primarily due to lower than budgeted transfers in from other funds.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

- Expenditures had an overall favorable budgetary variance of \$3,772,681 to the amended budget. Almost all functional areas contributed to a favorable variance compared to the original budget of \$3,911,500.

The general fund amended budget had appropriations to other funds (transfers out) of \$10,048,022, which was greater than appropriations of \$9,561,431 by \$486,591.

During the year, there was a \$138,819 increase in appropriations (transfers out) between the original and final amended budget because of an increase in available funds. The key factors in the increase of available funds were a decrease in other governmental activities related to a decrease in contingencies and lower than originally budgeted departmental expenditures.

Capital Asset and Debt Administration

Capital Assets. The County's capital assets for its governmental and business-type activities as of December 31, 2018 amounted to \$127,702,695 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings, equipment, and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 5.5 percent (a 5.5 percent increase for governmental activities and a 56.2 percent increase for business-type activities).

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

- Jail intake renovations at a cost of \$5,042,131.
- Acquisition of road department vehicles at a cost of \$1,228,917.
- Development of Paw Paw River County Park at a cost of \$657,088.
- Upgrade desktop computers at a cost of \$250,868.
- Parks land acquisition and other improvements at a cost of \$135,832.
- Acquisition of law enforcement vehicles at a cost of \$249,313.
- Security improvements at a cost of \$144,502.
- Road department infrastructure additions at cost of \$7,992,410.
- Acquisition of Berrien Bus vehicles at a cost of \$445,325.
- Acquisition of various law enforcement equipment and software at a cost of \$303,624.
- Road department building improvements at a cost of \$136,786.
- Other building and grounds improvements, vehicles, equipment, software, and hardware at a cost of \$240,220.
- Disposal of assets with a net book value of \$52,700.
- Annual depreciation of assets in the amount of \$8,812,523.

	Capital Assets (net of depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$ 20,710,561	\$ 21,019,989	\$ -	\$ -	\$ 20,710,561	\$ 21,019,989
Construction in progress	6,532,472	1,223,740	-	6,694	6,532,472	1,230,434
Land improvements	3,336,143	2,365,437	-	-	3,336,143	2,365,437
Buildings	28,049,570	28,937,998	-	-	28,049,570	28,937,998
Equipment	6,907,170	6,804,551	91,001	51,583	6,998,171	6,856,134
Infrastructure	62,075,778	60,620,992	-	-	62,075,778	60,620,992
Total capital assets, net	\$127,611,694	\$120,972,707	\$ 91,001	\$ 58,277	\$ 127,702,695	\$ 121,030,984

The County conducts an annual inventory of its capital assets and an appraisal for insurance purposes using an outside service.

Additional information on the County's capital assets can be found in the notes to the financial statements.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

Long-term Debt. At the end of the current fiscal year, the County had total debt outstanding of \$16,995,813 excluding compensated absences, which is fully backed by the full faith and credit of the government.

	Bonds and Notes					
	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
General obligation bonds	\$ -	\$ -	\$ 10,762,924	\$ 27,798,924	\$ 10,762,924	\$ 27,798,924
General obligation limited tax notes	-	-	5,139,286	1,837,171	5,139,286	1,837,171
Notes payable	899,975	1,131,845	-	-	899,975	1,131,845
Installment purchase agreements	211,716	181,136	-	-	211,716	181,136
Unamortized bond discount	-	-	(25,985)	(95,887)	(25,985)	(95,887)
Unamortized bond premium	-	-	7,897	8,775	7,897	8,775
Total	\$ 1,111,691	\$ 1,312,981	\$ 15,884,122	\$ 29,548,983	\$ 16,995,813	\$ 30,861,964

The County's total installment debt decreased by \$13,866,151 (44.9 percent) during the current fiscal year. The key factors in this decrease were due to refunding of Benton Township Water System bonds in the amount of \$16,320,000, payments on other water and sewer bonded projects of \$716,000, repayment of road fund notes of \$231,870 which was partially offset by an increase in delinquent tax notes \$3,302,115.

The County maintains an Aa2 rating from Moody's (equivalent to a "AA" rating from Standard & Poors) for its general obligation debt. The rating reflects the County's recent history of strong financial reserves and maintenance of a low overall debt burden.

State statutes limit the amount of general obligation debt a governmental entity may issue up to 10 percent of its total state equalized valuation. The current debt limitation for the County is \$958,929,334 which is significantly higher than the County's outstanding general obligation debt.

In 2018, the County issued \$11,000,000 of general obligation limited tax notes to finance the Delinquent Tax Revolving Fund as part of its normal operating process.

Additional information on the County's long-term debt can be found in the notes to the financial statements.

Economic Factors and Next Year's Budget and Rates

The following factors were considered in preparing the County's budget for the 2019 fiscal year:

- The average annual unemployment rate for the County for 2018 was 4.8 percent, which is slightly better than a year ago. This is worse than the State's average annual unemployment rate of 4.1 percent and national average of 3.9 percent for 2018. The average unemployment rate for the County for 2019 through March is 4.5 percent.
- Economic developments of a few years ago slowed taxable value growth. Over the last five years taxable values have increased at an average rate of 2.4 percent per year. The 2019 budget assumes taxable values increase from the 2018 taxable valuation by 2.5 percent.
- Interest rates remained somewhat stagnant over the past few years. The 2019 budget assumes an increase in interest earned.
- Each year, the State of Michigan provides guidance on state revenue sharing the County is to receive during the year. The 2019 budget reflects this guidance.
- Defined benefit plan maintenance costs are a large cost to the County. The 2019 employer contribution percentages as determined by actuarial recommendations are down slightly from 2018 budget.
- Health insurance coverage for the County is self-funded. The County, as other governmental entities and the private sector, has experienced cost pressures over time. The employee's percentage share of health insurance cost remained the same for 2019 from the 2018 budgeted level.

COUNTY OF BERRIEN, MICHIGAN

Management's Discussion and Analysis

During the current fiscal year, unassigned fund balance in the general fund was \$22,512,663. The County has committed to maintaining a sufficient general fund balance to provide fiscal flexibility and to meet unforeseen emergencies. The County has adopted a balanced budget for 2019 without the need to appropriate any of this amount for spending. It is intended that this approach will avoid the need to raise taxes or charges during the 2019 fiscal year.

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 County of Berrien's finances. Questions concerning any of the information provided in this report or requests for additional financial information may be addressed to the County of Berrien Administration Center, Financial Services Department, 701 Main Street, St. Joseph, Michigan 49085-1316.

BASIC FINANCIAL STATEMENTS

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COUNTY OF BERRIEN, MICHIGAN

Statement of Net Position

December 31, 2018

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and cash equivalents	\$ 48,638,277	\$ 11,187,491	\$ 59,825,768	\$ 16,591,304
Investments	5,875,497	19,944,515	25,820,012	-
Restricted cash	2,656,627	-	2,656,627	594,785
Receivables, net	19,325,646	18,661,825	37,987,471	29,319,187
Internal balances	(50,000)	50,000	-	-
Prepaid items and other assets	949,213	23,247	972,460	468,518
Net other postemployment benefit asset	-	-	-	560,072
Capital assets not being depreciated	27,243,033	-	27,243,033	1,585,201
Capital assets being depreciated, net	100,368,661	91,001	100,459,662	23,269,789
Total assets	205,006,954	49,958,079	254,965,033	72,388,856
Deferred outflows of resources				
Deferred pension amounts	26,371,880	-	26,371,880	3,178,252
Deferred other postemployment benefits amounts	4,255,170	-	4,255,170	82,289
Deferred charge on refunding	-	-	-	151,631
Total deferred outflows of resources	30,627,050	-	30,627,050	3,412,172
Liabilities				
Accounts payable and accrued expenses	6,084,006	756,372	6,840,378	7,509,239
Unearned revenue	899,487	-	899,487	-
Long-term liabilities:				
Due within one year	3,270,822	5,871,008	9,141,830	4,987,893
Due in more than one year	761,982	10,013,114	10,775,096	19,484,604
Net pension liability (due in more than one year)	76,694,795	-	76,694,795	2,817,244
Net other postemployment benefits liability (due in more than one year)	35,741,743	-	35,741,743	-
Total liabilities	123,452,835	16,640,494	140,093,329	34,798,980
Deferred inflows of resources				
Taxes levied for a subsequent period	9,304,413	-	9,304,413	-
Deferred pension amounts	18,710,629	-	18,710,629	3,010,895
Deferred other postemployment benefits amounts	3,538,836	-	3,538,836	191,370
Total deferred inflows of resources	31,553,878	-	31,553,878	3,202,265
Net position				
Net investment in capital assets	126,500,003	91,001	126,591,004	8,201,169
Restricted for:				
Judicial	270,923	-	270,923	-
Public works	13,679,306	-	13,679,306	-
Public safety	3,670,106	-	3,670,106	-
Health and welfare	2,402,316	-	2,402,316	-
Recreation and cultural	325,510	-	325,510	-
State mandated programs and other purposes	251,858	-	251,858	24,486,326
Debt service	3,551	-	3,551	-
Unrestricted (deficit)	(66,476,282)	33,226,584	(33,249,698)	5,112,288
Total net position	\$ 80,627,291	\$ 33,317,585	\$ 113,944,876	\$ 37,799,783

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Activities

For the Year Ended December 31, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
Governmental activities:					
Legislative	\$ 1,403,676	\$ 2,234	\$ 750,878	\$ -	\$ (650,564)
Judicial	13,027,560	3,684,733	4,500,958	-	(4,841,869)
General government	20,369,186	3,708,787	9,697,615	-	(6,962,784)
Public safety	31,191,202	3,858,812	1,463,783	-	(25,868,607)
Public works	21,033,127	382,900	24,827,409	-	4,177,182
Health and welfare	23,231,746	621,275	12,195,988	-	(10,414,483)
Recreation and cultural	1,893,723	704,539	672,297	-	(516,887)
Community development	1,741,520	512,644	1,025,733	-	(203,143)
Other governmental activities	494,462	-	12,232	-	(482,230)
Interest on long-term debt	17,348	-	-	-	(17,348)
Total governmental activities	114,403,550	13,475,924	55,146,893	-	(45,780,733)
Business-type activities:					
Delinquent tax collections/forfeitures	1,564,992	2,957,919	414,694	-	1,807,621
Public works projects	675,535	718,344	10,666	-	53,475
Total business-type activities	2,240,527	3,676,263	425,360	-	1,861,096
Total primary government	\$ 116,644,077	\$ 17,152,187	\$ 55,572,253	\$ -	\$ (43,919,637)
Component units					
Drain commission	\$ 4,173,431	\$ 5,250	\$ 1,130,670	\$ 3,580,804	\$ 543,293
Brownfield redevelopment authority	958,824	11,764	69	-	(946,991)
Economic development corporation	54,124	-	11,492	-	(42,632)
Land bank authority	39,891	27,331	-	-	(12,560)
Mental health authority	51,130,069	47,086,807	4,348,907	-	305,645
Total component units	\$ 56,356,339	\$ 47,131,152	\$ 5,491,138	\$ 3,580,804	\$ (153,245)

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COUNTY OF BERRIEN, MICHIGAN

Statement of Activities

For the Year Ended December 31, 2018

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Changes in net position				
Net (expenses) revenues	\$ (45,780,733)	\$ 1,861,096	\$ (43,919,637)	\$ (153,245)
General revenues:				
Property taxes	46,821,441	-	46,821,441	1,191,907
Grants and contributions not restricted to specific programs	557,005	-	557,005	-
Unrestricted investment earnings	340,451	-	340,451	-
Transfers - internal activities	5,329,078	(5,329,078)	-	-
Total general revenues and transfers	53,047,975	(5,329,078)	47,718,897	1,191,907
Change in net position	7,267,242	(3,467,982)	3,799,260	1,038,662
Net position, beginning of year, as restated	73,360,049	36,785,567	110,145,616	36,761,121
Net position, end of year	\$ 80,627,291	\$ 33,317,585	\$ 113,944,876	\$ 37,799,783

concluded.

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

COUNTY OF BERRIEN, MICHIGAN

Balance Sheet Governmental Funds December 31, 2018

	General (1010)	Road (2010)	911 County Operational (2610)	Public Safety Millage (2640)
Assets				
Cash and cash equivalents	\$ 19,642,927	\$ 9,238,014	\$ 3,480,450	\$ 386,288
Investments	3,166,834	300,452	-	-
Receivables:				
Accounts	7,076	6,873	-	-
Taxes - current	1,662,801	-	3,355,979	2,610,485
Due from other governments	252,726	4,184,523	-	-
Notes	-	-	-	-
Interfund receivable	521,686	-	-	-
Prepaid items	-	39,393	-	-
Inventory	-	904,392	-	-
Advances to component units	1,045,000	-	-	-
Total assets	\$ 26,299,050	\$ 14,673,647	\$ 6,836,429	\$ 2,996,773
Liabilities				
Accounts payable	\$ 574,058	\$ 747,117	\$ 2,573	\$ -
Accrued liabilities	851,878	147,656	99,318	-
Due to other governments	-	92,695	-	-
Interfund payable	-	-	-	-
Advances from other funds	50,000	-	-	-
Unearned revenue	-	6,873	-	-
Total liabilities	1,475,936	994,341	101,891	-
Deferred inflows of resources				
Unavailable revenue - property taxes	1,265,451	-	-	-
Taxes levied for a subsequent period	-	-	3,489,100	2,714,020
Unavailable revenue - project costs	-	135,647	-	-
Total deferred inflows of resources	1,265,451	135,647	3,489,100	2,714,020
Fund balances				
Nonspendable	1,045,000	943,785	-	-
Restricted	-	12,599,874	3,245,438	282,753
Committed	-	-	-	-
Unassigned	22,512,663	-	-	-
Total fund balances	23,557,663	13,543,659	3,245,438	282,753
Total liabilities, deferred inflows of resources and fund balances	\$ 26,299,050	\$ 14,673,647	\$ 6,836,429	\$ 2,996,773

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

Senior Citizen (2700)	Nonmajor Governmental Funds	Total
\$ 85,950	\$ 13,126,507	\$ 45,960,136
-	-	3,467,286
-	155,577	169,526
2,237,563	745,417	10,612,245
2,793	2,938,833	7,378,875
-	120,000	120,000
-	-	521,686
-	-	39,393
-	-	904,392
-	-	1,045,000
<u>\$ 2,326,306</u>	<u>\$ 17,086,334</u>	<u>\$ 70,218,539</u>
\$ -	\$ 1,100,789	\$ 2,424,537
-	463,956	1,562,808
-	93,069	185,764
-	521,686	521,686
-	-	50,000
-	892,614	899,487
-	3,072,114	5,644,282
-	-	1,265,451
2,326,306	774,987	9,304,413
-	-	135,647
<u>2,326,306</u>	<u>774,987</u>	<u>10,705,511</u>
-	120,000	2,108,785
-	3,276,073	19,404,138
-	9,843,160	9,843,160
-	-	22,512,663
-	13,239,233	53,868,746
<u>\$ 2,326,306</u>	<u>\$ 17,086,334</u>	<u>\$ 70,218,539</u>

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COUNTY OF BERRIEN, MICHIGAN

Reconciliation

Fund Balances of Governmental Funds
to Net Position of Governmental Activities
December 31, 2018

Fund balances - total governmental funds	\$ 53,868,746
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	27,243,033
Capital assets being depreciated, net	100,368,661
Other long-term assets are not available to pay for current-period expenditures and therefore are not recorded in the funds.	
Unavailable property taxes	1,265,451
Unavailable project reimbursements	135,647
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 the 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	5,837,510
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Installment purchase agreements	(211,716)
Compensated absences	(2,921,113)
Notes payable	(899,975)
Certain pension and other postemployment benefit-related amounts, such as the net pension and other postemployment benefit liabilities and deferred amounts, are not due and payable in the current period or do not represent current financial resources, and therefore are not reported in the funds.	
Net pension liability	(76,694,795)
Deferred outflows related to the net pension liability	26,371,880
Deferred inflows related to the net pension liability	(18,710,629)
Net other postemployment benefits liability	(35,741,743)
Deferred outflows related to the net other postemployment benefits liability	4,255,170
Deferred inflows related to the net other postemployment benefits liability	(3,538,836)
Net position of governmental activities	<u>\$ 80,627,291</u>

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2018

	General (1010)	Road (2010)	911 County Operational (2610)	Public Safety Millage (2640)
Revenues				
Property taxes	\$ 37,820,432	\$ -	\$ 3,457,031	\$ 2,694,847
Licenses and permits	193,691	91,529	-	-
Intergovernmental revenue	7,433,437	25,649,261	57,948	45,071
Charges for services	6,760,917	29,132	1,043,852	-
Fines and forfeitures	353,668	-	-	-
Interest revenue	436,988	119,409	31,241	6,583
Other revenue	4,671,594	357,649	25	-
Total revenues	57,670,727	26,246,980	4,590,097	2,746,501
Expenditures				
Current:				
Legislative	1,151,453	-	-	-
Judicial	7,972,191	-	-	-
General government	17,172,924	-	-	-
Public safety	19,388,599	-	4,295,074	-
Public works	538,371	20,859,517	-	-
Health and welfare	865,014	-	-	-
Recreation and cultural	25,650	-	-	-
Community development	479,034	-	-	-
Other governmental activities	494,298	-	-	-
Debt service:				
Principal	116,545	231,870	-	-
Interest	4,745	12,603	-	-
Total expenditures	48,208,824	21,103,990	4,295,074	-
Revenues over (under) expenditures	9,461,903	5,142,990	295,023	2,746,501
Other financing sources (uses)				
Issuance of long-term debt	147,125	-	-	-
Transfers in	1,543,929	-	-	-
Transfers out	(9,561,431)	-	-	(2,873,126)
Total other financing sources (uses)	(7,870,377)	-	-	(2,873,126)
Net change in fund balances	1,591,526	5,142,990	295,023	(126,625)
Fund balances, beginning of year	21,966,137	8,400,669	2,950,415	409,378
Fund balances, end of year	\$ 23,557,663	\$ 13,543,659	\$ 3,245,438	\$ 282,753

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

Senior Citizen (2700)	Nonmajor Governmental Funds	Total
\$ 2,307,963	\$ 931,480	\$ 47,211,753
-	388,963	674,183
38,632	13,304,547	46,528,896
-	4,616,227	12,450,128
-	14,187	367,855
-	1,648	595,869
-	4,695,926	9,725,194
<u>2,346,595</u>	<u>23,952,978</u>	<u>117,553,878</u>
-	-	1,151,453
-	4,413,639	12,385,830
-	1,706,803	18,879,727
-	11,007,911	34,691,584
-	54,003	21,451,891
2,370,210	19,424,098	22,659,322
-	2,468,695	2,494,345
-	1,515,024	1,994,058
-	-	494,298
-	-	348,415
-	-	17,348
<u>2,370,210</u>	<u>40,590,173</u>	<u>116,568,271</u>
<u>(23,615)</u>	<u>(16,637,195)</u>	<u>985,607</u>
-	-	147,125
-	18,208,517	19,752,446
-	(1,988,811)	(14,423,368)
<u>-</u>	<u>16,219,706</u>	<u>5,476,203</u>
(23,615)	(417,489)	6,461,810
<u>23,615</u>	<u>13,656,722</u>	<u>47,406,936</u>
<u>\$ -</u>	<u>\$ 13,239,233</u>	<u>\$ 53,868,746</u>

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COUNTY OF BERRIEN, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
For the Year Ended December 31, 2018

Net change in fund balances - total governmental funds	\$ 6,461,810
Amounts reported for <i>governmental activities</i> 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	15,514,808
Depreciation expense	(8,823,121)
Loss on disposal of capital assets	(52,700)
Revenues in the statement of activities that do not provide current resources are not reported as revenues in the funds.	
Change in unavailable property taxes	(390,312)
Change in unavailable project reimbursements	(821,852)
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 in the statement of net position.	
Principal payments on long-term liabilities	348,415
Issuance of long-term debt	(147,125)
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.	
Net pension liability and related deferred amounts	(5,830,646)
Net other postemployment benefits liability and related deferred amounts	1,082,387
Change in accrued compensated absences	(59,662)
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 loss of the internal service funds are reported with governmental activities.	
Net operating loss from governmental activities accounted for internal service funds	<u>(14,760)</u>
Change in net position of governmental activities	<u><u>\$ 7,267,242</u></u>

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund
For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 37,222,657	\$ 37,222,657	\$ 37,820,432	\$ 597,775
Licenses and permits	208,450	208,450	193,691	(14,759)
Intergovernmental revenue	6,936,381	6,936,381	7,433,437	497,056
Charges for services	6,958,918	6,958,918	6,760,917	(198,001)
Fines and forfeitures	510,000	510,000	353,668	(156,332)
Interest revenue	171,000	171,000	436,988	265,988
Other revenue	4,719,523	4,719,523	4,671,594	(47,929)
Total revenues	56,726,929	56,726,929	57,670,727	943,798
Expenditures				
Current:				
Legislative	1,067,838	1,199,367	1,151,453	(47,914)
Judicial	8,547,050	8,575,828	7,972,191	(603,637)
General government	18,650,536	18,553,167	17,172,924	(1,380,243)
Public safety	19,551,020	19,978,406	19,388,599	(589,807)
Public works	538,372	538,372	538,371	(1)
Health and welfare	942,643	962,469	865,014	(97,455)
Recreation and cultural	-	25,650	25,650	-
Community development	487,505	495,863	479,034	(16,829)
Other governmental activities	2,265,702	1,531,092	494,298	(1,036,794)
	<u>52,050,666</u>	<u>51,860,214</u>	<u>48,087,534</u>	<u>(3,772,680)</u>
Debt service:				
Principal	69,658	116,546	116,545	(1)
Interest	-	4,745	4,745	-
Total debt service	<u>69,658</u>	<u>121,291</u>	<u>121,290</u>	<u>(1)</u>
Total expenditures	52,120,324	51,981,505	48,208,824	(3,772,681)
Revenues over expenditures	4,606,605	4,745,424	9,461,903	4,716,479
Other financing sources (uses)				
Issuance of long-term debt	150,000	150,000	147,125	(2,875)
Transfers in	5,152,598	5,152,598	1,543,929	(3,608,669)
Transfers out	(9,909,203)	(10,048,022)	(9,561,431)	(486,591)
Total other financing uses	<u>(4,606,605)</u>	<u>(4,745,424)</u>	<u>(7,870,377)</u>	<u>(3,124,953)</u>
Net change in fund balance	-	-	1,591,526	1,591,526
Fund balance, beginning of year	21,966,137	21,966,137	21,966,137	-
Fund balance, end of year	\$ 21,966,137	\$ 21,966,137	\$ 23,557,663	\$ 1,591,526

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Road Fund

For the Year Ended December 31, 2018

	Original Budget*	Amended Budget	Actual	Over (Under) Budget
Revenues				
Intergovernmental revenue	\$ 24,398,700	\$ 23,600,000	\$ 25,649,261	\$ 2,049,261
Licenses and permits	-	-	91,529	91,529
Charges for services	200,000	200,000	29,132	(170,868)
Interest revenue	-	-	119,409	119,409
Other revenue	228,500	478,500	357,649	(120,851)
Total revenues	24,827,200	24,278,500	26,246,980	1,968,480
Expenditures				
Public works:				
Salaries and wages	3,870,500	3,870,500	3,522,746	(347,754)
Benefit costs	2,170,000	2,170,000	1,796,932	(373,068)
Supplies	169,500	169,500	139,957	(29,543)
Equipment parts and materials	1,001,000	1,001,000	993,270	(7,730)
Road materials	4,115,000	4,365,000	4,382,230	17,230
Contractual services - roadwork	10,925,000	7,925,000	7,452,009	(472,991)
Contractual services - other	423,000	423,000	267,081	(155,919)
Communications	68,500	73,500	70,917	(2,583)
Insurance	182,000	182,000	173,951	(8,049)
Utilities	134,000	134,000	105,437	(28,563)
Repair and maintenance	166,500	166,500	96,497	(70,003)
Equipment rental	105,000	105,000	68,770	(36,230)
Other	203,000	203,000	123,825	(79,175)
Drain assessments	225,000	300,000	294,604	(5,396)
Capital outlay	1,415,000	1,430,000	1,371,291	(58,709)
	25,173,000	22,518,000	20,859,517	(1,658,483)
Debt service:				
Principal	231,870	231,870	231,870	-
Interest	204,130	204,130	12,603	(191,527)
Total expenditures	25,609,000	22,954,000	21,103,990	(1,850,010)
Net change in fund balance	(781,800)	1,324,500	5,142,990	3,818,490
Fund balance, beginning of year	8,400,669	8,400,669	8,400,669	-
Fund balance, end of year	\$ 7,618,869	\$ 9,725,169	\$ 13,543,659	\$ 3,818,490

* The Board of Commissioners passed a resolution to dissolve and assume all functions of the Road Commission effective September 28, 2017. The County adopted a budget for the new fund for an entire year; however, the original budget was based on a September 30, 2018 year end rather than a December 31, 2018 year end. For comparison purposes, the original budget presented above is the amended budget to convert fiscal year ends following the assumption of the Road Commission.

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - 911 County Operational Fund

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 3,416,245	\$ 3,416,245	\$ 3,457,031	\$ 40,786
Intergovernmental revenue	20,907	20,907	57,948	37,041
Charges for services	1,004,350	1,004,350	1,043,852	39,502
Interest revenue	-	-	31,241	31,241
Other revenue	1,000	1,000	25	(975)
Total revenues	4,442,502	4,442,502	4,590,097	147,595
Expenditures				
Public safety	5,060,554	5,099,785	4,295,074	(804,711)
Net change in fund balance	(618,052)	(657,283)	295,023	952,306
Fund balance, beginning of year	2,950,415	2,950,415	2,950,415	-
Fund balance, end of year	\$ 2,332,363	\$ 2,293,132	\$ 3,245,438	\$ 952,306

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Public Safety Millage Fund

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 2,658,270	\$ 2,675,399	\$ 2,694,847	\$ 19,448
Intergovernmental revenue	16,105	16,105	45,071	28,966
Interest revenue	-	-	6,583	6,583
Total revenues	2,674,375	2,691,504	2,746,501	54,997
Other financing sources (uses)				
Transfers out	(2,839,810)	(2,873,127)	(2,873,126)	(1)
Net change in fund balance	(165,435)	(181,623)	(126,625)	54,998
Fund balance, beginning of year	409,378	409,378	409,378	-
Fund balance, end of year	\$ 243,943	\$ 227,755	\$ 282,753	\$ 54,998

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

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COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Senior Citizen Fund

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 2,278,653	\$ 2,363,664	\$ 2,307,963	\$ (55,701)
Intergovernmental revenue	13,938	13,938	38,632	24,694
Total revenues	2,292,591	2,377,602	2,346,595	(31,007)
Expenditures				
Health and welfare	2,292,591	2,377,602	2,370,210	(7,392)
Net change in fund balance	-	-	(23,615)	(23,615)
Fund balance, beginning of year	23,615	23,615	23,615	-
Fund balance, end of year	\$ 23,615	\$ 23,615	\$ -	\$ (23,615)

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Net Position

Proprietary Funds
December 31, 2018

	Business-type Activities - Enterprise Funds			
	Delinquent Tax Revolving (5160)	Village of Berrien Springs Water / Sewer System No. 29 (5761)	Coloma City Water System No. 30 (5762)	Oronoko Township Water / Sewer System No. 31 (5763)
Assets				
Current assets:				
Cash and cash equivalents	\$ 10,057,623	\$ 68	\$ 1,125	\$ 656
Investments	19,944,515	-	-	-
Accounts receivable	185,844	-	-	-
Taxes receivable, delinquent	6,439,545	-	-	-
Interest receivable, net	868,802	-	-	-
Leases receivable, current	-	129,523	173,760	38,000
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Total current assets	<u>37,496,329</u>	<u>129,591</u>	<u>174,885</u>	<u>38,656</u>
Noncurrent assets:				
Restricted cash	-	-	-	-
Advance to other funds	50,000	-	-	-
Notes receivable	470,000	-	-	-
Leases receivable, net of current portion	-	2,295,807	3,015,950	2,348,819
Capital assets being depreciated, net	-	-	-	-
Total noncurrent assets	<u>520,000</u>	<u>2,295,807</u>	<u>3,015,950</u>	<u>2,348,819</u>
Total assets	<u>38,016,329</u>	<u>2,425,398</u>	<u>3,190,835</u>	<u>2,387,475</u>
Liabilities				
Current liabilities:				
Accounts payable	16,872	-	-	-
Accrued expenses	-	21,599	20,619	29,475
Due to other governments	344,231	-	-	-
Current portion of long-term debt	5,139,286	129,523	173,760	38,000
Total current liabilities	<u>5,500,389</u>	<u>151,122</u>	<u>194,379</u>	<u>67,475</u>
Noncurrent liabilities -				
Long-term debt, due in more than one year	-	2,274,276	2,996,456	2,320,000
Total liabilities	<u>5,500,389</u>	<u>2,425,398</u>	<u>3,190,835</u>	<u>2,387,475</u>
Net position				
Investment in capital assets	-	-	-	-
Unrestricted	<u>32,515,940</u>	-	-	-
Total net position	<u>\$ 32,515,940</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ 1,128,019	\$ 11,187,491	\$ 2,678,141
-	19,944,515	2,408,211
8,833	194,677	-
274,304	6,713,849	-
-	868,802	-
390,439	731,722	-
-	-	5,428
23,247	23,247	-
<u>1,824,842</u>	<u>39,664,303</u>	<u>5,091,780</u>
-	-	2,656,627
-	50,000	-
-	470,000	-
2,022,199	9,682,775	-
91,001	91,001	-
<u>2,113,200</u>	<u>10,293,776</u>	<u>2,656,627</u>
<u>3,938,042</u>	<u>49,958,079</u>	<u>7,748,407</u>
24,363	41,235	-
25,069	96,762	1,910,897
274,144	618,375	-
390,439	5,871,008	-
<u>714,015</u>	<u>6,627,380</u>	<u>1,910,897</u>
<u>2,422,382</u>	<u>10,013,114</u>	<u>-</u>
<u>3,136,397</u>	<u>16,640,494</u>	<u>1,910,897</u>
91,001	91,001	-
710,644	33,226,584	5,837,510
<u>\$ 801,645</u>	<u>\$ 33,317,585</u>	<u>\$ 5,837,510</u>

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenses and Changes in Fund Net Position
 Proprietary Funds
 For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds			
	Delinquent Tax Revolving (5160)	Village of Berrien Springs Water / Sewer System No. 29 (5761)	Coloma City Water System No. 30 (5762)	Oronoko Township Water / Sewer System No. 31 (5763)
Operating revenues				
Charges for services	\$ 469,539	\$ 77,227	\$ 126,015	\$ 71,366
Interest on taxes	1,455,575	-	-	-
Total operating revenues	1,925,114	77,227	126,015	71,366
Operating expenses				
Operation and maintenance	125,828	-	-	-
Benefits and claims	-	-	-	-
Depreciation	-	-	-	-
Total operating expenses	125,828	-	-	-
Operating income (loss)	1,799,286	77,227	126,015	71,366
Nonoperating revenues (expenses)				
Interest income	414,214	8	136	4
Interest and fiscal charges	(145,911)	(77,235)	(126,151)	(71,370)
Total nonoperating revenues (expenses)	268,303	(77,227)	(126,015)	(71,366)
Income (loss) before transfers	2,067,589	-	-	-
Transfers out	(5,329,078)	-	-	-
Change in net position	(3,261,489)	-	-	-
Net position, beginning of year	35,777,429	-	-	-
Net position, end of year	\$ 32,515,940	\$ -	\$ -	\$ -

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

Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ 1,476,541	\$ 2,220,688	\$ 14,980,622
-	1,455,575	-
<u>1,476,541</u>	<u>3,676,263</u>	<u>14,980,622</u>
1,593,123	1,718,951	14,626,597
-	-	368,785
<u>8,800</u>	<u>8,800</u>	<u>-</u>
<u>1,601,923</u>	<u>1,727,751</u>	<u>14,995,382</u>
<u>(125,382)</u>	<u>1,948,512</u>	<u>(14,760)</u>
10,998	425,360	-
<u>(92,109)</u>	<u>(512,776)</u>	<u>-</u>
<u>(81,111)</u>	<u>(87,416)</u>	<u>-</u>
(206,493)	1,861,096	(14,760)
<u>-</u>	<u>(5,329,078)</u>	<u>-</u>
(206,493)	(3,467,982)	(14,760)
<u>1,008,138</u>	<u>36,785,567</u>	<u>5,852,270</u>
<u>\$ 801,645</u>	<u>\$ 33,317,585</u>	<u>\$ 5,837,510</u>

COUNTY OF BERRIEN, MICHIGAN

Statement of Cash Flows
 Proprietary Funds
 For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds			
	Delinquent Tax Revolving (5160)	Village of Berrien Springs Water / Sewer System No. 29 (5761)	Coloma City Water System No. 30 (5762)	Oronoko Township Water / Sewer System No. 31 (5763)
Cash flows from operating activities				
Cash received from customers	\$ 12,927,394	\$ 77,704	\$ 127,069	\$ 71,366
Cash received from interfund services provided	400,000	-	-	-
Cash payments to suppliers for goods and services	(125,828)	(720)	(566)	(450)
Cash payments for delinquent tax rolls	(11,389,663)	-	-	-
Cash payments to employees for services	-	-	-	-
Net cash provided by (used in) operating activities	1,811,903	76,984	126,503	70,916
Cash flows from noncapital financing activities				
Proceeds from issuance of long-term debt	11,000,000	-	-	-
Principal payments	(7,697,885)	(120,000)	(170,000)	(36,000)
Interest payments	(145,911)	(77,235)	(126,151)	(71,370)
Transfers out	(5,329,078)	-	-	-
Net cash provided by (used in) noncapital financing activities	(2,172,874)	(197,235)	(296,151)	(107,370)
Cash flows from investing activities				
Proceeds from sale of investments	10,004,380	-	-	-
Purchase of investments	-	-	-	-
Purchase of capital assets	-	-	-	-
Interest received	414,214	8	136	4
Issuance of leases receivable	-	-	-	-
Amounts collected on leases receivable	-	120,251	169,647	36,454
Net cash provided by (used in) investing activities	10,418,594	120,259	169,783	36,458
Net change in cash and cash equivalents	10,057,623	8	135	4
Cash and cash equivalents, beginning of year	-	60	990	652
Cash and cash equivalents, end of year	\$ 10,057,623	\$ 68	\$ 1,125	\$ 656
Statement of net position classification of cash and investments				
Cash and cash equivalents	\$ 10,057,623	\$ 68	\$ 1,125	\$ 656
Restricted cash	-	-	-	-
Total	\$ 10,057,623	\$ 68	\$ 1,125	\$ 656

Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ 1,476,542	\$ 14,680,075	\$ -
-	400,000	14,980,622
(1,448,963)	(1,576,527)	(14,424,667)
-	(11,389,663)	-
(163,102)	(163,102)	-
<u>(135,523)</u>	<u>1,950,783</u>	<u>555,955</u>
-	11,000,000	-
(390,000)	(8,413,885)	-
(92,987)	(513,654)	-
-	(5,329,078)	-
<u>(482,987)</u>	<u>(3,256,617)</u>	<u>-</u>
137,042	10,141,422	-
-	-	(17,964)
(41,524)	(41,524)	-
10,998	425,360	-
(99,459)	(99,459)	-
233,829	560,181	-
<u>240,886</u>	<u>10,985,980</u>	<u>(17,964)</u>
(377,624)	9,680,146	537,991
<u>1,505,643</u>	<u>1,507,345</u>	<u>4,796,777</u>
<u>\$ 1,128,019</u>	<u>\$ 11,187,491</u>	<u>\$ 5,334,768</u>
\$ 1,128,019	\$ 11,187,491	\$ 2,678,141
-	-	2,656,627
<u>\$ 1,128,019</u>	<u>\$ 11,187,491</u>	<u>\$ 5,334,768</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2018

	Business-type Activities - Enterprise Funds			
	Delinquent Tax Revolving (5160)	Village of Berrien Springs Water / Sewer System No. 29 (5761)	Coloma City Water System No. 30 (5762)	Oronoko Township Water / Sewer System No. 31 (5763)
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 1,799,286	\$ 77,227	\$ 126,015	\$ 71,366
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	-	-	-	-
Amortization of bond discounts	-	477	1,054	-
Changes in:				
Accounts receivable	1,531	-	-	-
Taxes receivable, delinquent	122,510	-	-	-
Interest receivable	22,101	-	-	-
Prepaid items	-	-	-	-
Inventories	-	-	-	-
Advance to other funds	400,000	-	-	-
Accounts payable	16,872	-	-	-
Accrued expenses	(917)	(720)	(566)	(450)
Due to other governments	(83,060)	-	-	-
Interfund payable	(466,420)	-	-	-
Net cash provided by (used in) operating activities	<u>\$ 1,811,903</u>	<u>\$ 76,984</u>	<u>\$ 126,503</u>	<u>\$ 70,916</u>

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



Business-type Activities - Enterprise Funds		Governmental Activities
Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ (125,382)	\$ 1,948,512	\$ (14,760)
8,800	8,800	-
-	1,531	-
8,528	10,059	-
(11,841)	110,669	-
-	22,101	-
-	-	1,052,710
6,085	6,085	-
-	400,000	-
(17,796)	(924)	-
(1,633)	(4,286)	(481,995)
9,636	(73,424)	-
(11,920)	(478,340)	-
<u>\$ (135,523)</u>	<u>\$ 1,950,783</u>	<u>\$ 555,955</u>

concluded.

COUNTY OF BERRIEN, MICHIGAN

Statement of Fiduciary Net Position

Fiduciary Funds
December 31, 2018

	Pension and Other Postemployment Benefit Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 1,463,133	\$ 2,534,366
Investments:		
Equity mutual funds	108,931,296	-
Fixed income mutual funds	57,818,294	-
Commodities mutual funds	5,618,991	-
Real estate mutual funds	21,427,340	-
Accounts receivable	1,040	-
Total assets	<u>195,260,094</u>	<u>\$ 2,534,366</u>
Liabilities		
Accounts payable	182,410	\$ -
Undistributed receipts	-	2,534,366
Total liabilities	<u>182,410</u>	<u>\$ 2,534,366</u>
Net position		
Restricted for pension and other postemployment benefits	<u>\$ 195,077,684</u>	

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Changes in Plan Net Position

Pension and Other Postemployment Benefits Trust Funds
For the Year Ended December 31, 2018

Additions

Investment income (loss):

Net change in fair value of investments	\$ (9,690,897)
Interest and dividends	325,338
Less investment expenses	<u>(719,335)</u>

Net investment loss (10,084,894)

Contributions:

Employer	11,779,160
Employees	<u>3,072,477</u>

Total contributions 14,851,637

Total additions 4,766,743

Deductions

Benefit payments	17,829,517
Contribution refunds	411,035
Administration	<u>74,100</u>

Total deductions 18,314,652

Change in net position (13,547,909)

Net position, beginning of year 208,625,593

Net position, end of year \$ 195,077,684

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

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Net Position

Component Units
December 31, 2018

	Drain Commission	Brownfield Redevelopment Authority
Assets		
Cash and cash equivalents	\$ 8,045,199	\$ 1,323,523
Investments	-	-
Restricted cash	-	-
Receivables, net	23,308,179	-
Prepaid items and other assets	126,929	-
Net other postemployment benefits asset	-	-
Capital assets not being depreciated	1,457,201	-
Capital assets being depreciated, net	22,406,317	-
Total assets	55,343,825	1,323,523
Deferred outflows of resources		
Deferred pension amounts	-	-
Deferred other postemployment benefits amounts	-	-
Deferred charge on refunding	151,631	-
Total deferred outflows of resources	151,631	-
Liabilities		
Accounts payable and accrued expenses	1,497,267	-
Long-term liabilities:		
Due within one year	4,858,008	-
Due in more than one year	18,912,614	-
Net pension liability (due in more than one year)	-	-
Total liabilities	25,267,889	-
Deferred inflows of resources		
Deferred pension amounts	-	-
Deferred other postemployment benefits amounts	-	-
Total deferred inflows of resources	-	-
Net position		
Net investment in capital assets	7,064,764	-
Restricted for other purposes	23,162,803	1,323,523
Unrestricted	-	-
Total net position	\$ 30,227,567	\$ 1,323,523

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



Economic Development Corporation	Land Bank Authority	Mental Health Authority	Total
\$ 1,262,490	\$ 96,554	\$ 5,863,538	\$ 16,591,304
-	-	-	-
-	-	594,785	594,785
179,974	-	5,831,034	29,319,187
-	-	341,589	468,518
-	-	560,072	560,072
-	-	128,000	1,585,201
-	-	863,472	23,269,789
<u>1,442,464</u>	<u>96,554</u>	<u>14,182,490</u>	<u>72,388,856</u>
-	-	3,178,252	3,178,252
-	-	82,289	82,289
-	-	-	151,631
<u>-</u>	<u>-</u>	<u>3,260,541</u>	<u>3,412,172</u>
660	47,297	5,964,015	7,509,239
-	-	129,885	4,987,893
-	-	571,990	19,484,604
-	-	2,817,244	2,817,244
<u>660</u>	<u>47,297</u>	<u>9,483,134</u>	<u>34,798,980</u>
-	-	3,010,895	3,010,895
-	-	191,370	191,370
<u>-</u>	<u>-</u>	<u>3,202,265</u>	<u>3,202,265</u>
-	-	1,136,405	8,201,169
-	-	-	24,486,326
<u>1,441,804</u>	<u>49,257</u>	<u>3,621,227</u>	<u>5,112,288</u>
<u>\$ 1,441,804</u>	<u>\$ 49,257</u>	<u>\$ 4,757,632</u>	<u>\$ 37,799,783</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Activities

Component Units

For the Year Ended December 31, 2018

	Drain Commission	Brownfield Redevelopment Authority
Expenses		
Drain commission	\$ 4,173,431	\$ -
Brownfield redevelopment authority	-	958,824
Economic development corporation	-	-
Land bank authority	-	-
Mental health authority	-	-
	<hr/>	<hr/>
Total expenses	4,173,431	958,824
	<hr/>	<hr/>
Program revenues		
Charges for services	5,250	11,764
Operating grants and contributions	1,130,670	69
Capital grants and contributions	3,580,804	-
	<hr/>	<hr/>
Total program revenues	4,716,724	11,833
	<hr/>	<hr/>
Net (expenses) revenues	543,293	(946,991)
	<hr/>	<hr/>
General revenues		
Property taxes	-	1,174,540
	<hr/>	<hr/>
Change in net position	543,293	227,549
	<hr/>	<hr/>
Net position, beginning of year, as restated	29,684,274	1,095,974
	<hr/>	<hr/>
Net position, end of year	\$ 30,227,567	\$ 1,323,523
	<hr/> <hr/>	<hr/> <hr/>

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



Economic Development Corporation	Land Bank Authority	Mental Health Authority	Total
\$ -	\$ -	\$ -	\$ 4,173,431
-	-	-	958,824
54,124	-	-	54,124
-	39,891	-	39,891
-	-	51,130,069	51,130,069
<u>54,124</u>	<u>39,891</u>	<u>51,130,069</u>	<u>56,356,339</u>
-	27,331	47,086,807	47,131,152
11,492	-	4,348,907	5,491,138
-	-	-	3,580,804
<u>11,492</u>	<u>27,331</u>	<u>51,435,714</u>	<u>56,203,094</u>
(42,632)	(12,560)	305,645	(153,245)
-	17,367	-	1,191,907
<u>(42,632)</u>	<u>4,807</u>	<u>305,645</u>	<u>1,038,662</u>
<u>1,484,436</u>	<u>44,450</u>	<u>4,451,987</u>	<u>36,761,121</u>
<u>\$ 1,441,804</u>	<u>\$ 49,257</u>	<u>\$ 4,757,632</u>	<u>\$ 37,799,783</u>

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NOTES TO FINANCIAL STATEMENTS

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Berrien, Michigan (the "County") was incorporated in 1829 and covers an area of approximately 585 square miles in southwest lower Michigan. The County operates under a 12-member elected Board of Commissioners and an appointed County Administrator.

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 government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations and 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 Unit

Berrien County Building Authority (the "Building Authority") - The Berrien County Building Authority is governed by a five-member Board appointed by the Berrien County Board of Commissioners. Although legally separate from the County, the Building Authority is reported as if it were part of the primary government, because its sole purpose is to finance and construct the County's public buildings. The financial statements of the Building Authority funds have been consolidated with the County's related debt service funds and capital projects funds.

Discretely Presented Component Units

Berrien County Drain Commission (the "Drain Commission") - The Berrien County Drain Commission oversees all drainage districts established pursuant to the Michigan Drain Code of 1956, which 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 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 County Commissioners in October. The Drain Commission is financially accountable to the County and is disclosed as a component unit, accordingly. The Drain Commission has a December 31 year end.

Berrien County Brownfield Redevelopment Authority (the "Authority") - The Berrien County Brownfield Redevelopment Authority was created pursuant to the provisions of Public Act 381 of 1996, in order to revitalize environmentally distressed Brownfield redevelopment areas. Its five-member Board is appointed by the Berrien County Board of Commissioners. The Authority's budget must be approved by the Berrien County Board of Commissioners. The Authority has a December 31 year end.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Berrien County Economic Development Corporation (the "EDC") - The Berrien County Economic Development Corporation, organized pursuant to State statutes, was created to provide means and methods for the encouragement and assistance of industrial and commercial enterprises in relocating, purchasing, constructing, improving or expanding within the County so as to provide needed services and facilities to the residents of the County. The governing body of the EDC is appointed by the County, and the EDC is financially accountable to the County and is disclosed as a component unit, accordingly. The EDC has a December 31 year end.

Berrien County Land Bank Authority - The Berrien County Land Bank Authority was created pursuant to the Michigan Land Bank Fast Track Act (Public Act 258). The governing body of the Land Bank Authority is appointed by the County, and is financially accountable to the County and is disclosed as a component unit, accordingly. The Land Bank Authority has a December 31 year end.

Berrien Mental Health Authority - The Berrien Mental Health Authority, established pursuant to State statutes, is governed by a 12-member board appointed by the Berrien County Board of Commissioners. The Mental Health Authority is financially accountable to the County and is disclosed as a component unit, accordingly. The Mental Health Authority has a September 30 year end.

Complete financial statements for the Brownfield Redevelopment Authority, Land Bank Authority, and Mental Health Authority may be obtained at the respective entities' administrative offices. The Drain Commission and Economic Development Corporation do not issue separate financial statements.

Berrien Mental Health Authority
1485 S. M-139
Benton Harbor, Michigan 49022

Berrien County Brownfield
Redevelopment Authority
701 Main Street
St. Joseph, Michigan 49085

Berrien County Land Bank Authority
701 Main Street
St. Joseph, Michigan 49085

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 BERRIEN, 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. Property taxes are recognized as revenues in the year for which they are levied. 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, as agency funds report 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, or within one year for reimbursement-based grants. 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, state revenue, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and such 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 accounts for all the financial resources of the general government, except those accounted for and reported in another fund.

The *road fund* accounts for the construction and maintenance of the County roads. Funding for these activities is primarily received from the State of Michigan Department of Transportation and federal contributions.

The *911 county operational fund* accounts for the operations of the County's emergency 911 system funded through a special millage.

The *public safety millage fund* accounts for the operations of the County's public safety system funded through a special millage.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

The *senior citizen fund* accounts for the collection and distribution of a special millage that provides operating funds for senior centers contracted by the County to provide services to County senior citizens.

The County reports the following major proprietary funds:

The *delinquent tax revolving fund* accounts for the County's annual purchase of delinquent real property taxes from each of the local taxing units within the County and the ultimate collection from the property owners of the delinquent taxes with penalty and interest. The fund also accounts for the County's issuance of debt (to provide cash flow for the purchase of the taxes) and for the resulting debt service payments.

The *Village of Berrien Springs Water/Sewer System No. 29 fund* accounts for monies received under capital leases with a local governmental unit for the construction of, and subsequent debt retirement for, a water and sewer distribution system.

The *Coloma City Water System No. 30* accounts for monies received under capital leases with a local governmental unit for the construction of, and subsequent debt retirement for, a water distribution system.

The *Village of Oronoko Water/Sewer System No. 31 fund* accounts for monies received under capital leases with a local governmental unit for the construction of, and subsequent debt retirement for, a water and sewer distribution system.

Additionally, the County reports the following fund types:

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

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

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

Enterprise funds are used to account for 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 to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis, such as the County's self-insurance programs.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

The *pension and other postemployment benefit (OPEB) trust funds* are accounted for in essentially the same manner as proprietary funds, using the same measurement focus and basis of accounting. The pension and OPEB trust funds account for the assets of the County's defined benefit pension and OPEB plans.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. 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).

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 consists of assets 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, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Equity

Deposits and Investments

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

Investments are stated at fair value, which is determined as follows: a) short-term investments are reported at cost, which approximates fair value; b) securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates; c) investments that do not have established market values are reported at estimated fair value; and d) cash deposits are reported at carrying amount, which reasonably approximates fair value.

State statutes authorize the County to deposit in the accounts of federally insured banks, credit unions and savings and loan associations and to invest in obligations of the U.S. Treasury, certain commercial paper, repurchase agreements, bankers' acceptances and mutual funds composed of otherwise legal investments.

COUNTY OF BERRIEN, 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 noncurrent 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.”

Advances between funds are offset by nonspendable fund balance in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

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

Inventories, Prepaid Items and Other Assets

All inventories are valued at cost using the first-in/first-out (FIFO) method, except the road fund inventory that is valued using the weighted 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.

Assets held for resale represents the cost of a parcel of delinquent property that was purchased by the Drain Commission to sell and recover delinquent special assessments levied on that property.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of two years, except in the road fund where the cost threshold is \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition cost at the date of donation.

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

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Capital assets of the primary government and component units are depreciated over the useful life of the assets as follows:

	Depreciation Method	Useful Lives - Years
Primary government:		
Buildings	Straight-line	25-50
Public domain infrastructure	Straight-line	35
System infrastructure	Straight-line	35
Vehicles	Straight-line	3-20
Equipment	Straight-line	5-20
Road equipment	Sum of the years' digits	5-8
Infrastructure	Straight-line	5-50
Drain Commission:		
Buildings	Straight-line	30
Public domain infrastructure	Straight-line	35
System infrastructure	Straight-line	35
Vehicles	Straight-line	3-20
Equipment	Straight-line	5-10
Community Mental Health Authority:		
Buildings and improvements	Straight-line	15-25
Vehicles	Straight-line	4
Equipment	Straight-line	5

Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to one or more future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows of resources for change in expected and actual investment returns, assumptions, and benefits provided in its pension and other postemployment benefit plans as well as for the deferred charge on refunding. A deferred refunding charge results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Compensated Absences

Eligible employees are permitted to accumulate earned but unused vacation benefits in varying amounts based on length of service and certain other established criteria. Amounts not expected to be liquidated with expendable available financial resources are accrued when incurred in the government-wide and proprietary fund financial statements. A liability is reported in governmental funds only if these amounts have matured, for example, as a result of employee resignations or retirements.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

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.

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

Deferred Inflows of Resources

In addition to liabilities, the statement of net position and governmental funds balance sheet will sometime report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues, which arises only under a modified accrual basis of accounting, from property taxes, drain special assessments and unreceived project costs. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In addition, deferred inflows of resources are reported in the government-wide and governmental fund financial statements for property taxes levied during the year that were intended to finance future periods. The County also reports deferred inflows of resources for change in expected and actual investment returns, assumptions, and benefits provided in its pension and other postemployment benefits plans.

Fund Balances

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments. Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners (the government's highest level of decision-making authority). A formal resolution of the Board of Commissioners is required to establish, modify, or rescind a fund balance commitment. The County may report 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. The Board of Commissioners has delegated the authority to assign fund balance to the Finance Committee or its designee. The County has no assigned fund balance. Unassigned fund balance is the residual classification for the general fund.

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, assigned, and finally unassigned fund balance.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Pensions and Other Postemployment Benefits

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

2. 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 department level. Management may make transfers of appropriations within funds. Transfers of appropriations between funds require the approval of the Board. The Board made several supplemental budgetary revisions throughout the year which were not considered material.

The annual budgeting process begins in July of each year. Department heads submit budget requests/recommendations to the responsible parent committee (i.e., Finance, Personnel, Administration) for approval. Once approved, the department heads are required to hold a budget hearing with the Finance Committee by the second Tuesday in September. The County Administrator tabulates a budget overview, including recommendations, for the Finance Committee to adjust and approve a final budget. Following truth in taxation hearings, the final budget is submitted to the Board of Commissioners for adoption. The Board has until December 31 to adopt the budget, although it normally targets mid-November for the general fund and for the special revenue funds.

3. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

State statutes provide that a local unit shall not incur expenditures in excess of the amounts appropriated. The approved budgets of the County were adopted on a department level basis for the general fund and the activity level for the special revenue funds with the exception of the road special revenue fund that is adopted at the object level.

During the year ended December 31, 2018, the County incurred expenditures in excess of the amounts appropriated as follows:

	Amended Budget	Actual	Variance
Road special revenue fund -			
Public works -			
Road materials	\$ 4,365,000	\$ 4,382,230	\$ 17,230

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

4. DEPOSITS AND INVESTMENTS

Following is a reconciliation of deposit and investment balances as of December 31, 2018:

	Primary Government	Component Units	Totals
Statement of Net Position			
Cash and cash equivalents	\$ 59,825,768	\$ 16,591,304	\$ 76,417,072
Investments	25,820,012	-	25,820,012
Restricted cash	2,656,627	594,785	3,251,412
Statement of Fiduciary Net Position			
Cash and cash equivalents	3,997,499	-	3,997,499
Investments	193,795,921	-	193,795,921
Total	\$ 286,095,827	\$ 17,186,089	\$ 303,281,916

Deposits and investments

Bank deposits:

Checking/savings accounts	\$ 74,464,109
Certificates of deposit - due within one year	2,495,715
Certificates of deposit - due in one to five years	5,053,320
Investments in securities and mutual funds:	
Treasurer's investment pool	24,791,293
Pension and OPEB investments	193,795,921
Cash on deposit with agent	2,669,128
Cash on hand	12,430

Total \$ 303,281,916

Restricted cash of the primary government consists of the County's deposits with the Michigan Municipal Risk Management Authority.

Bank Deposits and Treasurer's Investment Pool

Custodial Credit Risk - Deposits. Deposits are exposed to custodial credit risk if they are not covered by depository insurance. At year-end, the carrying amount of the County's deposits was \$82,113,637. The combined bank balance of these deposits was \$83,417,507 of which \$79,594,512 was uninsured and uncollateralized.

In accordance with the County's investment policy and State law, all deposits are uncollateralized, held in the County's name, and evidenced by a safekeeping receipt. Also, due to the dollar amounts of cash deposits and the limits of FDIC insurance, the County believes it is impractical to insure all bank deposits. As a result, the County evaluates each financial institution and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Custodial Credit Risk - Investments. Following is a summary of the County's investments as of December 31, 2018:

U.S. treasury notes	\$ 1,371,643
U.S. government agencies	14,293,230
Municipal bonds	497,450
Repurchase agreements (collateralized by U.S. government securities)	6,381,777
Money market and cash management funds	<u>2,247,193</u>
 Total	 <u>\$ 24,791,293</u>

Investments are exposed to custodial credit risk if the securities are uninsured, unregistered or held by a counterparty or its agent but not in the government's name. In accordance with the County's investment policy, all investments 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. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County's investment policy and State law require that commercial paper be rated in the top two ratings by at least two nationally recognized statistical rating organizations.

As of December 31, 2018, all of the County's investments in securities of U.S. agencies were rated AA+ by Standard & Poor's. The County's investment in municipal bonds were rated AA1 by Moody's. United States treasury securities are explicitly guaranteed by the U.S. government and not considered to have credit risk. The County's money market funds were not rated.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's investment policy requires diversification by security type and institution, but does not place a fixed percentage limit for any one issuer.

At December 31, 2018, the County had greater than 5% of its total investment portfolio concentrated as follows:

Investment Type	Issuer	% of Portfolio
U.S. government agencies	Federal Home Loan Bank	43.48%
U.S. government agencies	Federal National Mortgage Association	10.98%
U.S. government agencies	Federal Home Loan Mortgage Corporation	10.82%
Municipal bonds	Bellevue Community Schools	5.36%

Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of investments. The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

As of December 31, 2018, all of the County's debt securities had the following maturities:

	< 1 year	1 - 5 years	6 - 10 years	Total
U.S. treasury notes	\$ -	\$ 1,371,643	\$ -	\$ 1,371,643
U.S. government agencies	8,368,013	5,925,217	-	14,293,230
Municipal bonds	-	497,450	-	497,450
Repurchase agreements	6,381,777	-	-	6,381,777
	<u>\$ 14,749,790</u>	<u>\$ 7,794,310</u>	<u>\$ -</u>	<u>\$ 22,544,100</u>

Fair Value Measurements. The County categorizes the fair value measurements of its investments within the fair value hierarchy established by generally accepted accounting principles. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are inputs - other than quoted prices included within Level 1- that are observable for the asset or liability, either directly or indirectly. Finally, Level 3 inputs are unobservable and are based on estimates and assumptions. These levels are determined by the management's review of the type and substance of investments held by the County.

The County had the following recurring fair value measurements as of December 31, 2018:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value at December 31, 2018
Investments at fair value:				
U.S. treasury notes	\$ 1,371,643	\$ -	\$ -	\$ 1,371,643
U.S. government agencies	-	14,293,230	-	14,293,230
Municipal bonds	-	497,450	-	497,450
Repurchase agreements	-	6,381,777	-	6,381,777
Cash management/mutual funds	2,247,193	-	-	2,247,193
	<u>\$ 3,618,836</u>	<u>\$ 21,172,457</u>	<u>\$ -</u>	<u>\$ 24,791,293</u>
Total investments at fair value	<u>\$ 3,618,836</u>	<u>\$ 21,172,457</u>	<u>\$ -</u>	<u>\$ 24,791,293</u>

Level 2 inputs use one of the following valuation techniques depending on the investment: a) traditional net asset valuation (dividing the asset value by the number of units owned), b) matrix pricing technique (relying on the securities' relationship to other benchmark quoted securities instead of exclusively on quoted prices for specific securities), or c) quoted market prices for similar assets in active markets or quoted prices for identical or similar assets in markets that are not active.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Pension and Other Postemployment Benefit Trust Fund Investments

The Trusts' investments are primarily held in a bank administered trust fund. Following is a summary of the Trusts' investments as of December 31, 2018:

	Pension	Other Postemployment Benefit Trust Fund
Mutual funds at fair value, as determined by quoted market price:		
Equity mutual funds:		
Russell Large Cap US Eq Fund	\$ 23,648,902	\$ -
Russell 1000 Index Fund Series 1	29,857,525	-
Russell Small Cap Fund	11,043,613	-
Russell International Fund	18,924,863	-
Russell Emerging Markets Fund	3,136,165	-
Russell Global Infrastructure fund	3,124,963	679,525
RIC U.S. Defensive Equity	-	11,456,529
RIC U.S. Small Cap Equity	-	2,338,536
RIC International Developed Markets	-	4,039,214
RIC Emerging Markets	-	681,461
Fixed income mutual funds:		
Russell Quantitative Bond Fund	47,752,927	-
RIC Investment Grade Bond Fund	-	10,065,367
Commodities mutual funds:		
Russell Commodities Fund	4,618,907	-
RIC Commodity Strategies Fund	-	1,000,084
Real estate mutual funds:		
Russell Real Estate Equity Fund	14,715,922	2,939,801
Russell Real Estate Security Fund	3,092,616	679,001
	<u>\$ 159,916,403</u>	<u>\$ 33,879,518</u>
Total investments		

The Michigan Public Employees Retirement Systems' Investment Act, Public Act 314 of 1965, as amended, authorizes the System to invest in domestic and foreign stocks, government securities, corporate securities, mortgages, real estate and various other investment instruments, subject to certain limitations.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Trusts’ investment policy emphasizes appropriate risk/return parameters and compliance with Public Act 314, and gives discretionary authority to its investment managers as opposed to establishing specific credit rating benchmarks. The Trust invests in mutual funds, which is comprised of various securities. The percentages below represent the percent of the mutual fund that is invested in securities with a particular rating. As of December 31, 2018, the Trusts’ investments in debt securities were rated by Standard & Poor’s as follows:

Rating	Percentage	
	Pension	Other Postemployment Benefit Trust Fund
AAA	61.0%	56.3%
AA	12.3%	8.6%
A	10.0%	10.9%
BBB	16.1%	19.3%
BB	0.0%	1.3%
B	0.0%	0.1%
CCC & below	0.0%	0.7%
Unrated	0.6%	2.8%
	100.0%	100.0%

Custodial Credit Risk. For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty to a transaction, the Trust will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Trusts’ investment policy requires that securities be held in trust by a third-party institution in the Trusts’ name or its nominee custodian’s name or in bearer form. Although uninsured and unregistered, the Trusts’ investments are not exposed to custodial credit risk since the securities are held by the counterparty’s trust department or agent in the Trusts’ name. Short-term investments in money market funds and open-end mutual funds are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book form.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the Trusts’ investment in a single issuer. At December 31, 2018, the Trusts’ investment portfolio was not concentrated to a particular issuer due to the only investments being in shares of mutual funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Trusts’ investment policy does not discuss the maximum maturity for any single fixed income security or the weighted average portfolio maturity.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

The Trust invests in mutual funds, which is comprised of various securities. The percentages below represent the percent of the mutual fund that is invested in securities with a particular maturity. As of December 31, 2018, maturities of the Trusts' debt securities, were as follows:

Maturity (Years)	Percentage	
	Pension	Other Postemployment Benefit Trust Fund
0 to 3	21.7%	9.7%
3 to 5	17.3%	20.8%
5 to 7	14.4%	37.1%
7 to 10	30.4%	15.7%
10 to 15	1.7%	3.4%
15 to 20	3.2%	5.4%
20 to 25	2.9%	2.3%
25+	8.4%	5.6%
	<u>100.0%</u>	<u>100.0%</u>

Fair Value Measurements - The System categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The System had the following recurring fair value measurements as of December 31, 2018:

Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value at December 31, 2018
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Investments at fair value:

Equity mutual funds	\$ -	\$ 108,931,296	\$ -	\$ 108,931,296
Fixed income mutual funds	10,065,367	47,752,927	-	57,818,294
Commodities mutual funds	-	5,618,991	-	5,618,991
Real estate mutual funds	-	3,771,617	17,655,723	21,427,340
Total investments at fair value	<u>\$ 10,065,367</u>	<u>\$ 166,074,831</u>	<u>\$ 17,655,723</u>	<u>\$ 193,795,921</u>

Level 2 inputs use one of the following valuation techniques depending on the investment: a) traditional net asset valuation (dividing the asset value by the number of units owned), b) matrix pricing technique (relying on the securities' relationship to other benchmark quoted securities instead of exclusively on quoted prices for specific securities), or c) quoted market prices for similar assets in active markets or quoted prices for identical or similar assets in markets that are not active.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

5. RECEIVABLES

Receivables at year end consisted of the following:

	Governmental Activities	Business-type Activities
Accounts	\$ 169,526	\$ 194,677
Taxes (current)	10,612,245	-
Taxes (delinquent)	-	6,713,849
Interest	-	930,703
Due from other governments	7,378,875	-
Leases, current portion	-	731,722
Leases, long-term portion	-	9,682,775
Advances to component units (not due within one year)	1,045,000	-
Notes (not due within one year)	120,000	470,000
Less: allowance for uncollectible accounts	-	(61,901)
	<u>\$ 19,325,646</u>	<u>\$ 18,661,825</u>

Of the amounts reported for receivables above, delinquent taxes receivable in the amount of \$4,524,686, interest on delinquent taxes receivable in the amount of \$181,348, advances to component units in the amount of \$1,045,000, notes receivable in the amount of \$590,000, and leases receivable in the amount of \$9,682,775 are not expected to be collected within one year.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

6. CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2018 was as follows:

Primary government

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Governmental activities					
Capital assets not being depreciated:					
Land	\$ 21,019,989	\$ 78,530	\$ -	\$ (387,958)	\$ 20,710,561
Construction in progress	1,223,740	5,392,320	-	(83,588)	6,532,472
	<u>22,243,729</u>	<u>5,470,850</u>	<u>-</u>	<u>(471,546)</u>	<u>27,243,033</u>
Capital assets being depreciated:					
Land improvements	4,129,585	738,388	-	387,958	5,255,931
Buildings	50,500,625	229,249	(70,148)	-	50,659,726
Equipment	29,605,717	2,354,589	(1,767,510)	106,484	30,299,280
Infrastructure	124,903,505	6,721,732	(7,624,484)	-	124,000,753
	<u>209,139,432</u>	<u>10,043,958</u>	<u>(9,462,142)</u>	<u>494,442</u>	<u>210,215,690</u>
Less accumulated depreciation for:					
Land improvements	(1,763,152)	(156,636)	-	-	(1,919,788)
Buildings	(21,563,623)	(1,106,474)	59,941	-	(22,610,156)
Equipment	(22,801,166)	(2,293,065)	1,725,017	(22,896)	(23,392,110)
Infrastructure	(64,282,513)	(5,266,946)	7,624,484	-	(61,924,975)
	<u>(110,410,454)</u>	<u>(8,823,121)</u>	<u>9,409,442</u>	<u>(22,896)</u>	<u>(109,847,029)</u>
Total capital assets being depreciated, net	<u>98,728,978</u>	<u>1,220,837</u>	<u>(52,700)</u>	<u>471,546</u>	<u>100,368,661</u>
Governmental activities capital assets, net	<u>\$ 120,972,707</u>	<u>\$ 6,691,687</u>	<u>\$ (52,700)</u>	<u>\$ -</u>	<u>\$ 127,611,694</u>
Business-type activities					
Capital assets not being depreciated -					
Construction in progress	\$ 6,694	\$ -	\$ -	\$ (6,694)	\$ -
Capital assets being depreciated -					
Equipment	809,512	41,524	-	(16,202)	834,834
Less accumulated depreciation for -					
Equipment	(757,929)	(8,800)	-	22,896	(743,833)
Total capital assets being depreciated, net	<u>51,583</u>	<u>32,724</u>	<u>-</u>	<u>6,694</u>	<u>91,001</u>
Business-type activities capital assets, net	<u>\$ 58,277</u>	<u>\$ 32,724</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 91,001</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Discretely presented component units

Capital asset activity for the Drain Commission component unit for the year ended December 31, 2018, was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Component Unit - Drain Commission					
Capital assets not being depreciated - Construction in progress	\$ 6,485,548	\$ 426,433	\$ -	\$ (5,454,780)	\$ 1,457,201
Capital assets being depreciated - Infrastructure	25,152,635	753,862	-	5,454,780	31,361,277
Less accumulated depreciation for - Infrastructure	(7,732,685)	(1,222,275)	-	-	(8,954,960)
Total capital assets being depreciated, net	17,419,950	(468,413)	-	5,454,780	22,406,317
Drain Commission capital assets, net	\$ 23,905,498	\$ (41,980)	\$ -	\$ -	\$ 23,863,518

Capital asset activity for the Mental Health Authority component unit for the year ended September 30, 2018, was as follows:

	Beginning Balance	Additions	Disposals	Ending Balance
Component Unit - Mental Health Authority				
Capital assets not being depreciated - Land	\$ 128,000	\$ -	\$ -	\$ 128,000
Capital assets being depreciated:				
Buildings and improvements	1,066,947	8,393	-	1,075,340
Furniture, fixtures and equipment	3,879,393	7,170	-	3,886,563
Vehicles	378,782	19,240	(46,277)	351,745
	5,325,122	34,803	(46,277)	5,313,648
Less accumulated depreciation for:				
Buildings and improvements	(505,584)	(48,943)	-	(554,527)
Furniture, fixtures and equipment	(3,315,174)	(262,596)	-	(3,577,770)
Vehicles	(334,200)	(26,967)	43,288	(317,879)
	(4,154,958)	(338,506)	43,288	(4,450,176)
Total capital assets being depreciated, net	1,170,164	(303,703)	(2,989)	863,472
Mental Health Authority capital assets, net	\$ 1,298,164	\$ (303,703)	\$ (2,989)	\$ 991,472

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

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

Depreciation of governmental activities by function	
Legislative	\$ 272,406
Judicial	52,188
General government	1,078,141
Public safety	733,033
Public works	6,279,396
Health and welfare	103,580
Recreation and cultural	138,482
Community development	<u>165,895</u>
	<u>\$ 8,823,121</u>
Depreciation of business-type activities by function	
Public works projects	<u>\$ 8,800</u>

Construction Commitments

The County has active construction projects as of December 31, 2018. At year end, the County's commitments with contractors was approximately \$5,900,000 which was entirely attributable to governmental activities.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

7. ACCOUNTS PAYABLE

Accounts payable and accrued expenses in the government-wide financial statements are as follows:

	Governmental Activities	Business-type Activities
Accounts payable	\$ 2,424,537	\$ 41,235
Accrued and other liabilities	3,473,705	96,762
Due to other governments	185,764	618,375
	<u>\$ 6,084,006</u>	<u>\$ 756,372</u>

8. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The general fund has made long-term advances to the Drain Commission and Land Bank Authority component units in the amounts of \$1,000,000 and \$45,000, respectively, and \$50,000 was advanced by the delinquent tax revolving fund to the general fund to provide sufficient resources for these advances.

In addition, the public safety millage special revenue fund and the nonmajor governmental funds with negative balances in the County's pooled cash accounts reported interfund payables of \$159,322 and \$521,686, respectively, which is equal to the interfund receivable of \$681,008 reported in the general fund.

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.

For the year ended December 31, 2018, interfund transfers consisted of the following:

	Transfers in	Transfers out
General fund	\$ 1,543,929	\$ 9,561,431
Public safety millage fund	-	2,873,126
Nonmajor governmental funds	18,208,517	1,988,811
Delinquent tax revolving fund	-	5,329,078
	<u>\$ 19,752,446</u>	<u>\$ 19,752,446</u>

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.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

9. LONG-TERM DEBT

Primary government

Governmental Activities

Notes payable. The County has issued notes payable to local townships and banks for financing the purchase of equipment and various projects. Notes payable outstanding at year end are as follows:

Bonds	Due	Annual Installments	Interest Rate	Amount
Watervliet Township (Hagar Shore)	2020	\$5,500 - \$25,000	0%	\$ 30,500
Chemical Bank Note	2022	\$206,870 - \$223,835	1.99%	869,475
Total notes payable				<u>\$ 899,975</u>

Annual debt service requirements to maturity for notes payable are as follows:

Year Ended December 31,	Principal	Interest	Total
2019	\$ 235,987	\$ 15,203	\$ 251,190
2020	220,685	10,963	231,648
2021	219,468	6,638	226,106
2022	223,835	2,227	226,062
	<u>\$ 899,975</u>	<u>\$ 35,031</u>	<u>\$ 935,006</u>

Installment purchase agreements. The County has issued installment purchase agreements for the purpose of financing the purchase of computers and copiers. Installment purchase agreements outstanding at year end are as follows:

Installment Purchase Agreement	Due	Annual Installments	Interest Rate	Amount
2017 Dell agreement - 275 computers	2019	\$50,059	5.50%	\$ 47,627
2018 Dell agreement - 275 computers	2020	\$51,632	3.50%	95,493
Canon printers	2022	\$9,799 - \$19,599	n/a	68,596
Total installment purchase agreements				<u>\$ 211,716</u>

Installment purchase agreements. During 2018, the County entered into an installment purchase agreement for the purchase of 275 computers due in annual installments of \$51,632 through 2020 with 3.50% interest. In fiscal year 2017, the County entered into two installment purchase agreements - one for the purchase of 275 computers due in annual installments of \$50,059 through 2019 with 5.50% interest and the other for a printer due in annual installments of \$19,599 through 2022 with 0% interest.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for installment purchase agreements are as follows:

Year Ended December 31,	Principal	Interest	Total
2019	\$ 113,722	\$ 7,567	\$ 121,289
2020	68,596	2,635	71,231
2021	19,599	-	19,599
2022	9,799	-	9,799
	<u>\$ 211,716</u>	<u>\$ 10,202</u>	<u>\$ 221,918</u>

Business-type Activities

General obligation bonds. The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds are typically issued as 10-20 year serial bonds with varying amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

Bonds	Due	Annual Installments	Interest Rate	Amount
1999 Coloma Township Sewer System No. 24	2019	\$50,000-\$125,000	5.00% - 5.70%	\$ 120,000
2001 Village of Berrien Springs/Oronoko Township Water/Sewer System No. 26	2020	\$15,000-\$35,000	4.60% - 5.65%	65,000
2010 Village of Berrien Springs Water and Sewer System No. 29	2031	\$100,000-\$260,000	1.45% - 6.00%	2,410,000
2010 New Buffalo Water Supply System Bonds	2030	\$61,000-\$100,000	2.50%	1,024,924
2013 City of Coloma Water and Sewer System Bonds System No. 30	2033	\$155,000-\$265,000	2.00% - 4.75%	3,190,000
2015 Village of Berrien Springs/Oronoko Township Water/Sewer System No. 31	2054	\$40,600-\$54,500	3.00%	2,358,000
2017 Village of Michiana Township Water/Sewer System No. 32	2027	\$160,000-\$195,000	2.00% - 2.50%	<u>1,595,000</u>
Total business-type activities				<u>\$ 10,762,924</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for business-type activities general obligation bonds are as follows:

Year Ended December 31,	Principal	Interest	Total
2019	\$ 733,000	\$ 384,693	\$ 1,117,693
2020	628,000	363,309	991,309
2021	615,000	344,601	959,601
2022	625,000	325,922	950,922
2023	647,000	305,522	952,522
2024-2028	3,425,000	1,158,209	4,583,209
2029-2033	2,425,924	497,746	2,923,670
2034-2038	310,000	231,600	541,600
2039-2043	360,000	182,100	542,100
2044-2048	414,000	125,040	539,040
2049-2053	482,000	58,980	540,980
2054	98,000	2,940	100,940
	<u>\$ 10,762,924</u>	<u>\$ 3,980,662</u>	<u>\$ 14,743,586</u>

General obligation limited tax notes. The County issued \$11,000,000 in a general obligation limited tax note. The notes carries an interest rate of 2.56% and is due May 31, 2020. The County paid a portion of the note in advance during the year resulting in a balance of \$5,139,286 on December 31, 2018.

Drain Commission Component Unit

Special assessment bonds. The Drain Commission is authorized by State statutes to issue special assessment bonds for the construction or major maintenance of drainage districts. Such bonds are repaid from special assessments paid by local property owners.

Special assessment bonds currently outstanding are as follows:

Bonds	Due	Annual Installments	Interest Rate	Amount
2008 Starr & Wellington Drainage District Bonds	2024	\$12,000-\$13,000	5.95%	\$ 73,000
2009 Close Drainage District Bonds	2019	\$120,000-\$165,000	2.50% - 4.00%	165,000
2010 Barnes and Hamilton Drain Bonds	2020	\$170,000-\$215,000	1.90% - 3.50%	420,000
2017 Refunding Schwark Drain Bonds	2030	\$50,000-\$70,000	2.00% - 3.10%	730,000
2017 Refunding Lake Shore Drain Bonds	2030	\$140,000-\$280,000	0.85% - 4.00%	1,995,000
2012 Smith and Strong Drain Bonds	2032	\$30,000-\$55,000	1.00 - 4.05%	615,000
2012 Lakeside Drain Bonds	2032	\$25,000-\$40,000	0.90 - 4.65%	455,000
2012 Estates Drain Bonds	2032	\$30,000-\$55,000	4.00 - 5.00%	595,000
2012 Oak Hills Springs Drain Bonds	2037	\$30,000-45,000	3.20%	365,000
2013 Blue Jay Drain Bonds	2033	\$135,000-\$250,000	2.00 - 4.50%	2,885,000
2013 Hibbard Lake Drain Bonds	2033	\$50,000-\$90,000	2.00 - 4.00%	1,050,000
2015 North Royalton Drainage District Bonds	2035	\$248,000-\$285,000	2.00 - 3.63%	3,650,000
2017 Lighthouse Creek Drain	2037	\$60,000-\$150,000	2.00 - 3.00%	2,065,000
2018 Hollywood Road Consolidated Drain Refunding Bonds	2030	\$100,000-\$190,000	2.50% - 4.75%	<u>1,825,000</u>
Total component unit - Drain Commission				<u>\$ 16,888,000</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for special assessment bonds are as follows:

Year Ended December 31,	Principal	Interest	Total
2019	\$ 1,277,000	\$ 514,379	\$ 1,791,379
2020	1,147,000	479,926	1,626,926
2021	967,000	452,735	1,419,735
2022	997,000	427,773	1,424,773
2023	1,032,000	401,138	1,433,138
2024-2028	5,583,000	1,530,297	7,113,297
2029-2033	4,800,000	584,270	5,384,270
2034-2037	1,085,000	53,669	1,138,669
	<u>\$ 16,888,000</u>	<u>\$ 4,444,187</u>	<u>\$ 21,332,187</u>

Advance Refunding

During the year, the Drain Commission defeased certain bonds by using the proceeds of new bonds to pay off the refunded bonds. As a result, the refunded bonds are considered to be defeased and related liabilities have been removed from the statement of net position.

The Drain Commission issued \$1,825,000 in refunding bonds during the year to advance refund \$1,835,000 of the 2010 Hollywood Road Consolidated Drain Bonds. This refunding resulted in a savings of \$145,278 over the next 11 years and an economic gain of \$115,536.

Drain notes. The Drain Commission issues drain notes to finance various drain capital projects. Interest rates vary from 1.63% to 4.99%, with repayment based on actual collections of special assessments, which are subject to collection over a period of three to ten years. Drain notes outstanding at December 31, 2018, amounted to \$6,820,238.

Mental Health Authority Component Unit

Notes Payable. The Mental Health Authority has two loans outstanding for the real estate purchased. The Authority has pledged the real property purchased as collateral on these loans.

Note	Due	Annual Installments	Interest Rate	Amount
2005 Real Estate note	2020	\$8,338-\$13,332	3.83%	\$ 20,209
2007 Real Estate note	2022	\$9,481-\$34,320	4.99%	<u>100,843</u>
Total component unit - Mental Health Authority				<u>\$ 121,052</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for these loans are as follows:

Year Ended September 30,	Principal	Interest	Total
2019	\$ 42,762	\$ 4,890	\$ 47,652
2020	38,885	2,901	41,786
2021	33,120	1,200	34,320
2022	6,285	36	6,321
	<u>\$ 121,052</u>	<u>\$ 9,027</u>	<u>\$ 130,079</u>

Changes in long-term debt.

	Beginning Balance	Additions	Deductions	Redeemed	Ending Balance	Due Within One Year
Governmental Activities						
Notes payable	\$ 1,131,845	\$ -	\$ (231,870)	\$ -	\$ 899,975	\$ 235,987
Installment purchase agreements	181,136	147,125	(116,545)	-	211,716	113,722
Compensated absences	2,861,451	1,975,655	(1,915,993)	-	2,921,113	2,921,113
	<u>\$ 4,174,432</u>	<u>\$ 2,122,780</u>	<u>\$ (2,264,408)</u>	<u>\$ -</u>	<u>\$ 4,032,804</u>	<u>\$ 3,270,822</u>
Business-type Activities						
General obligation bonds	\$ 27,798,924	\$ -	\$ (716,000)	\$ (16,320,000)	\$ 10,762,924	\$ 733,000
General obligation limited tax notes	1,837,171	11,000,000	(7,697,885)	-	5,139,286	5,139,286
Unamortized bond discount	(95,887)	-	69,902	-	(25,985)	(1,717)
Unamortized bond premium	8,775	-	(878)	-	7,897	439
	<u>\$ 29,548,983</u>	<u>\$ 11,000,000</u>	<u>\$ (8,344,861)</u>	<u>\$ (16,320,000)</u>	<u>\$ 15,884,122</u>	<u>\$ 5,871,008</u>

During the year ended December 31, 2018, Benton Charter Township issued bonds to redeem \$16,320,000 of water system bonds.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

During the year ended December 31, 2018, Benton Charter Township issued bonds to redeem \$16,320,000 of water system bonds.

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Drain Commission Component Unit					
Special assessment bonds payable	\$ 18,120,000	\$ 1,825,000	\$ (3,057,000)	\$ 16,888,000	\$ 1,277,000
Drain notes payable	5,607,889	2,360,920	(1,148,572)	6,820,237	3,576,081
Unamortized bond discount	(46,893)	-	27,525	(19,368)	(1,199)
Unamortized bond premium	87,879	-	(6,126)	81,753	6,126
	<u>\$ 23,768,875</u>	<u>\$ 4,185,920</u>	<u>\$ (4,184,173)</u>	<u>\$ 23,770,622</u>	<u>\$ 4,858,008</u>
Mental Health Authority Component Unit					
Notes payable	\$ 161,759	\$ -	\$ (40,707)	\$ 121,052	\$ 42,762
Compensated absences	537,627	123,840	(80,644)	580,823	87,123
	<u>\$ 699,386</u>	<u>\$ 123,840</u>	<u>\$ (121,351)</u>	<u>\$ 701,875</u>	<u>\$ 129,885</u>

For the governmental activities, compensated absences, the net pension liability and the net other postemployment benefit liability are generally liquidated by the general fund.

10. NET INVESTMENT IN CAPITAL ASSETS

As of December 31, 2018, the net investment in capital assets was comprised of the following:

	Governmental activities	Business-type activities
Capital assets:		
Capital assets not being depreciated	\$ 27,243,033	\$ -
Capital assets being depreciated, net	100,368,661	91,001
	<u>127,611,694</u>	<u>91,001</u>
Related debt:		
Notes payable	(899,975)	-
Installment purchase agreements	(211,716)	-
	<u>(1,111,691)</u>	<u>-</u>
Net investment in capital assets	<u>\$ 126,500,003</u>	<u>\$ 91,001</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

11. FUND BALANCE

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, 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	Road Fund	911 County Operational Fund	Public Safety Millage Fund	Senior Citizen Fund	Nonmajor Governmental Funds	Total
Nonspendable:							
Prepaid items	\$ -	\$ 39,393	\$ -	\$ -	\$ -	\$ -	\$ 39,393
Inventories	-	904,392	-	-	-	-	904,392
Advance to component unit	1,045,000	-	-	-	-	-	1,045,000
Long-term notes receivable	-	-	-	-	-	120,000	120,000
Total nonspendable	1,045,000	943,785	-	-	-	120,000	2,108,785
Restricted:							
Judicial	-	-	-	-	-	270,923	270,923
General government	-	-	-	-	-	71,048	71,048
Public works	-	12,599,874	-	-	-	-	12,599,874
Public safety	-	-	3,245,438	282,753	-	141,915	3,670,106
Health and welfare	-	-	-	-	-	2,402,316	2,402,316
Recreation and cultural	-	-	-	-	-	205,510	205,510
Community development	-	-	-	-	-	180,810	180,810
Debt service	-	-	-	-	-	3,551	3,551
Total restricted	-	12,599,874	3,245,438	282,753	-	3,276,073	19,404,138
Committed:							
Judicial	-	-	-	-	-	273,546	273,546
General government	-	-	-	-	-	370,307	370,307
Public safety	-	-	-	-	-	1,669,242	1,669,242
Public works	-	-	-	-	-	387,490	387,490
Health and welfare	-	-	-	-	-	1,421,618	1,421,618
Recreation and cultural	-	-	-	-	-	490,886	490,886
Capital projects	-	-	-	-	-	5,230,071	5,230,071
Total committed	-	-	-	-	-	9,843,160	9,843,160
Unassigned	22,512,663	-	-	-	-	-	22,512,663
Total fund balances governmental funds	\$ 23,557,663	\$ 13,543,659	\$ 3,245,438	\$ 282,753	\$ -	\$ 13,239,233	\$ 53,868,746

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

12. RISK MANAGEMENT / SELF-INSURANCE PROGRAMS

The County manages its risk exposures and provides certain employee benefits through a combination of self-insurance programs, risk management pools, and commercial insurance and excess coverage policies. On risks which are commercially insured, settlements have not exceeded insurance coverage in any of the past three years. Following is a summary of the self-insurance programs and risk management pool participation.

Liability. The County participates in the Michigan Municipal Risk Management Authority (MMRMA) for general and automobile liability, motor vehicle physical damage and property damage coverages. The MMRMA provides risk management, underwriting, reinsurance and claim review and processing services for all member governments pursuant to its charter.

The County makes annual contributions to MMRMA based on actuarial studies using historical data and insurance industry statistics. These contributions are paid from an internal service fund (i.e., the property/liability insurance fund) using premiums paid into it by other funds of the government. 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.

Accordingly, the County records a restricted asset for its portion of the unexpended member retention fund. At December 31, 2018, the balance of the County's member retention fund was \$2,656,627.

Under most circumstances, the County's maximum loss retention per occurrence was as follows:

Type of Risk	Maximum Retention Per Occurrence
General and automobile liability	\$200,000 specific occurrence
Motor vehicle physical damage	\$15,000 per vehicle \$30,000 per occurrence
Property damage and crime	\$1,000 per occurrence plus 10% of the next \$100,000

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Changes in the balances of claims liabilities during the past two years, including provision for incurred but not reported (IBNR) claims, which are recorded in the property/liability insurance internal service fund, are as follows:

	2018	2017
Unpaid claims, beginning of year	\$ 1,564,472	\$ 1,772,122
Incurring claims (including change in IBNR provisions)	(240,230)	51,401
Claims payments	(439,618)	(259,051)
Unpaid claims, end of year	\$ 884,624	\$ 1,564,472

Workers' Compensation. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. An excess coverage insurance policy covers individual claims in excess of \$300,000 subject to an annual aggregate limit of \$5 million. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay outs and other economic and social factors.

Changes in the balances of claims liabilities during the past two years are as follows:

	2018	2017
Unpaid claims, beginning of year	\$ 275,920	\$ 174,360
Incurring claims	446,688	368,066
Claims payments	(254,235)	(266,506)
Unpaid claims, end of year	\$ 468,373	\$ 275,920

Health insurance. The County is self-insured for its employee health insurance. The plan is accounted for in the healthcare insurance internal service fund. The self-insured program is administered by a third-party administrator who provides claims review and processing services as well as illustrated premium rates, which are anticipated, over time, to approximate the actual cost of benefits. Premiums for the self-insured program are paid into the internal service fund by all other funds based on actual or illustrated rates. These premiums are available to pay claims and administrative costs.

	2018	2017
Unpaid claims, beginning of year	\$ 552,500	\$ 688,200
Incurring claims (including change in IBNR provisions)	162,327	2,572,965
Claims payments	(156,927)	(2,708,665)
Unpaid claims, end of year	\$ 557,900	\$ 552,500

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Unemployment. The County is self-insured for unemployment benefits, which is accounted for in the unemployment insurance internal service fund. The reserve for unemployment benefits is determined by management based on prior experience. Unemployment benefits are expensed when paid:

	2018	2017
Unpaid claims, beginning of year	\$ -	\$ -
Incurred claims	-	-
Claims payments	-	-
	<hr/>	<hr/>
Unpaid claims, end of year	<u>\$ -</u>	<u>\$ -</u>

Board errors and omissions. The County is also self-insured for Board errors and omissions, which is accounted for in the property/liability insurance internal service fund. No estimated claims liability was outstanding at December 31, 2018 or 2017, nor were the amount of claims paid or incurred during 2018 or 2017 of any consequence.

13. 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. In March 1994, Michigan voters approved Proposal A, which limits annual increases in assessed values to the lesser of 5% or the rate of inflation with assessed value reverting to 50% of true cash value when the property is sold.

The assessed and taxable value of real and personal property for the 2018 levy was \$7,840,806,321. The general operating tax rate for this levy was 4.7723 mills. The taxable value of real and personal property for the 2017 levy was \$7,647,512,234. The tax rates for this levy were 0.4500 mills, 0.3500 mills, 0.3000 mills, and 0.1000 mills assessed for 911 emergency services, public safety operations, senior center operations, and parks, respectively.

By agreement with various taxing authorities, the County purchases at face value the real property taxes turned delinquent each March 1 and records a corresponding delinquent taxes receivable.

14. PENSION PLAN

General Information about the Pension Plan

Plan Description. The County administers the Berrien County Employees' Retirement System (the "Plan"), a single-employer defined benefit plan authorized by Section 12a of Act No. 156 of the Public Acts of 1851, which was adopted and established by the County in accordance with Michigan Compiled Laws Section 46.12a. The Plan is included as a pension trust fund in the County's financial statements and a stand alone report of the Plan has been issued. Employer and employee contributions and benefit provisions are authorized and may be amended by County Board resolution and benefits may vary pursuant to collective bargaining agreements. Substantially all employees are covered by the Plan. Upon retirement, the Plan pays a benefit percentage (depending on group), calculated using the percentage of final average compensation times years of credited service.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

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 and mortality. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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 that 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.

The Plan issues a publicly available financial report that can be obtained at <http://www.berriencounty.org/>.

Benefits Provided. Plan members may retire at age 55 or 60 with 5, 8, 10 or 25 years of credited service depending on which group the employee is in. Members are vested after completing 5, 8 or 10 years of credited service. Retirement options that provide for survivor benefits are available to members. The Plan also provides death and disability benefits. If a member leaves employment or dies before vesting, accumulated member contributions plus interest are refunded to the member or designated beneficiary.

Contributions. The contribution requirements of Plan members and the County are established and may be amended by the County Board of Commissioners. Plan members are required to contribute 4.5% to 10.49% to the System, depending on their bargaining unit and hire date. The County is required to contribute at actuarially determined rates expressed as a percentage of covered payroll. The County's contribution rate for the year ended December 31, 2017 ranged from 7.59% to 30.48% of projected valuation payroll.

Bargaining Unit / Employee Group	Benefits Multiplier	Contribution Percentage
AFSCME (probate and juvenile court bargaining):	2.00%	7.06%
Riverwood		
Union members	2.2% - 1.7%	4.50%
Non-union members	2.20%	5.00%
Courthouse elected	2.2% - 1.7%	4.50%
Courthouse appointed	2.20%	5.00%
General non-bargaining members	2.20%	5.00%
FOPLC civilian members	2.20%	6.89%
Teamster FOC members	2.20%	8.00%
Road department	2.00%	6.00%
Sheriff POLC command unit	2.80%	10.49%
Police officers labor council (POLC)	2.80%	8.00%

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Employees Covered by Benefit Terms. At December 31, 2017, the date of the latest actuarial valuation:

	County	Mental Health Authority	Total
Retirees and beneficiaries receiving benefits	598	87	685
Inactive plan members not yet receiving benefits	55	10	65
Active plan members	710	184	894
Total	1,363	281	1,644

Net Pension Liability. The County's net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions.

Inflation	2.75 percent
Salary increases	3.55 to 6.25 percent, including inflation
Investment rate of return	7.50 percent, net of pension system investment expense, including inflation

Assumption changes for the current year are related to changes in the single discount rate.

Mortality rates were based on fully generational RP-2014 healthy annuitant tables after adjustment to the base year 2006 for males and females with MP-2015 mortality improvement scales. The margin for future mortality improvement is included in the MP-2015 mortality improvement scales.

The actuarial assumptions used in the December 31, 2017 valuation were based on the results of an actuarial experience study conducted in 2016 which covered the past 5 years experience (2011-2015). The next assumption review is scheduled for 2020.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Long-term Expected Rate of Return. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each asset class. These real ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. For each asset class that is included in the pension plan's target asset allocation as of December 31, 2017, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
U.S. large cap equities	45.00%	5.61%	2.52%
U.S. small cap equities	15.00%	8.62%	1.29%
International equities	12.00%	6.97%	0.84%
Core fixed income	2.00%	7.95%	0.16%
Global real estate	2.00%	6.51%	0.13%
Global listed infrastructure	2.00%	6.57%	0.13%
Commodities	3.00%	3.38%	0.10%
U.S. private real estate	8.00%	5.09%	0.41%
U.S. aggregate	11.00%	0.53%	0.06%
	<u>100.00%</u>		5.64%
Inflation			2.75%
Risk adjustments			<u>-0.89%</u>
Investment rate of return			<u>7.50%</u>

Discount Rate. The discount rate used to measure the total pension liability was 7.15%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be exhausted in the year 2069. Therefore, the discount rate represents the single equivalent rate resulting from discounting at the long-term expected rate of return until 2069, and discounting with the 20-year AA municipal bond index rate of 3.31% thereafter. This projection is done on a closed group basis, per GASB requirements. On an ongoing, open group basis, it is unlikely that the funds will be depleted because funding progress is frequently reviewed and adjustments are made to contribution levels.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Changes in the Net Pension Liability. The components of the change in the net pension liability are summarized as follows:

	County	Mental Health Authority	Total
Total pension liability	\$ 225,552,786	\$ 27,359,176	\$ 252,911,962
Plan fiduciary net position	(148,857,991)	(24,541,932)	(173,399,923)
County's net pension liability	<u>\$ 76,694,795</u>	<u>\$ 2,817,244</u>	<u>\$ 79,512,039</u>
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2016	<u>\$ 245,503,345</u>	<u>\$ 154,066,086</u>	<u>\$ 91,437,259</u>
Changes for the year:			
Service cost	6,010,952	-	6,010,952
Interest	17,216,098	-	17,216,098
Differences between expected and actual experience	(1,668,850)	-	(1,668,850)
Changes in assumptions	(456,848)	-	(456,848)
Benefit changes	115,505	-	115,505
Employer contributions	-	7,727,058	(7,727,058)
Employee contributions	-	2,932,496	(2,932,496)
Net investment income	-	22,568,548	(22,568,548)
Benefit payments, including refunds of employee contributions	(13,808,239)	(13,808,239)	-
Administrative expense	-	(86,025)	86,025
Net changes	<u>7,408,618</u>	<u>19,333,838</u>	<u>(11,925,220)</u>
Balances at December 31, 2017	<u>\$ 252,911,963</u>	<u>\$ 173,399,924</u>	<u>\$ 79,512,039</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.15%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.15%) or 1% higher (8.15%) than the current rate:

	1% Decrease (6.15%)	Current Discount Rate (7.15%)	1% Increase (8.15%)
County	\$ 103,744,292	\$ 76,694,795	\$ 54,047,168
Mental health authority	6,146,399	2,817,244	21,814
County's net pension liability	<u>\$ 109,890,691</u>	<u>\$ 79,512,039</u>	<u>\$ 54,068,982</u>

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

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended December 31, 2018, the County and Mental Health Authority recognized pension expense of \$14,430,925 and \$1,067,589, respectively. At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience:			
County	\$ 534,791	\$ 5,935,417	\$ (5,400,626)
Mental health authority	113,202	743,067	(629,865)
	<u>647,993</u>	<u>6,678,484</u>	<u>(6,030,491)</u>
Changes in assumptions:			
County	18,678,547	8,258,555	10,419,992
Mental health authority	1,862,953	816,650	1,046,303
	<u>20,541,500</u>	<u>9,075,205</u>	<u>11,466,295</u>
Net difference between projected and actual earnings on pension plan investments:			
County	-	4,516,657	(4,516,657)
Mental health authority	727,577	1,451,178	(723,601)
	<u>727,577</u>	<u>5,967,835</u>	<u>(5,240,258)</u>
Employer contributions to the plan subsequent to the measurement date:			
County	7,158,542	-	7,158,542
Mental health authority	474,520	-	474,520
	<u>7,633,062</u>	<u>-</u>	<u>7,633,062</u>
Total	<u>\$ 29,550,132</u>	<u>\$ 21,721,524</u>	<u>\$ 7,828,608</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

This amount includes deferred outflows of resources resulting from contributions subsequent to the measurement date of December 31, 2017 that will be recognized as a reduction in the net pension liability for the year ended September 30, 2019 for the Mental Health Authority and the year ended December 31, 2019 for the County's primary government. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31,	County	Mental Health Authority
2019	\$ 4,123,883	\$ 174,319
2020	2,386,467	267,650
2021	(2,736,693)	(252,556)
2022	(3,132,150)	(482,531)
2023	(135,667)	(14,045)
Thereafter	<u>(3,131)</u>	<u>-</u>
Total	<u>\$ 502,709</u>	<u>\$ (307,163)</u>

Payable to the Pension Plan. At December 31, 2018, the County did not have any outstanding contributions payable to the pension plan for the year then ended.

15. OTHER POSTEMPLOYMENT BENEFITS

General County

General. The County of Berrien, Michigan ("the County") administers the Berrien County Postemployment Healthcare Plan (the "Plan"), a single-employer defined benefit healthcare plan authorized by Section 12a of Act No. 156 of the Public Acts of 1851, which was adopted and established by the County in accordance with Michigan Compiled Laws Section 46.12a. Employer and employee contributions and benefit provisions are authorized and may be amended by County Board resolution and benefits may vary pursuant to collective bargaining agreements.

The Plan is governed by the Finance Committee of the Berrien County Board of Commissioners. The Finance Committee is assisted by a Pension Investment Trust Committee made up of three individuals appointed by the Board of Commissioners and the County's Financial Consultant.

The Plan is administered by the County; accordingly, it is included as an other postemployment benefits trust fund in the County's financial statements. Plan amendments are under the authority of County Ordinances. Changes in required contributions are subject to collective bargaining agreements and approval by the Berrien County Board of Commissioners.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Methods Used to Value Investments. Investments are reported at fair value which is determined using selected bases as follows: short-term investments are reported at cost, which approximates fair value; securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates; investments for which quotations are not readily available are valued at their fair values as determined by the custodian under the direction of the Board, with the assistance of a valuation service; and cash deposits are reported at carrying amounts which reasonably approximates fair value.

Funding Policy. The contribution requirements of Plan members and the County are established and may be amended by the County Board of Commissioners. Plan members are not required to contribute to the Plan.

Benefits Provided. The County subsidizes 50% of the cost of postemployment healthcare for Courthouse, Sheriff and Riverwood retirees who retire directly from active employment. Sheriffs hired prior to January 1, 1993 contribute up to a maximum of \$150 towards their retiree healthcare. Spouses and dependents of Sheriff retirees can be covered under the County’s plan and the County will pay 50% of the premium cost for both the retiree and the spouse. Spouses of Courthouse retirees can be covered under the County’s plan, but the retiree pays the full premium on behalf of the spouse. Spouses of Riverwood retirees who retire after 1/1/1998 can be covered under the County’s plan, but the retiree pays 50% of the premium on behalf of the spouse.

Contributions. The contribution requirements of Plan members and the County are established and may be amended by the County Board of Commissioners. Plan members are not required to contribute to the Plan. The County is required to contribute at actuarially determined rates expressed as a percentage of covered payroll. The County’s contribution rate for the plan for the year ended December 31, 2017 ranged from 8.19% to 29.09% of projected valuation payroll.

Employees Covered by Benefit Terms. At December 31, 2017, the date of the latest actuarial valuation:

	County	Mental Health Authority	Total
Retirees and beneficiaries receiving benefits	333	38	371
Active plan members	427	95	522
Total	760	133	893

Net OPEB Liability. The County's net OPEB liability was measured as of December 31, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Actuarial Assumptions. The total OPEB liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions.

Inflation	2.75 percent
Salary increases	3.25 to 6.25 percent, including inflation
Investment rate of return	7.50 percent, net of OPEB Plan investment expense, including inflation
Healthcare cost trend rates	9.00% and gradually decreasing to an ultimate trend rate of 3.25%.

Mortality rates were based on fully generational RP-2014 healthy annuitant tables after adjustment to the base year 2006 for males and females with MP-2015 mortality improvement scales. The margin for future mortality improvement is included in the MP-2015 mortality improvement scales.

The actuarial assumptions used in the December 31, 2017 valuation were based on the results of an actuarial experience study conducted in 2016 which covered the past 5 years experience (2011-2015). The next assumption review is scheduled for 2020.

Long-term Expected Rate of Return. The long-term expected rate of return on OPEB Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Plan's target asset allocation as of December 31, 2017 (see the discussion of the Plan's investment allocation policy) are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
U.S. large cap equities	45.00%	4.59%	2.07%
U.S. small cap equities	10.00%	8.62%	0.86%
International equities	12.00%	6.97%	0.84%
Core fixed income	2.00%	7.95%	0.16%
Global real estate	2.00%	6.51%	0.13%
Global listed infrastructure	2.00%	6.57%	0.13%
Commodities	3.00%	3.88%	0.12%
U.S. private real estate	8.00%	5.09%	0.41%
U.S. aggregate	16.00%	0.38%	0.06%
	<u>100.00%</u>		<u>4.78%</u>
Inflation			2.75%
Risk adjustments			<u>-0.03%</u>
Investment rate of return			<u>7.50%</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Discount Rate. The discount rate used to measure the total OPEB liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB Liability (Asset). The components of the change in the net OPEB liability (asset) are summarized as follows:

	County	Mental Health Authority	Total
Total OPEB liability	\$ 66,242,396	\$ 4,164,944	\$ 70,407,340
Plan fiduciary net position	(30,500,653)	(4,725,016)	(35,225,669)
County's net OPEB liability (asset)	<u>\$ 35,741,743</u>	<u>\$ (560,072)</u>	<u>\$ 35,181,671</u>
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at December 31, 2016	<u>\$ 70,621,966</u>	<u>\$ 30,719,499</u>	<u>\$ 39,902,467</u>
Changes for the year:			
Service cost	999,955	-	999,955
Interest	5,128,164	-	5,128,164
Differences between expected and actual experience	(2,951,797)	-	(2,951,797)
Benefit changes	424,030	-	424,030
Employer contributions	-	4,250,834	(4,250,834)
Net investment income	-	4,070,314	(4,070,314)
Benefit payments, including refunds of employee contributions	(3,814,978)	(3,814,978)	-
Net changes	<u>(214,626)</u>	<u>4,506,170</u>	<u>(4,720,796)</u>
Balances at December 31, 2017	<u>\$ 70,407,340</u>	<u>\$ 35,225,669</u>	<u>\$ 35,181,671</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the net OPEB liability (asset) of the County, calculated using the discount rate of 7.50%, as well as what the County's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1% lower (6.50%) or 1% higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
County	\$ 44,027,271	\$ 35,741,743	\$ 28,878,560
Mental health authority	(93,448)	(560,072)	(951,398)
County's net OPEB liability	<u>\$ 43,933,823</u>	<u>\$ 35,181,671</u>	<u>\$ 27,927,162</u>

Sensitivity of the Net OPEB liability (Asset) to Changes in the Healthcare Cost Trend Rate Assumption. The following presents the net OPEB liability (asset) of the County, calculated using the healthcare cost trend rate as well as what the County's net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1% lower (8.0%) or 1% higher (10.0%) than the current healthcare cost trend rates:

	1% Decrease (8.0% Decreasing to 2.25%)	Healthcare Cost Trend Rates (9.0% Decreasing to 3.25%)	1% Increase (10.0% Decreasing to 4.25%)
County	\$ 28,952,465	\$ 35,741,743	\$ 43,687,717
Mental health authority	(593,882)	(560,072)	(514,287)
County's net OPEB liability	<u>\$ 28,358,583</u>	<u>\$ 35,181,671</u>	<u>\$ 43,173,430</u>

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

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended December 31, 2018, the County and Mental Health Authority recognized OPEB expense of \$3,172,783 and \$5,172, respectively. At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience:			
County	\$ -	\$ 2,330,200	\$ (2,330,200)
Mental health authority	82,289	-	82,289
	<u>82,289</u>	<u>2,330,200</u>	<u>(2,247,911)</u>
Net difference between projected and actual earnings on OPEB plan investments:			
County	-	1,208,636	(1,208,636)
Mental health authority	-	191,370	(191,370)
	<u>-</u>	<u>1,400,006</u>	<u>(1,400,006)</u>
Employer contributions to the plan subsequent to the measurement date:			
County	<u>4,255,170</u>	-	<u>4,255,170</u>
Total	<u>\$ 4,337,459</u>	<u>\$ 3,730,206</u>	<u>\$ 607,253</u>

This amount includes deferred outflows of resources resulting from contributions subsequent to the measurement date of December 31, 2017 that will be recognized as a reduction in the net OPEB liability for the year ended December 31, 2019 for the County's primary government. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31,	County	Mental Health Authority
2019	\$ (1,022,669)	\$ (31,219)
2020	(1,022,669)	(31,219)
2021	(917,337)	(31,219)
2022	(576,161)	(31,219)
2023	-	15,795
Total	<u>\$ (3,538,836)</u>	<u>\$ (109,081)</u>

Payable to the OPEB Plan. At December 31, 2018, the County did not have any outstanding contributions payable to the OPEB plan for the year then ended.

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

16. COMBINING FINANCIAL INFORMATION - PENSION AND OTHER POSTEMPLOYMENT TRUST FUNDS

Financial statements for individual pension and employee benefit plans:

	Pension and Other Postemployment Benefits Net Position		
	Pension	Other Postemployment Benefit Trust Fund	Totals
Assets			
Cash and cash equivalents	\$ 1,240,473	\$ 222,660	\$ 1,463,133
Investments:			
Equity mutual funds	89,736,031	19,195,265	108,931,296
Fixed income mutual funds	47,752,927	10,065,367	57,818,294
Commodities mutual funds	4,618,907	1,000,084	5,618,991
Real estate mutual funds	17,808,538	3,618,802	21,427,340
Accounts receivable	1,040	-	1,040
Total assets	161,157,916	34,102,178	195,260,094
Liabilities			
Accounts payable	152,145	30,265	182,410
Net position			
Restricted for pension and other postemployment benefits	<u>\$ 161,005,771</u>	<u>\$ 34,071,913</u>	<u>\$ 195,077,684</u>

COUNTY OF BERRIEN, MICHIGAN

Notes to Financial Statements

	Changes in Pension and Other Postemployment Benefits Net Position		
	Pension	Other Postemployment Benefit Trust Fund	Totals
Additions			
Investment income (loss):			
Net change in fair value of investments	\$ (8,091,018)	\$ (1,599,879)	\$ (9,690,897)
Interest and dividends	3,316	322,022	325,338
Less investment expenses	(636,941)	(82,394)	(719,335)
Net investment loss	<u>(8,724,643)</u>	<u>(1,360,251)</u>	<u>(10,084,894)</u>
Contributions:			
Employer	7,644,442	4,134,718	11,779,160
Employees	3,072,477	-	3,072,477
Total contributions	<u>10,716,919</u>	<u>4,134,718</u>	<u>14,851,637</u>
Total additions	<u>1,992,276</u>	<u>2,774,467</u>	<u>4,766,743</u>
Deductions			
Benefit payments	13,904,794	3,924,723	17,829,517
Contribution refunds	411,035	-	411,035
Administration	70,600	3,500	74,100
Total deductions	<u>14,386,429</u>	<u>3,928,223</u>	<u>18,314,652</u>
Change in net position	(12,394,153)	(1,153,756)	(13,547,909)
Net position, beginning of year	<u>173,399,924</u>	<u>35,225,669</u>	<u>208,625,593</u>
Net position, end of year	<u>\$ 161,005,771</u>	<u>\$ 34,071,913</u>	<u>\$ 195,077,684</u>

17. TAX ABATEMENTS

The County received reduced property tax revenues during 2018 as a result of industrial facilities tax exemptions (IFT's) and brownfield redevelopment agreements entered into by cities, villages, townships, and authorities within the County.

The IFT's were entered into based upon the Plant Rehabilitation and Industrial Development Districts Act, (known as the Industrial Facilities Exemption), PA 198 of 1974, as amended. IFT's provide a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high tech facilities. Properties qualifying for IFT status are taxed at 50% of the millage rate applicable to other real and personal property in the County. The abatements amounted to approximately \$192,000 in reduced County tax revenues for 2018.

COUNTY OF BERRIEN, MICHIGAN

■ Notes to Financial Statements

Brownfield redevelopment agreements are intended to reimburse taxpayers that remediate environmental contamination on their properties. These agreements were entered into based upon the Brownfield Redevelopment Act, PA 381 of 1996, as amended. Under this act, a municipality may create a Brownfield Redevelopment Authority to develop and implement brownfield projects. Tax increment financing may be used as a tool for property redevelopment. The abatements amounted to approximately \$278,000 in reduced County tax revenues for 2018.

18. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

19. RESTATEMENT

For the year ended December 31, 2018, the County implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. GASB 75 eliminated the prior reported other postemployment benefits obligation (an amount representing the cumulative deficiency of actual plan contributions compared to the actuarially-calculated annual required contribution) and replaced it with the total other postemployment liability (an amount representing the full actuarial accrued liability of the plan). This resulted in a decrease in governmental activities net position as of January 1, 2018 of \$37,166,479 and component unit net position for the Mental Health Authority of \$456,163.

20. SUBSEQUENT EVENTS

On May 23, 2019, the County issued General Obligation Limited Tax Notes, Series 2019 with a face value of \$10,000,000 to finance the purchase of delinquent property taxes receivable from each taxing unit in the County, which is part of the normal financing activities of the County.



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REQUIRED SUPPLEMENTARY INFORMATION

COUNTY OF BERRIEN, MICHIGAN

Defined Benefit Pension Plan Required Supplementary Information

Schedule of Changes in the County's Net Pension Liability and Related Ratios

	2018	2017	2016	2015
Total pension liability				
Service cost	\$ 6,010,952	\$ 6,407,413	\$ 4,694,759	\$ 4,669,602
Interest on total pension liability	17,216,098	16,796,275	15,655,309	15,305,513
Difference between expected and actual experience	(1,668,850)	(7,472,589)	694,777	(3,197,192)
Changes in assumptions	(456,848)	(14,114,633)	48,836,330	-
Benefit changes	115,505	79,619	(7,048)	112,917
Benefit payments and refunds	(13,808,239)	(13,058,873)	(12,703,945)	(12,357,966)
Net change in total pension liability	<u>7,408,618</u>	<u>(11,362,788)</u>	<u>57,170,182</u>	<u>4,532,874</u>
Total pension liability, beginning of year	<u>245,503,345</u>	<u>256,866,133</u>	<u>199,695,951</u>	<u>195,163,077</u>
Total pension liability, end of year	<u>252,911,963</u>	<u>245,503,345</u>	<u>256,866,133</u>	<u>199,695,951</u>
Plan fiduciary net position				
Employer contributions	7,727,058	6,668,570	7,235,958	7,172,058
Employee contributions	2,932,496	2,790,452	2,829,258	2,742,953
Pension plan net investment income (loss)	22,568,548	11,732,141	(2,091,339)	10,630,310
Benefit payments and refunds	(13,808,239)	(13,058,873)	(12,703,945)	(12,357,966)
Pension plan administrative expense	(86,025)	(67,327)	(66,733)	(20,738)
Net change in plan fiduciary net position	<u>19,333,838</u>	<u>8,064,963</u>	<u>(4,796,801)</u>	<u>8,166,617</u>
Plan fiduciary net position, beginning of year	<u>154,066,086</u>	<u>146,001,123</u>	<u>150,797,924</u>	<u>142,631,307</u>
Plan fiduciary net position, end of year	<u>173,399,924</u>	<u>154,066,086</u>	<u>146,001,123</u>	<u>150,797,924</u>
Net pension liability	<u>\$ 79,512,039</u>	<u>\$ 91,437,259</u>	<u>\$ 110,865,010</u>	<u>\$ 48,898,027</u>
Plan fiduciary net position as a percentage of total pension liability	68.56%	62.76%	56.84%	75.51%
Covered payroll	<u>\$ 45,802,966</u>	<u>\$ 44,052,971</u>	<u>\$ 43,865,207</u>	<u>\$ 41,465,482</u>
Net pension liability as a percentage of covered payroll	173.60%	207.56%	252.74%	117.92%

Notes to Schedule

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

Measurement date. The County's net pension liability is measured as of December 31 of the year preceding the County's fiscal year end.

Changes in assumptions - In 2017, amounts reported as changes in assumptions resulted from decreases in the inflation rate used to calculate the discount rate, decreases in the expected salary increases, change in the single discount rate, and changes in the mortality tables. In 2018, amounts reported as changes in assumptions resulted from changes in the single discount rate.

COUNTY OF BERRIEN, MICHIGAN

Defined Benefit Pension Plan Required Supplementary Information

Schedule of the Net Pension Liability

Fiscal Year Ended	Total Pension Liability	Plan Net Pension	Net Pension Liability	Plan Net Position as Percentage of Total Pension Liability	Covered Payroll	Net Pension Liability as Percentage of Covered Payroll
12/31/2015	\$ 199,695,951	\$ 150,797,924	\$48,898,027	75.51%	\$ 41,465,482	117.92%
12/31/2016	256,866,133	146,001,123	110,865,010	56.84%	43,865,207	252.74%
12/31/2017	245,503,345	154,066,086	91,437,259	62.76%	44,052,971	207.56%
12/31/2018	252,911,963	173,399,924	79,512,039	68.56%	45,802,966	173.60%

Notes to Schedule

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

Measurement date. The County's net pension liability is measured as of December 31 of the year preceding the County's fiscal year end.

COUNTY OF BERRIEN, MICHIGAN

Defined Benefit Pension Plan Required Supplementary Information

Schedule of County Contributions

Fiscal Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/2014	\$ 7,172,058	\$ 7,172,058	\$ -	\$ 41,465,482	17.3%
12/31/2015	7,235,958	7,235,958	-	43,865,207	16.5%
12/31/2016	6,668,570	6,668,570	-	44,052,971	15.1%
12/31/2017	7,727,058	7,727,058	-	45,802,966	16.9%
12/31/2018	7,644,442	7,644,442	-	46,465,416	16.5%

Notes to Schedule of Contributions

Notes Actuarially determined contribution rates are calculated as of December 31 that is 12 months prior to the beginning of the fiscal year for which the contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percent of payroll, closed
Remaining amortization period	20 years
Asset valuation method	Market value with 5 year smoothing of gains and losses.
Inflation	3.25%
Salary increases	3.55%-6.25% including inflation
Investment rate of return	7.50% net of pension plan investment expense, including inflation
Mortality rates	RP-2014 healthy annuitant tables after adjustment to the base year 2006 for males and females with MP-2015 mortality improvement scales. The margin for future mortality improvement is included in the MP-2015 mortality improvement scales.

COUNTY OF BERRIEN, MICHIGAN

Postemployment Healthcare Plan Required Supplementary Information

Schedule of Changes in the County's Net Other Postemployment Benefits Liability and Related Ratios

	2018
Total OPEB liability	
Service cost	\$ 999,955
Interest on total OPEB liability	5,128,164
Difference between expected and actual experience	(2,951,797)
Benefit changes	424,030
Benefit payments and refunds	(3,814,978)
Net change in total OPEB liability	<u>(214,626)</u>
Total OPEB liability, beginning of year	<u>70,621,966</u>
Total OPEB liability, end of year	<u>70,407,340</u>
Plan fiduciary net position	
Employer contributions	4,250,834
OPEB plan net investment income	4,070,314
Benefit payments and refunds	(3,814,978)
Net change in plan fiduciary net position	<u>4,506,170</u>
Plan fiduciary net position, beginning of year	<u>30,719,499</u>
Plan fiduciary net position, end of year	<u>35,225,669</u>
Net OPEB liability	<u>\$ 35,181,671</u>
Plan fiduciary net position as a percentage of total OPEB liability	50.03%
Covered payroll	<u>\$ 29,859,404</u>
Net OPEB liability as a percentage of covered payroll	117.82%

Notes to Schedule

GASB 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Measurement date. The County's net OPEB liability is measured as of December 31 of the year preceding the County's fiscal year end.

COUNTY OF BERRIEN, MICHIGAN

Postemployment Healthcare Plan Required Supplementary Information

Schedule of the Net Other Postemployment Benefits Liability

Fiscal Year Ended	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability	Plan Fiduciary Net Position as Percentage of Total OPEB Liability	Covered Payroll	Net OPEB Liability as Percentage of Covered Payroll
12/31/2017	\$ 70,407,341	\$ 35,225,669	\$35,181,672	50.03%	\$ 29,730,309	118.3%
12/31/2018	75,554,595	34,071,913	41,482,682	45.10%	29,859,404	138.9%

Notes to Schedule

Note: GASB 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Measurement date. The County's net OPEB liability is measured as of December 31 of the year preceding the County's fiscal year end.

COUNTY OF BERRIEN, MICHIGAN

Postemployment Healthcare Plan Required Supplementary Information

Schedule of County Contributions

Fiscal Year Ended	Actuarial Valuation Date	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/2017	12/31/2015	\$ 4,250,834	\$ 4,250,834	\$ -	\$ 29,730,309	14.3%
12/31/2018	12/31/2016	4,134,718	4,134,718	-	29,859,404	13.8%

Note: GASB 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Notes to Schedule of Contributions

Valuation date Actuarially determined contribution rates are calculated as of December 31 that is 12 months prior to the beginning of the fiscal year for which the contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level dollar, closed
Remaining amortization period	27 years (12.7 for Riverwood)
Asset valuation method	5-year smoothed market; 25% corridor
Inflation	2.75%
Salary increases	3.25-6.25% including inflation
Investment rate of return	7.50% net of OPEB plan investment expense, including inflation
Mortality rates	Fully generational RP-2014 Healthy Annuitant Tables after adjustment to the base year 2006 for males and females with MP-2015 mortality improvement scales. Disabled postemployment: Fully generational RP-2014 Disabled Annuitant Tables after adjustment to the base year 2006 for males and females with MP-2015 mortality improvement scales. Pre-Retirement: Fully generational RP-2014 Employee Tables after adjustment to the base year 2006 for males and females with MP-2015 mortality improvement scales.

Healthcare trend rates Based on the Getzen Model, with trend starting at 9.0% and gradually decreasing to an ultimate trend rate of 3.25%

Aging factors Based on the 2013 SOA Study "Health Care Costs - From Birth to Death"

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

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - by Activity

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 37,222,657	\$ 37,222,657	\$ 37,820,432	\$ 597,775
Licenses and permits	208,450	208,450	193,691	(14,759)
Intergovernmental revenue	6,936,381	6,936,381	7,433,437	497,056
Charges for services	6,958,918	6,958,918	6,760,917	(198,001)
Fines and forfeitures	510,000	510,000	353,668	(156,332)
Interest revenue	171,000	171,000	436,988	265,988
Other revenue	4,719,523	4,719,523	4,671,594	(47,929)
Total revenues	56,726,929	56,726,929	57,670,727	943,798
Expenditures				
Legislative:				
Board of Commissioners	637,578	769,107	721,676	(47,431)
Appropriations to outside agencies	430,260	430,260	429,777	(483)
Total legislative	1,067,838	1,199,367	1,151,453	(47,914)
Judicial:				
Circuit court	365,484	384,346	378,911	(5,435)
District court	2,344,835	2,344,785	2,116,525	(228,260)
Probate court	309,562	331,136	291,666	(39,470)
Jury board	32,310	32,310	29,997	(2,313)
Family court intake	506,072	505,355	480,973	(24,382)
Tri-court cashiering unit	908,670	908,670	842,423	(66,247)
Trial court	2,288,570	2,270,115	2,129,250	(140,865)
District court probation	642,002	642,122	585,728	(56,394)
Adult probation	98,854	100,303	98,500	(1,803)
Juvenile probation	649,813	643,273	636,667	(6,606)
Probate court administration	400,878	413,413	381,551	(31,862)
Total judicial	8,547,050	8,575,828	7,972,191	(603,637)

continued...

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - by Activity

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Expenditures (continued)				
General government:				
Elections	\$ 212,342	\$ 224,472	\$ 215,995	\$ (8,477)
County Administrator	248,048	255,964	253,895	(2,069)
Clerk	1,151,266	1,146,361	1,028,356	(118,005)
Equalization	665,044	665,165	633,115	(32,050)
Personnel	436,683	467,410	451,732	(15,678)
Corporate counsel	171,485	174,559	170,724	(3,835)
Prosecutor	3,170,850	3,173,968	3,016,623	(157,345)
Register of deeds	337,952	338,011	311,317	(26,694)
Treasurer	400,675	410,205	407,973	(2,232)
Courthouse and grounds	1,536,292	1,558,928	1,456,138	(102,790)
Building authority	223	223	62	(161)
South county building	500,747	507,683	438,805	(68,878)
Other county property	169,449	161,029	107,734	(53,295)
Administration center	310,389	299,662	228,516	(71,146)
2100 complex	196,128	224,288	185,319	(38,969)
Training facility	16,250	16,250	10,253	(5,997)
Drain commissioner	391,553	418,173	391,309	(26,864)
Building security	722,951	749,917	734,595	(15,322)
Financial services	714,027	711,291	648,588	(62,703)
Napier building	298,264	285,564	215,068	(70,496)
Animal control building	105,679	109,079	81,752	(27,327)
Church street	14,215	14,215	8,412	(5,803)
Telephone switchboard-central	149,129	172,629	165,541	(7,088)
Printing and microfilming	297,446	322,218	303,780	(18,438)
Mailing services	359,520	360,068	302,733	(57,335)
Motor pool	365,975	412,452	379,091	(33,361)
Information systems	2,352,150	2,353,415	2,118,915	(234,500)
GIS/mapping	385,270	396,945	388,612	(8,333)
Surveyor	50	50	-	(50)
Automation upgrade	326,500	435,820	411,656	(24,164)
Survey and remonumentation	80,650	80,650	77,791	(2,859)
Copy center	5,484	6,108	6,107	(1)
Cooperative extension service	292,753	293,257	226,882	(66,375)
Records center	258,085	261,154	252,806	(8,348)
Indigent defense	2,007,012	1,545,984	1,542,729	(3,255)
Total general government	18,650,536	18,553,167	17,172,924	(1,380,243)

continued...

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - by Activity

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Expenditures (continued)				
Public safety:				
Sheriff's office and road patrol	\$ 5,920,293	\$ 6,327,207	\$ 6,212,947	\$ (114,260)
Jail inmate rehabilitation	26,508	28,159	28,157	(2)
Sheriff's department radios	61,000	61,000	49,071	(11,929)
Law enforcement training facility	5,900	5,900	1,213	(4,687)
Jail division	11,350,411	11,307,999	10,998,500	(309,499)
Jail maintenance	966,706	931,470	816,231	(115,239)
Emergency management	464,816	510,287	490,917	(19,370)
Animal control	755,386	806,384	791,563	(14,821)
Total public safety	19,551,020	19,978,406	19,388,599	(589,807)
Public works -				
Appropriations to outside agencies	538,372	538,372	538,371	(1)
Health and welfare:				
Contagious disease	69,200	69,200	26,499	(42,701)
Veterans services	135,473	145,200	142,731	(2,469)
Veterans burial	7,000	7,000	5,700	(1,300)
Juvenile Center	183,225	193,324	152,706	(40,618)
Appropriations to outside agencies	547,745	547,745	537,378	(10,367)
Total health and welfare	942,643	962,469	865,014	(97,455)
Recreation and cultural -				
Parks development	-	25,650	25,650	-
Community development:				
Economic development	485,034	493,392	477,006	(16,386)
Plat Board	2,471	2,471	2,028	(443)
Total community development	487,505	495,863	479,034	(16,829)
Other governmental activities:				
Contingencies	1,500,000	1,033,449	-	(1,033,449)
Insurance and surety bonds	765,702	497,643	494,298	(3,345)
Total other governmental activities	2,265,702	1,531,092	494,298	(1,036,794)

continued...

COUNTY OF BERRIEN, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund - by Activity

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Expenditures (continued)				
Debt service:				
Principal	\$ 69,658	\$ 116,546	\$ 116,545	\$ (1)
Interest	-	4,745	4,745	-
Total debt service	<u>69,658</u>	<u>121,291</u>	<u>121,290</u>	<u>(1)</u>
Total expenditures	<u>52,120,324</u>	<u>51,981,505</u>	<u>48,208,824</u>	<u>(3,772,681)</u>
Revenues over expenditures	<u>4,606,605</u>	<u>4,745,424</u>	<u>9,461,903</u>	<u>4,716,479</u>
Other financing sources (uses)				
Issuance of long-term debt	150,000	150,000	147,125	(2,875)
Transfers in	5,152,598	5,152,598	1,543,929	(3,608,669)
Transfers out	<u>(9,909,203)</u>	<u>(10,048,022)</u>	<u>(9,561,431)</u>	<u>(486,591)</u>
Total other financing uses	<u>(4,606,605)</u>	<u>(4,745,424)</u>	<u>(7,870,377)</u>	<u>(3,124,953)</u>
Net change in fund balance	-	-	1,591,526	1,591,526
Fund balance, beginning of year	<u>21,966,137</u>	<u>21,966,137</u>	<u>21,966,137</u>	-
Fund balance, end of year	<u>\$ 21,966,137</u>	<u>\$ 21,966,137</u>	<u>\$ 23,557,663</u>	<u>\$ 1,591,526</u>

concluded.

COUNTY OF BERRIEN, MICHIGAN

Detail Schedule of Revenues - General Operating Fund

Road Fund

For the 15 Month Period Ended December 31, 2018

Revenues

Licenses and permits	<u>\$ 110,539</u>
Federal sources:	
Surface transportation program (STP)	1,073,035
Bridge	445,378
Other	<u>377,794</u>
Total federal sources	<u>1,896,207</u>
State sources -	
Motor Vehicle Highway Funds - Act 51:	
Engineering	10,000
Primary roads	10,485,363
Local roads	5,312,609
Primary urban roads	2,426,770
Local urban roads	971,695
Local bridge	77,436
Rural primary roads	281,237
Other	<u>3,124,658</u>
Total state sources	<u>22,689,768</u>
Local sources:	
City and village contributions	180,556
Township contributions	4,800,213
Other contributions	<u>219,905</u>
Total local sources	<u>5,200,674</u>
Charges for services:	
State maintenance contract	4,798
Other services	11,254
Salvage sales	<u>14,721</u>
Total charges for services	<u>30,773</u>
Investment earnings and rental	<u>138,424</u>
Other revenues:	
Net proceeds on equipment disposal	128,909
Other	<u>233,245</u>
Total other revenues	<u>362,154</u>
Total revenues	<u><u>\$ 30,428,539</u></u>

COUNTY OF BERRIEN, MICHIGAN

Detail Schedule of Expenditures - General Operating Fund

Road Fund

For the 15 Month Period Ended December 31, 2018

Expenditures	
Construction/capacity improvements	<u>\$ 91</u>
Preservation - structural improvements:	
Primary roads and structures	5,053,779
Local roads and structures	4,943,000
Total preservation - structural improvements	<u>9,996,779</u>
Maintenance - winter and traffic control:	
Primary roads and structures	5,894,350
Local roads and structures	7,127,390
Total maintenance - winter and traffic control	<u>13,021,740</u>
Equipment:	
Direct	2,510,419
Indirect	1,300,003
Operating	560,959
Less - equipment rental	(4,675,407)
Total equipment	<u>(304,026)</u>
Administrative	<u>1,021,406</u>
Other - trunk line maintenance, non-maintenance, drain assessment and other	<u>403,474</u>
Capital outlay - net	<u>150,873</u>
Debt service:	
Principal	281,670
Interest and fiscal charges	19,762
Total debt service	<u>301,432</u>
Total expenditures	<u>\$ 24,591,769</u>

COUNTY OF BERRIEN, MICHIGAN

Detail Schedule of Revenues, Expenditures and Changes in Fund Balances - General

Operating Fund - Road Fund

For the 15 Month Period Ended December 31, 2018 (with Comparative Totals for Fiscal Year Ended December 31, 2018)

	Primary Roads	Local Roads	County Roads	Total
Revenues				
Licenses, fees, taxes and permits	\$ -	\$ -	\$ 110,539	\$ 110,539
Intergovernmental:				
Federal sources	1,450,829	445,378	-	1,896,207
State sources	16,324,703	6,365,065	-	22,689,768
Local sources	-	4,800,213	400,461	5,200,674
Charges for services	-	-	30,773	30,773
Interest revenue	36,310	-	102,114	138,424
Other	-	-	362,154	362,154
Total revenues	17,811,842	11,610,656	1,006,041	30,428,539
Expenditures				
Current:				
Construction/capacity improvements	-	91	-	91
Preservation -				
Structural improvements	5,053,779	4,943,000	-	9,996,779
Maintenance	5,894,351	7,127,389	-	13,021,740
Equipment - net	(119,528)	(169,137)	(15,361)	(304,026)
Administrative	485,802	535,604	-	1,021,406
Trunk line maintenance	-	-	4,895	4,895
Other	-	-	173,915	173,915
Drain assessment	112,332	112,332	-	224,664
Capital outlay - net	-	-	150,873	150,873
Debt service:				
Principal	-	-	281,670	281,670
Interest and fiscal charges	-	-	19,762	19,762
Total expenditures	11,426,736	12,549,279	615,754	24,591,769
Net change in fund balance before transfers and special item	6,385,106	(938,623)	390,287	5,836,770
Special item - transfer of operations	2,021,585	-	5,685,304	7,706,889
Other financing sources (uses) Transfers in (out)	(938,623)	938,623	-	-
Net change in fund balance	7,468,068	-	6,075,591	13,543,659
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	\$ 7,468,068	\$ -	\$ 6,075,591	\$ 13,543,659



Three-month Period Ended December 31, 2017	Year Ended December 31, 2018	Total
\$ 19,010	\$ 91,529	\$ 110,539
392,024	1,504,183	1,896,207
3,458,053	19,231,715	22,689,768
287,311	4,913,363	5,200,674
1,641	29,132	30,773
19,015	119,409	138,424
4,505	357,649	362,154
<u>4,181,559</u>	<u>26,246,980</u>	<u>30,428,539</u>
-	91	91
1,309,327	8,687,452	9,996,779
2,157,189	10,864,551	13,021,740
(59,635)	(244,391)	(304,026)
222,832	798,574	1,021,406
-	4,895	4,895
3,486	170,429	173,915
-	224,664	224,664
(202,379)	353,252	150,873
49,800	231,870	281,670
7,159	12,603	19,762
<u>3,487,779</u>	<u>21,103,990</u>	<u>24,591,769</u>
693,780	5,142,990	5,836,770
7,706,889	-	7,706,889
-	-	-
<u>\$ 8,400,669</u>	<u>\$ 5,142,990</u>	13,543,659
		<u>-</u>
		<u>\$ 13,543,659</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2018

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Other Governmental Funds
		Building Authority (4500)		
Assets				
Cash and cash equivalents	\$ 7,302,083	\$ 3,551	\$ 5,820,873	\$ 13,126,507
Investments	-	-	-	-
Receivables:				
Accounts	155,577	-	-	155,577
Taxes - current	745,417	-	-	745,417
Due from other governments	2,938,833	-	-	2,938,833
Notes	120,000	-	-	120,000
Total assets	\$ 11,261,910	\$ 3,551	\$ 5,820,873	\$ 17,086,334
Liabilities				
Accounts payable	\$ 509,987	\$ -	\$ 590,802	\$ 1,100,789
Accrued liabilities	463,956	-	-	463,956
Due to other governments	93,069	-	-	93,069
Interfund payable	521,686	-	-	521,686
Unearned revenue	892,614	-	-	892,614
Total liabilities	2,481,312	-	590,802	3,072,114
Deferred inflows of resources				
Taxes levied for a subsequent period	774,987	-	-	774,987
Fund balances				
Nonspendable	120,000	-	-	120,000
Restricted	3,272,522	3,551	-	3,276,073
Committed	4,613,089	-	5,230,071	9,843,160
Total fund balances	8,005,611	3,551	5,230,071	13,239,233
Total liabilities, deferred inflows of resources and fund balances	\$ 11,261,910	\$ 3,551	\$ 5,820,873	\$ 17,086,334

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended December 31, 2018

	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total Other Governmental Funds
		Building Authority (4500)		
Revenues				
Property taxes	\$ 931,480	\$ -	\$ -	\$ 931,480
Licenses and permits	388,963	-	-	388,963
Intergovernmental revenue	13,304,547	-	-	13,304,547
Charges for services	4,616,227	-	-	4,616,227
Fines and forfeitures	14,187	-	-	14,187
Interest revenue	1,628	20	-	1,648
Other revenue	4,683,694	-	12,232	4,695,926
Total revenues	23,940,726	20	12,232	23,952,978
Expenditures				
Current:				
Judicial	4,386,533	-	27,106	4,413,639
General government	1,438,478	-	268,325	1,706,803
Public safety	5,451,617	-	5,556,294	11,007,911
Public works	54,003	-	-	54,003
Health and welfare	19,397,585	-	26,513	19,424,098
Recreation and cultural	2,449,840	-	18,855	2,468,695
Community development	1,515,024	-	-	1,515,024
Total expenditures	34,693,080	-	5,897,093	40,590,173
Revenues over (under) expenditures	(10,752,354)	20	(5,884,861)	(16,637,195)
Other financing sources (uses)				
Transfers in	12,735,100	-	5,473,417	18,208,517
Transfers out	(1,836,907)	-	(151,904)	(1,988,811)
Total other financing sources (uses)	10,898,193	-	5,321,513	16,219,706
Net change in fund balances	145,839	20	(563,348)	(417,489)
Fund balances, beginning of year	7,859,772	3,531	5,793,419	13,656,722
Fund balances, end of year	\$ 8,005,611	\$ 3,551	\$ 5,230,071	\$ 13,239,233

COUNTY OF BERRIEN, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds December 31, 2018

	Parks and Recreation (2080)	Parks Environmental Affairs (2082)	Parks and Recreation Grant (2085)
Assets			
Cash and cash equivalents	\$ 450,121	\$ 46,760	\$ -
Investments	-	-	-
Receivables:			
Accounts	-	-	-
Taxes - current	-	-	-
Due from other governments	-	-	87,111
Notes	-	-	-
Total assets	\$ 450,121	\$ 46,760	\$ 87,111
Liabilities			
Accounts payable	\$ 25,100	\$ -	\$ -
Accrued liabilities	16,689	882	-
Due to other governments	-	-	-
Interfund payable	-	-	87,111
Unearned revenue	-	-	-
Total liabilities	41,789	882	87,111
Deferred inflows of resources			
Taxes levied for a subsequent period	-	-	-
Fund balances			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	408,332	45,878	-
Total fund balances	408,332	45,878	-
Total liabilities, deferred inflows of resources and fund balances	\$ 450,121	\$ 46,760	\$ 87,111

Parks Millage (2087)	Historical Association Loan Fund (2110)	Berrien Community Foundation (2130)	Friend of the Court (2150)	Family Counseling Services (2155)	Judicial Grants and Programs (2175)
\$ 163,012	\$ 30,000	\$ 13,747	\$ -	\$ 85,249	\$ 74,958
-	-	-	-	-	-
-	-	-	-	-	-
745,417	-	-	-	-	-
-	-	24,099	726,607	-	133,180
-	120,000	-	-	-	-
<u>\$ 908,429</u>	<u>\$ 150,000</u>	<u>\$ 37,846</u>	<u>\$ 726,607</u>	<u>\$ 85,249</u>	<u>\$ 208,138</u>
\$ -	\$ -	\$ 1,170	\$ 1,512	\$ 228	\$ 14,949
-	-	-	67,200	-	6,964
-	-	-	8,195	-	-
-	-	-	434,575	-	-
-	-	-	-	-	323
-	-	1,170	511,482	228	22,236
<u>774,987</u>	-	-	-	-	-
-	120,000	-	-	-	-
133,442	30,000	-	-	85,021	185,902
-	-	36,676	215,125	-	-
<u>133,442</u>	<u>150,000</u>	<u>36,676</u>	<u>215,125</u>	<u>85,021</u>	<u>185,902</u>
<u>\$ 908,429</u>	<u>\$ 150,000</u>	<u>\$ 37,846</u>	<u>\$ 726,607</u>	<u>\$ 85,249</u>	<u>\$ 208,138</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds December 31, 2018

	Health Department (2210)	Health Department Grants (2215)	Berrien County Landfill Use (2270)
Assets			
Cash and cash equivalents	\$ 1,119,475	\$ 524,678	\$ 308,332
Investments	-	-	-
Receivables:			
Accounts	915	6,080	-
Taxes - current	-	-	-
Due from other governments	-	259,176	-
Notes	-	-	-
Total assets	\$ 1,120,390	\$ 789,934	\$ 308,332
Liabilities			
Accounts payable	\$ 17,581	\$ 59,899	\$ -
Accrued liabilities	46,500	60,304	-
Due to other governments	-	62,624	-
Interfund payable	-	-	-
Unearned revenue	-	241,798	-
Total liabilities	64,081	424,625	-
Deferred inflows of resources			
Taxes levied for a subsequent period	-	-	-
Fund balances			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	1,056,309	365,309	308,332
Total fund balances	1,056,309	365,309	308,332
Total liabilities, deferred inflows of resources and fund balances	\$ 1,120,390	\$ 789,934	\$ 308,332

EDC Grants and Programs (2445)	Register of Deeds Automation (2560)	Register of Deeds Tax Foreclosure Search Fund (2561)	Homestead Audit Administration (2590)	Indigent Defense (2600)	Law Enforcement Funds (various #s)
\$ 8,073	\$ 89,050	\$ 13,000	\$ 252,639	\$ 521,624	\$ 1,185,485
-	-	-	-	-	-
-	-	-	-	-	148,582
-	-	-	-	-	-
-	-	-	-	-	371,643
-	-	-	-	-	-
<u>\$ 8,073</u>	<u>\$ 89,050</u>	<u>\$ 13,000</u>	<u>\$ 252,639</u>	<u>\$ 521,624</u>	<u>\$ 1,705,710</u>
\$ -	\$ 17,928	\$ -	\$ -	\$ 19,882	\$ 27,471
-	74	-	1,448	24,181	140,788
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	477,561	396
-	18,002	-	1,448	521,624	168,655
-	-	-	-	-	-
-	-	-	-	-	-
8,073	71,048	-	-	-	-
-	-	13,000	251,191	-	1,537,055
<u>8,073</u>	<u>71,048</u>	<u>13,000</u>	<u>251,191</u>	<u>-</u>	<u>1,537,055</u>
<u>\$ 8,073</u>	<u>\$ 89,050</u>	<u>\$ 13,000</u>	<u>\$ 252,639</u>	<u>\$ 521,624</u>	<u>\$ 1,705,710</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds December 31, 2018

	Concealed Pistol Licensing Fund (2630)	Public Safety Cigarette Tax (2665)	Animal Control Grant and Program (2675)
Assets			
Cash and cash equivalents	\$ 133,036	\$ 162,801	\$ 56,770
Investments	-	-	-
Receivables:			
Accounts	-	-	-
Taxes - current	-	-	-
Due from other governments	-	-	-
Notes	-	-	-
Total assets	\$ 133,036	\$ 162,801	\$ 56,770
Liabilities			
Accounts payable	\$ -	\$ 232	\$ 780
Accrued liabilities	849	-	-
Due to other governments	-	-	-
Interfund payable	-	-	-
Unearned revenue	-	76,644	-
Total liabilities	849	76,876	780
Deferred inflows of resources			
Taxes levied for a subsequent period	-	-	-
Fund balances			
Nonspendable	-	-	-
Restricted	-	85,925	55,990
Committed	132,187	-	-
Total fund balances	132,187	85,925	55,990
Total liabilities, deferred inflows of resources and fund balances	\$ 133,036	\$ 162,801	\$ 56,770

County Law Library (2690)	Small Bus Program (2810)	Berrien Bus Grant and Program (2815)	Four Winds Casino Revenue Sharing (2851)	Campaign Finance Administration (2870)	Social Services (2900)
\$ 58,530	\$ 216,010	\$ 53,458	\$ 101,834	\$ 4,282	\$ 99,273
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	95,858	-	-	-	-
-	-	-	-	-	-
<u>\$ 58,530</u>	<u>\$ 311,868</u>	<u>\$ 53,458</u>	<u>\$ 101,834</u>	<u>\$ 4,282</u>	<u>\$ 99,273</u>
\$ 109	\$ 74,447	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	24
-	22,250	-	-	-	-
-	-	-	-	-	-
-	42,434	53,458	-	-	-
<u>109</u>	<u>139,131</u>	<u>53,458</u>	<u>-</u>	<u>-</u>	<u>24</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	172,737	-	-	-	99,249
58,421	-	-	101,834	4,282	-
<u>58,421</u>	<u>172,737</u>	<u>-</u>	<u>101,834</u>	<u>4,282</u>	<u>99,249</u>
<u>\$ 58,530</u>	<u>\$ 311,868</u>	<u>\$ 53,458</u>	<u>\$ 101,834</u>	<u>\$ 4,282</u>	<u>\$ 99,273</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Combining Balance Sheet Nonmajor Special Revenue Funds December 31, 2018

	Child Care Probate (2920)	Child Care Social Services (2921)	Generous Juror Program (2925)
Assets			
Cash and cash equivalents	\$ 554,075	\$ 846,763	\$ 42,068
Investments	-	-	-
Receivables:			
Accounts	-	-	-
Taxes - current	-	-	-
Due from other governments	1,123,240	117,919	-
Notes	-	-	-
Total assets	\$ 1,677,315	\$ 964,682	\$ 42,068
Liabilities			
Accounts payable	\$ 202,443	\$ 46,256	\$ -
Accrued liabilities	97,729	-	-
Due to other governments	-	-	-
Interfund payable	-	-	-
Unearned revenue	-	-	-
Total liabilities	300,172	46,256	-
Deferred inflows of resources			
Taxes levied for a subsequent period	-	-	-
Fund balances			
Nonspendable	-	-	-
Restricted	1,377,143	918,426	42,068
Committed	-	-	-
Total fund balances	1,377,143	918,426	42,068
Total liabilities, deferred inflows of resources and fund balances	\$ 1,677,315	\$ 964,682	\$ 42,068



Soldiers and Sailors Relief (2930)	Board of Public Works (2960)	Total
\$ 7,498	\$ 79,482	\$ 7,302,083
-	-	-
-	-	155,577
-	-	745,417
-	-	2,938,833
-	-	120,000
<u>\$ 7,498</u>	<u>\$ 79,482</u>	<u>\$ 11,261,910</u>
\$ -	\$ -	\$ 509,987
-	324	463,956
-	-	93,069
-	-	521,686
-	-	892,614
<u>-</u>	<u>324</u>	<u>2,481,312</u>
-	-	774,987
-	-	120,000
7,498	-	3,272,522
-	79,158	4,613,089
<u>7,498</u>	<u>79,158</u>	<u>8,005,611</u>
<u>\$ 7,498</u>	<u>\$ 79,482</u>	<u>\$ 11,261,910</u>

concluded.

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2018

	Parks and Recreation (2080)	Parks Environmental Affairs (2082)	Parks and Recreation Grant (2085)
Revenues			
Property taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenue	-	-	411,118
Charges for services	696,598	7,845	-
Fines and forfeitures	-	-	-
Interest revenue	96	-	-
Other revenue	139,990	-	46,728
Total revenues	836,684	7,845	457,846
Expenditures			
Current:			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	1,419,938	168,215	860,102
Community development	-	-	-
Total expenditures	1,419,938	168,215	860,102
Revenue over (under) expenditures	(583,254)	(160,370)	(402,256)
Other financing sources (uses)			
Transfers in	602,858	175,879	402,256
Transfers out	(65,388)	(5,264)	-
Total other financing sources (uses)	537,470	170,615	402,256
Net change in fund balances	(45,784)	10,245	-
Fund balances, beginning of year	454,116	35,633	-
Fund balances, end of year	\$ 408,332	\$ 45,878	\$ -

Parks Millage (2087)	Historical Association Loan Fund (2110)	Berrien Community Foundation (2130)	Friend of the Court (2150)	Family Counseling Services (2155)	Judicial Grants and Programs (2175)
\$ 768,892	\$ -	\$ -	\$ -	\$ -	\$ 4
-	-	-	-	19,200	-
12,877	-	-	1,913,313	-	608,322
-	-	-	203,710	-	1,637
-	-	-	-	-	-
-	-	-	-	-	-
-	-	117,259	58,146	450	40,769
<u>781,769</u>	<u>-</u>	<u>117,259</u>	<u>2,175,169</u>	<u>19,650</u>	<u>650,732</u>
-	-	-	3,426,436	49,307	832,007
-	-	-	-	-	-
-	-	28,212	-	-	-
-	-	-	-	-	-
-	-	21,576	-	-	-
-	-	1,585	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>51,373</u>	<u>3,426,436</u>	<u>49,307</u>	<u>832,007</u>
<u>781,769</u>	<u>-</u>	<u>65,886</u>	<u>(1,251,267)</u>	<u>(29,657)</u>	<u>(181,275)</u>
-	-	-	1,396,137	-	181,276
(765,184)	-	(61,525)	(23,486)	-	-
<u>(765,184)</u>	<u>-</u>	<u>(61,525)</u>	<u>1,372,651</u>	<u>-</u>	<u>181,276</u>
16,585	-	4,361	121,384	(29,657)	1
<u>116,857</u>	<u>150,000</u>	<u>32,315</u>	<u>93,741</u>	<u>114,678</u>	<u>185,901</u>
<u>\$ 133,442</u>	<u>\$ 150,000</u>	<u>\$ 36,676</u>	<u>\$ 215,125</u>	<u>\$ 85,021</u>	<u>\$ 185,902</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds For the Year Ended December 31, 2018

	Health Department (2210)	Health Department Grants (2215)	Berrien County Landfill Use (2270)
Revenues			
Property taxes	\$ -	\$ -	\$ -
Licenses and permits	310,577	-	-
Intergovernmental revenue	400,646	3,627,207	-
Charges for services	45,179	262,535	262,239
Fines and forfeitures	-	-	-
Interest revenue	-	-	-
Other revenue	3,246,236	446,463	-
Total revenues	4,002,638	4,336,205	262,239
Expenditures			
Current:			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Public works	-	-	39,719
Health and welfare	4,982,868	5,778,759	-
Recreation and cultural	-	-	-
Community development	-	-	-
Total expenditures	4,982,868	5,778,759	39,719
Revenue over (under) expenditures	(980,230)	(1,442,554)	222,520
Other financing sources (uses)			
Transfers in	1,379,743	1,359,754	-
Transfers out	(114,794)	-	(175,879)
Total other financing sources (uses)	1,264,949	1,359,754	(175,879)
Net change in fund balances	284,719	(82,800)	46,641
Fund balances, beginning of year	771,590	448,109	261,691
Fund balances, end of year	\$ 1,056,309	\$ 365,309	\$ 308,332

EDC Grants and Programs (2445)	Register of Deeds Automation (2560)	Register of Deeds Tax Foreclosure Search Fund (2561)	Homestead Audit Administration (2590)	Indigent Defense (2600)	Law Enforcement Funds (various #s)
\$ -	\$ -	\$ -	\$ 162,584	\$ -	\$ -
-	-	-	-	-	-
2,573	-	-	-	280,577	867,792
-	150,370	235,200	-	49,953	2,242,708
-	-	-	-	-	14,187
-	-	-	576	-	339
-	-	-	-	-	196,846
<u>2,573</u>	<u>150,370</u>	<u>235,200</u>	<u>163,160</u>	<u>330,530</u>	<u>3,321,872</u>
-	-	-	-	-	-
-	139,597	31,086	60,127	381,660	788,473
-	-	-	-	-	5,353,122
-	-	-	-	-	-
-	-	-	-	-	-
6,706	-	-	-	-	-
<u>6,706</u>	<u>139,597</u>	<u>31,086</u>	<u>60,127</u>	<u>381,660</u>	<u>6,141,595</u>
<u>(4,133)</u>	<u>10,773</u>	<u>204,114</u>	<u>103,033</u>	<u>(51,130)</u>	<u>(2,819,723)</u>
-	-	-	-	51,130	2,966,019
-	-	(204,114)	-	-	(56,834)
-	-	(204,114)	-	51,130	2,909,185
(4,133)	10,773	-	103,033	-	89,462
12,206	60,275	13,000	148,158	-	1,447,593
<u>\$ 8,073</u>	<u>\$ 71,048</u>	<u>\$ 13,000</u>	<u>\$ 251,191</u>	<u>\$ -</u>	<u>\$ 1,537,055</u>

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COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds For the Year Ended December 31, 2018

	Concealed Pistol Licensing Fund (2630)	Public Safety Cigarette Tax (2665)	Animal Control Grant and Program (2675)
Revenues			
Property taxes	\$ -	\$ -	\$ -
Licenses and permits	59,186	-	-
Intergovernmental revenue	-	49,611	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Interest revenue	-	-	-
Other revenue	-	-	55,017
Total revenues	59,186	49,611	55,017
Expenditures			
Current:			
Judicial	-	-	-
General government	34,535	-	-
Public safety	-	41,515	28,768
Public works	-	-	-
Health and welfare	-	-	-
Recreation and cultural	-	-	-
Community development	-	-	-
Total expenditures	34,535	41,515	28,768
Revenue over (under) expenditures	24,651	8,096	26,249
Other financing sources (uses)			
Transfers in	-	1,904	-
Transfers out	-	-	-
Total other financing sources (uses)	-	1,904	-
Net change in fund balances	24,651	10,000	26,249
Fund balances, beginning of year	107,536	75,925	29,741
Fund balances, end of year	\$ 132,187	\$ 85,925	\$ 55,990

County Law Library (2690)	Small Bus Program (2810)	Berrien Bus Grant and Program (2815)	Four Winds Casino Sharing (2851)	Campaign Finance Administration (2870)	Social Services (2900)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	449,966	445,318	-	-	-
-	457,994	-	-	25	-
-	-	-	-	-	-
-	617	-	-	-	-
6,500	25,879	-	101,834	-	225
<u>6,500</u>	<u>934,456</u>	<u>445,318</u>	<u>101,834</u>	<u>25</u>	<u>225</u>
78,783	-	-	-	-	-
-	-	-	-	3,000	-
-	-	-	-	-	-
-	-	-	-	-	17,222
-	-	-	-	-	-
-	1,062,993	445,325	-	-	-
<u>78,783</u>	<u>1,062,993</u>	<u>445,325</u>	<u>-</u>	<u>3,000</u>	<u>17,222</u>
<u>(72,283)</u>	<u>(128,537)</u>	<u>(7)</u>	<u>101,834</u>	<u>(2,975)</u>	<u>(16,997)</u>
72,284	-	7	-	-	-
-	(7)	-	(364,432)	-	-
<u>72,284</u>	<u>(7)</u>	<u>7</u>	<u>(364,432)</u>	<u>-</u>	<u>-</u>
1	(128,544)	-	(262,598)	(2,975)	(16,997)
58,420	301,281	-	364,432	7,257	116,246
<u>\$ 58,421</u>	<u>\$ 172,737</u>	<u>\$ -</u>	<u>\$ 101,834</u>	<u>\$ 4,282</u>	<u>\$ 99,249</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2018

	Child Care Probate (2920)	Child Care Social Services (2921)	Generous Juror Program (2925)
Revenues			
Property taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenue	3,888,178	347,049	-
Charges for services	234	-	-
Fines and forfeitures	-	-	-
Interest revenue	-	-	-
Other revenue	151,523	31,987	12,101
Total revenues	4,039,935	379,036	12,101
Expenditures			
Current:			
Judicial	-	-	-
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	7,929,192	665,304	1,896
Recreation and cultural	-	-	-
Community development	-	-	-
Total expenditures	7,929,192	665,304	1,896
Revenue over (under) expenditures	(3,889,257)	(286,268)	10,205
Other financing sources (uses)			
Transfers in	3,857,841	286,012	-
Transfers out	-	-	-
Total other financing sources (uses)	3,857,841	286,012	-
Net change in fund balances	(31,416)	(256)	10,205
Fund balances, beginning of year	1,408,559	918,682	31,863
Fund balances, end of year	\$ 1,377,143	\$ 918,426	\$ 42,068

Soldiers and Sailors Relief (2930)	Board of Public Works (2960)	Total
\$ -	\$ -	\$ 931,480
-	-	388,963
-	-	13,304,547
-	-	4,616,227
-	-	14,187
-	-	1,628
5,741	-	4,683,694
<u>5,741</u>	<u>-</u>	<u>23,940,726</u>
-	-	4,386,533
-	-	1,438,478
-	-	5,451,617
-	14,284	54,003
768	-	19,397,585
-	-	2,449,840
-	-	1,515,024
<u>768</u>	<u>14,284</u>	<u>34,693,080</u>
<u>4,973</u>	<u>(14,284)</u>	<u>(10,752,354)</u>
2,000	-	12,735,100
-	-	(1,836,907)
<u>2,000</u>	<u>-</u>	<u>10,898,193</u>
6,973	(14,284)	145,839
525	93,442	7,859,772
<u>\$ 7,498</u>	<u>\$ 79,158</u>	<u>\$ 8,005,611</u>

concluded.

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Parks and Recreation (2080) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	689,370	692,120	696,598	4,478
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	96	96
Other revenue	139,765	139,765	139,990	225
Total revenues	829,135	831,885	836,684	4,799
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	1,509,568	1,541,855	1,419,938	(121,917)
Community development	-	-	-	-
Total expenditures	1,509,568	1,541,855	1,419,938	(121,917)
Revenues over (under) expenditures	(680,433)	(709,970)	(583,254)	126,716
Other financing sources (uses)				
Transfers in	764,798	780,401	602,858	(177,543)
Transfers out	(209,469)	(228,244)	(65,388)	(162,856)
Total other financing sources (uses)	555,329	552,157	537,470	(14,687)
Net change in fund balances	(125,104)	(157,813)	(45,784)	112,029
Fund balances, beginning of year	454,116	454,116	454,116	-
Fund balances, end of year	\$ 329,012	\$ 296,303	\$ 408,332	\$ 112,029

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Parks Environmental Affairs (2082) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	2,000	2,000	7,845	5,845
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	2,000	2,000	7,845	5,845
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	171,702	171,701	168,215	(3,486)
Community development	-	-	-	-
Total expenditures	171,702	171,701	168,215	(3,486)
Revenues over (under) expenditures	(169,702)	(169,701)	(160,370)	9,331
Other financing sources (uses)				
Transfers in	175,000	175,000	175,879	879
Transfers out	(5,264)	(5,265)	(5,264)	(1)
Total other financing sources (uses)	169,736	169,735	170,615	880
Net change in fund balances	34	34	10,245	10,211
Fund balances, beginning of year	35,633	35,633	35,633	-
Fund balances, end of year	\$ 35,667	\$ 35,667	\$ 45,878	\$ 10,211

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Parks and Recreation Grant (2085) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	422,618	413,304	411,118	(2,186)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	55,000	46,700	46,728	28
Total revenues	477,618	460,004	457,846	(2,158)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	800,105	862,791	860,102	(2,689)
Community development	-	-	-	-
Total expenditures	800,105	862,791	860,102	(2,689)
Revenues over (under) expenditures	(322,487)	(402,787)	(402,256)	531
Other financing sources (uses)				
Transfers in	322,487	402,787	402,256	(531)
Transfers out	-	-	-	-
Total other financing sources (uses)	322,487	402,787	402,256	(531)
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Parks Millage (2087) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 760,152	\$ 760,152	\$ 768,892	\$ 8,740
Licenses and permits	-	-	-	-
Intergovernmental revenue	4,646	4,646	12,877	8,231
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	764,798	764,798	781,769	16,971
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	764,798	764,798	781,769	16,971
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(764,798)	(806,576)	(765,184)	(41,392)
Total other financing sources (uses)	(764,798)	(806,576)	(765,184)	41,392
Net change in fund balances	-	(41,778)	16,585	58,363
Fund balances, beginning of year	116,857	116,857	116,857	-
Fund balances, end of year	\$ 116,857	\$ 75,079	\$ 133,442	\$ 58,363

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Historical Association Loan Fund (2110) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Fund balances, end of year	<u>\$ 150,000</u>	<u>\$ 150,000</u>	<u>\$ 150,000</u>	<u>\$ -</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Berrien Community Foundation (2130) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	31,258	125,406	117,259	(8,147)
Total revenues	31,258	125,406	117,259	(8,147)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	30,258	43,995	28,212	(15,783)
Public works	-	-	-	-
Health and welfare	-	23,116	21,576	(1,540)
Recreation and cultural	-	1,585	1,585	-
Community development	-	-	-	-
Total expenditures	30,258	68,696	51,373	(17,323)
Revenues over (under) expenditures	1,000	56,710	65,886	9,176
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(1,000)	(62,525)	(61,525)	(1,000)
Total other financing sources (uses)	(1,000)	(62,525)	(61,525)	1,000
Net change in fund balances	-	(5,815)	4,361	10,176
Fund balances, beginning of year	32,315	32,315	32,315	-
Fund balances, end of year	\$ 32,315	\$ 26,500	\$ 36,676	\$ 10,176

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Friend of the Court (2150)

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	2,220,418	2,220,418	1,913,313	(307,105)
Charges for services	231,000	231,000	203,710	(27,290)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	60,000	60,000	58,146	(1,854)
Total revenues	2,511,418	2,511,418	2,175,169	(336,249)
Expenditures				
Current:				
Judicial	3,534,602	3,534,602	3,426,436	(108,166)
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	3,534,602	3,534,602	3,426,436	(108,166)
Revenues over (under) expenditures	(1,023,184)	(1,023,184)	(1,251,267)	(228,083)
Other financing sources (uses)				
Transfers in	1,046,137	1,046,137	1,396,137	350,000
Transfers out	(25,000)	(25,000)	(23,486)	(1,514)
Total other financing sources (uses)	1,021,137	1,021,137	1,372,651	351,514
Net change in fund balances	(2,047)	(2,047)	121,384	123,431
Fund balances, beginning of year	93,741	93,741	93,741	-
Fund balances, end of year	\$ 91,694	\$ 91,694	\$ 215,125	\$ 123,431

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Family Counseling Services (2155) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	20,000	20,000	19,200	(800)
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	450	450
Total revenues	20,000	20,000	19,650	(350)
Expenditures				
Current:				
Judicial	45,000	65,000	49,307	(15,693)
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	45,000	65,000	49,307	(15,693)
Revenues over (under) expenditures	(25,000)	(45,000)	(29,657)	15,343
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(25,000)	(45,000)	(29,657)	15,343
Fund balances, beginning of year	114,678	114,678	114,678	-
Fund balances, end of year	\$ 89,678	\$ 69,678	\$ 85,021	\$ 15,343

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Judicial Grants and Programs (2175) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ 4	\$ 4
Licenses and permits	-	-	-	-
Intergovernmental revenue	751,430	873,901	608,322	(265,579)
Charges for services	2,600	2,600	1,637	(963)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	40,347	43,547	40,769	(2,778)
Total revenues	794,377	920,048	650,732	(269,316)
Expenditures				
Current:				
Judicial	965,502	1,092,071	832,007	(260,064)
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	965,502	1,092,071	832,007	(260,064)
Revenues over (under) expenditures	(171,125)	(172,023)	(181,275)	(9,252)
Other financing sources (uses)				
Transfers in	171,125	172,023	181,276	9,253
Transfers out	-	-	-	-
Total other financing sources (uses)	171,125	172,023	181,276	9,253
Net change in fund balances	-	-	1	1
Fund balances, beginning of year	185,901	185,901	185,901	-
Fund balances, end of year	\$ 185,901	\$ 185,901	\$ 185,902	\$ 1

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Health Department (2210) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	312,200	312,200	310,577	(1,623)
Intergovernmental revenue	402,766	402,766	400,646	(2,120)
Charges for services	55,405	55,405	45,179	(10,226)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	3,393,492	3,445,030	3,246,236	(198,794)
Total revenues	4,163,863	4,215,401	4,002,638	(212,763)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	5,279,777	5,230,543	4,982,868	(247,675)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	5,279,777	5,230,543	4,982,868	(247,675)
Revenues over (under) expenditures	(1,115,914)	(1,015,142)	(980,230)	34,912
Other financing sources (uses)				
Transfers in	815,914	912,379	1,379,743	467,364
Transfers out	-	(114,795)	(114,794)	(1)
Total other financing sources (uses)	815,914	797,584	1,264,949	467,365
Net change in fund balances	(300,000)	(217,558)	284,719	502,277
Fund balances, beginning of year	771,590	771,590	771,590	-
Fund balances, end of year	\$ 471,590	\$ 554,032	\$ 1,056,309	\$ 502,277

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Health Department Grants (2215) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	3,351,106	3,697,697	3,627,207	(70,490)
Charges for services	336,068	341,068	262,535	(78,533)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	333,952	418,233	446,463	28,230
Total revenues	4,021,126	4,456,998	4,336,205	(120,793)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	6,056,176	6,397,106	5,778,759	(618,347)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	6,056,176	6,397,106	5,778,759	(618,347)
Revenues over (under) expenditures	(2,035,050)	(1,940,108)	(1,442,554)	497,554
Other financing sources (uses)				
Transfers in	1,808,788	1,713,285	1,359,754	(353,531)
Transfers out	-	-	-	-
Total other financing sources (uses)	1,808,788	1,713,285	1,359,754	(353,531)
Net change in fund balances	(226,262)	(226,823)	(82,800)	144,023
Fund balances, beginning of year	448,109	448,109	448,109	-
Fund balances, end of year	\$ 221,847	\$ 221,286	\$ 365,309	\$ 144,023

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Berrien County Landfill Use (2270) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	255,000	257,349	262,239	4,890
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	255,000	257,349	262,239	4,890
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	38,250	39,720	39,719	(1)
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	38,250	39,720	39,719	(1)
Revenues over (under) expenditures	216,750	217,629	222,520	4,891
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(175,000)	(175,879)	(175,879)	-
Total other financing sources (uses)	(175,000)	(175,879)	(175,879)	-
Net change in fund balances	41,750	41,750	46,641	4,891
Fund balances, beginning of year	261,691	261,691	261,691	-
Fund balances, end of year	\$ 303,441	\$ 303,441	\$ 308,332	\$ 4,891

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - EDC Grants and Programs (2445) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	4,400	2,573	(1,827)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	9,000	-	(9,000)
Total revenues	-	13,400	2,573	(10,827)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	13,400	6,706	(6,694)
Total expenditures	-	13,400	6,706	(6,694)
Revenues over (under) expenditures	-	-	(4,133)	(4,133)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	(4,133)	(4,133)
Fund balances, beginning of year	12,206	12,206	12,206	-
Fund balances, end of year	\$ 12,206	\$ 12,206	\$ 8,073	\$ (4,133)

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Register of Deeds Automation (2560) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	160,000	160,000	150,370	(9,630)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	160,000	160,000	150,370	(9,630)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	160,000	160,000	139,597	(20,403)
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	160,000	160,000	139,597	(20,403)
Revenues over (under) expenditures	-	-	10,773	10,773
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	10,773	10,773
Fund balances, beginning of year	60,275	60,275	60,275	-
Fund balances, end of year	\$ 60,275	\$ 60,275	\$ 71,048	\$ 10,773

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Register of Deeds Tax Foreclosure Search Fund (2561) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	192,500	235,200	235,200	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>192,500</u>	<u>235,200</u>	<u>235,200</u>	<u>-</u>
Expenditures				
Current:				
Judicial	-	-	-	-
General government	80,844	31,407	31,086	(321)
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	<u>80,844</u>	<u>31,407</u>	<u>31,086</u>	<u>(321)</u>
Revenues over (under) expenditures	<u>111,656</u>	<u>203,793</u>	<u>204,114</u>	<u>321</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(111,656)	(204,115)	(204,114)	(1)
Total other financing sources (uses)	<u>(111,656)</u>	<u>(204,115)</u>	<u>(204,114)</u>	<u>1</u>
Net change in fund balances	-	(322)	-	322
Fund balances, beginning of year	<u>13,000</u>	<u>13,000</u>	<u>13,000</u>	<u>-</u>
Fund balances, end of year	<u>\$ 13,000</u>	<u>\$ 12,678</u>	<u>\$ 13,000</u>	<u>\$ 322</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Homestead Audit Administration (2590) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 63,000	\$ 63,000	\$ 162,584	\$ 99,584
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	1,200	1,200	576	(624)
Other revenue	-	-	-	-
Total revenues	64,200	64,200	163,160	98,960
Expenditures				
Current:				
Judicial	-	-	-	-
General government	63,018	63,018	60,127	(2,891)
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	63,018	63,018	60,127	(2,891)
Revenues over (under) expenditures	1,182	1,182	103,033	101,851
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	1,182	1,182	103,033	101,851
Fund balances, beginning of year	148,158	148,158	148,158	-
Fund balances, end of year	\$ 149,340	\$ 149,340	\$ 251,191	\$ 101,851

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Indigent Defense (2600) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	309,429	280,577	(28,852)
Charges for services	-	51,332	49,953	(1,379)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	-	360,761	330,530	(30,231)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	487,774	381,660	(106,114)
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	-	487,774	381,660	(106,114)
Revenues over (under) expenditures	-	(127,013)	(51,130)	75,883
Other financing sources (uses)				
Transfers in	-	127,013	51,130	(75,883)
Transfers out	-	-	-	-
Total other financing sources (uses)	-	127,013	51,130	(75,883)
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Law Enforcement Funds (various #s) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	930,314	980,919	867,792	(113,127)
Charges for services	2,369,458	2,485,567	2,242,708	(242,859)
Fines and forfeitures	9,600	9,600	14,187	4,587
Interest revenue	-	-	339	339
Other revenue	224,770	258,548	196,846	(61,702)
Total revenues	3,534,142	3,734,634	3,321,872	(412,762)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	904,118	906,568	788,473	(118,095)
Public safety	5,524,514	5,904,212	5,353,122	(551,090)
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	6,428,632	6,810,780	6,141,595	(669,185)
Revenues over (under) expenditures	(2,894,490)	(3,076,146)	(2,819,723)	256,423
Other financing sources (uses)				
Transfers in	2,889,940	2,933,935	2,966,019	32,084
Transfers out	(14,394)	(59,719)	(56,834)	(2,885)
Total other financing sources (uses)	2,875,546	2,874,216	2,909,185	34,969
Net change in fund balances	(18,944)	(201,930)	89,462	291,392
Fund balances, beginning of year	1,447,593	1,447,593	1,447,593	-
Fund balances, end of year	\$ 1,428,649	\$ 1,245,663	\$ 1,537,055	\$ 291,392

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Concealed Pistol Licensing (2630) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	63,000	63,000	59,186	(3,814)
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	63,000	63,000	59,186	(3,814)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	6,094	54,788	34,535	(20,253)
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	6,094	54,788	34,535	(20,253)
Revenues over (under) expenditures	56,906	8,212	24,651	16,439
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	56,906	8,212	24,651	16,439
Fund balances, beginning of year	107,536	107,536	107,536	-
Fund balances, end of year	\$ 164,442	\$ 115,748	\$ 132,187	\$ 16,439

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Public Safety Cigarette Tax (2665) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	27,300	48,737	49,611	874
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	27,300	48,737	49,611	874
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	27,300	50,642	41,515	(9,127)
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	27,300	50,642	41,515	(9,127)
Revenues over (under) expenditures	-	(1,905)	8,096	10,001
Other financing sources (uses)				
Transfers in	-	1,905	1,904	(1)
Transfers out	-	-	-	-
Total other financing sources (uses)	-	1,905	1,904	(1)
Net change in fund balances	-	-	10,000	10,000
Fund balances, beginning of year	75,925	75,925	75,925	-
Fund balances, end of year	\$ 75,925	\$ 75,925	\$ 85,925	\$ 10,000

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Animal Control Grant and Program (2675) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	26,700	31,700	55,017	23,317
Total revenues	26,700	31,700	55,017	23,317
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	26,000	31,000	28,768	(2,232)
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	26,000	31,000	28,768	(2,232)
Revenues over (under) expenditures	700	700	26,249	25,549
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	700	700	26,249	25,549
Fund balances, beginning of year	29,741	29,741	29,741	-
Fund balances, end of year	\$ 30,441	\$ 30,441	\$ 55,990	\$ 25,549

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - County Law Library (2690) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	6,500	6,500	6,500	-
Total revenues	6,500	6,500	6,500	-
Expenditures				
Current:				
Judicial	83,510	83,510	78,783	(4,727)
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	83,510	83,510	78,783	(4,727)
Revenues over (under) expenditures	(77,010)	(77,010)	(72,283)	4,727
Other financing sources (uses)				
Transfers in	77,010	77,010	72,284	(4,726)
Transfers out	-	-	-	-
Total other financing sources (uses)	77,010	77,010	72,284	(4,726)
Net change in fund balances	-	-	1	1
Fund balances, beginning of year	58,420	58,420	58,420	-
Fund balances, end of year	\$ 58,420	\$ 58,420	\$ 58,421	\$ 1

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Small Bus Program (2810)

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	565,736	582,580	449,966	(132,614)
Charges for services	303,500	329,656	457,994	128,338
Fines and forfeitures	-	-	-	-
Interest revenue	2,000	2,000	617	(1,383)
Other revenue	19,500	21,999	25,879	3,880
Total revenues	890,736	936,235	934,456	(1,779)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	979,290	1,101,034	1,062,993	(38,041)
Total expenditures	979,290	1,101,034	1,062,993	(38,041)
Revenues over (under) expenditures	(88,554)	(164,799)	(128,537)	36,262
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	(7)	(7)	-
Total other financing sources (uses)	-	(7)	(7)	-
Net change in fund balances	(88,554)	(164,806)	(128,544)	36,262
Fund balances, beginning of year	301,281	301,281	301,281	-
Fund balances, end of year	\$ 212,727	\$ 136,475	\$ 172,737	\$ 36,262

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Berrien Bus Grant and Program (2815) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	507,815	507,825	445,318	(62,507)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	507,815	507,825	445,318	(62,507)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	507,815	507,825	445,325	(62,500)
Total expenditures	507,815	507,825	445,325	(62,500)
Revenues over (under) expenditures	-	-	(7)	(7)
Other financing sources (uses)				
Transfers in	-	-	7	7
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	7	7
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Four Winds Casino Revenue Sharing (2851) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	80,000	80,000	101,834	21,834
Total revenues	80,000	80,000	101,834	21,834
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	80,000	80,000	101,834	21,834
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(364,432)	(364,432)	(364,432)	-
Total other financing sources (uses)	(364,432)	(364,432)	(364,432)	-
Net change in fund balances	(284,432)	(284,432)	(262,598)	21,834
Fund balances, beginning of year	364,432	364,432	364,432	-
Fund balances, end of year	\$ 80,000	\$ 80,000	\$ 101,834	\$ 21,834

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Campaign Finance Administration (2870) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	500	500	25	(475)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	500	500	25	(475)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	3,050	3,050	3,000	(50)
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	3,050	3,050	3,000	(50)
Revenues over (under) expenditures	(2,550)	(2,550)	(2,975)	(425)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(2,550)	(2,550)	(2,975)	(425)
Fund balances, beginning of year	7,257	7,257	7,257	-
Fund balances, end of year	\$ 4,707	\$ 4,707	\$ 4,282	\$ (425)

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Social Services (2900)

For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	225	225
Total revenues	-	-	225	225
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	21,977	22,202	17,222	(4,980)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	21,977	22,202	17,222	(4,980)
Revenues over (under) expenditures	(21,977)	(22,202)	(16,997)	5,205
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(21,977)	(22,202)	(16,997)	5,205
Fund balances, beginning of year	116,246	116,246	116,246	-
Fund balances, end of year	\$ 94,269	\$ 94,044	\$ 99,249	\$ 5,205

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Child Care Probate (2920) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	4,284,830	4,284,830	3,888,178	(396,652)
Charges for services	235	235	234	(1)
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	173,600	173,600	151,523	(22,077)
Total revenues	4,458,665	4,458,665	4,039,935	(418,730)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	9,403,186	9,403,186	7,929,192	(1,473,994)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	9,403,186	9,403,186	7,929,192	(1,473,994)
Revenues over (under) expenditures	(4,944,521)	(4,944,521)	(3,889,257)	1,055,264
Other financing sources (uses)				
Transfers in	4,744,521	4,744,521	3,857,841	(886,680)
Transfers out	-	-	-	-
Total other financing sources (uses)	4,744,521	4,744,521	3,857,841	(886,680)
Net change in fund balances	(200,000)	(200,000)	(31,416)	168,584
Fund balances, beginning of year	1,408,559	1,408,559	1,408,559	-
Fund balances, end of year	\$ 1,208,559	\$ 1,208,559	\$ 1,377,143	\$ 168,584

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Child Care Social Services (2921) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	649,707	784,169	347,049	(437,120)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	45,200	45,200	31,987	(13,213)
Total revenues	694,907	829,369	379,036	(450,333)
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	1,344,615	1,479,077	665,304	(813,773)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	1,344,615	1,479,077	665,304	(813,773)
Revenues over (under) expenditures	(649,708)	(649,708)	(286,268)	363,440
Other financing sources (uses)				
Transfers in	299,708	299,708	286,012	(13,696)
Transfers out	-	-	-	-
Total other financing sources (uses)	299,708	299,708	286,012	(13,696)
Net change in fund balances	(350,000)	(350,000)	(256)	349,744
Fund balances, beginning of year	918,682	918,682	918,682	-
Fund balances, end of year	\$ 568,682	\$ 568,682	\$ 918,426	\$ 349,744

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Generous Juror Program (2925) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	6,000	6,000	12,101	6,101
Total revenues	6,000	6,000	12,101	6,101
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	6,000	6,000	1,896	(4,104)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	6,000	6,000	1,896	(4,104)
Revenues over (under) expenditures	-	-	10,205	10,205
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	10,205	10,205
Fund balances, beginning of year	31,863	31,863	31,863	-
Fund balances, end of year	\$ 31,863	\$ 31,863	\$ 42,068	\$ 10,205

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Soldiers and Sailors Relief (2930) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	5,741	5,741
Total revenues	-	-	5,741	5,741
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and welfare	2,000	2,000	768	(1,232)
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	2,000	2,000	768	(1,232)
Revenues over (under) expenditures	(2,000)	(2,000)	4,973	6,973
Other financing sources (uses)				
Transfers in	2,000	2,000	2,000	-
Transfers out	-	-	-	-
Total other financing sources (uses)	2,000	2,000	2,000	-
Net change in fund balances	-	-	6,973	6,973
Fund balances, beginning of year	525	525	525	-
Fund balances, end of year	\$ 525	\$ 525	\$ 7,498	\$ 6,973

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Board of Public Works (2960) For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenue	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current:				
Judicial	-	-	-	-
General government	-	-	-	-
Public safety	-	-	-	-
Public works	14,029	14,289	14,284	(5)
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Community development	-	-	-	-
Total expenditures	<u>14,029</u>	<u>14,289</u>	<u>14,284</u>	<u>(5)</u>
Revenues over (under) expenditures	<u>(14,029)</u>	<u>(14,289)</u>	<u>(14,284)</u>	<u>5</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(14,029)</u>	<u>(14,289)</u>	<u>(14,284)</u>	<u>5</u>
Fund balances, beginning of year	<u>93,442</u>	<u>93,442</u>	<u>93,442</u>	<u>-</u>
Fund balances, end of year	<u>\$ 79,413</u>	<u>\$ 79,153</u>	<u>\$ 79,158</u>	<u>\$ 5</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Total For the Year Ended December 31, 2018

	Original Budget	Amended Budget	Actual	Over (Under) Budget
Revenues				
Property taxes	\$ 823,152	\$ 823,152	\$ 931,480	\$ 108,328
Licenses and permits	395,200	395,200	388,963	(6,237)
Intergovernmental revenue	14,118,686	15,115,621	13,304,547	(1,811,074)
Charges for services	4,597,636	4,844,032	4,616,227	(227,805)
Fines and forfeitures	9,600	9,600	14,187	4,587
Interest revenue	3,200	3,200	1,628	(1,572)
Other revenue	4,636,084	4,911,228	4,683,694	(227,534)
Total revenues	24,583,558	26,102,033	23,940,726	(2,161,307)
Expenditures				
Current:				
Judicial	4,628,614	4,775,183	4,386,533	(388,650)
General government	1,217,124	1,706,605	1,438,478	(268,127)
Public safety	5,608,072	6,029,849	5,451,617	(578,232)
Public works	52,279	54,009	54,003	(6)
Health and welfare	22,113,731	22,563,230	19,397,585	(3,165,645)
Recreation and cultural	2,481,375	2,577,932	2,449,840	(128,092)
Community development	1,487,105	1,622,259	1,515,024	(107,235)
Total expenditures	37,588,300	39,329,067	34,693,080	(4,635,987)
Revenues over (under) expenditures	(13,004,742)	(13,227,034)	(10,752,354)	2,474,680
Other financing sources (uses)				
Transfers in	13,117,428	13,388,104	12,735,100	(653,004)
Transfers out	(1,671,013)	(2,046,557)	(1,836,907)	(209,650)
Total other financing sources (uses)	11,446,415	11,341,547	10,898,193	(443,354)
Net change in fund balances	(1,558,327)	(1,885,487)	145,839	2,031,326
Fund balances, beginning of year	7,859,772	7,859,772	7,859,772	-
Fund balances, end of year	\$ 6,301,445	\$ 5,974,285	\$ 8,005,611	\$ 2,031,326

COUNTY OF BERRIEN, MICHIGAN

Combining Balance Sheet

Nonmajor Capital Projects Funds

December 31, 2018

	Capital Improvement (2450) & (4010)	Vehicle / Equipment Replacement (4020)	Total
Assets			
Cash and cash equivalents	\$ 5,033,199	\$ 787,674	\$ 5,820,873
Liabilities			
Accounts payable	\$ 584,832	\$ 5,970	\$ 590,802
Fund balances			
Committed	4,448,367	781,704	5,230,071
Total liabilities and fund balances	\$ 5,033,199	\$ 787,674	\$ 5,820,873

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COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Capital Projects Funds

For the Year Ended December 31, 2018

	Capital Improvement (2450) & (4010)	Vehicle / Equipment Replacement (4020)	Total
Revenues			
Other revenue	\$ -	\$ 12,232	\$ 12,232
Expenditures			
Current:			
Judicial	27,106	-	27,106
General government	262,354	5,971	268,325
Public safety	5,286,035	270,259	5,556,294
Health and welfare	26,513	-	26,513
Recreation and cultural	18,855	-	18,855
Total expenditures	5,620,863	276,230	5,897,093
Revenues under expenditures	(5,620,863)	(263,998)	(5,884,861)
Other financing sources (uses)			
Transfers in	5,219,057	254,360	5,473,417
Transfers out	(151,904)	-	(151,904)
Total other financing sources	5,067,153	254,360	5,321,513
Net change in fund balances	(553,710)	(9,638)	(563,348)
Fund balances, beginning of year	5,002,077	791,342	5,793,419
Fund balances, end of year	\$ 4,448,367	\$ 781,704	\$ 5,230,071

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Net Position

Nonmajor Enterprise Funds

December 31, 2018

	Delinquent Tax Foreclosure (5180)	Delinquent Personal Property Tax (5190)	Drain Working Capital (6390)	Buchanan Township Sewer System No. 23 / Water System No. 21 (5753)
Assets				
Current assets:				
Cash and cash equivalents	\$ 141,253	\$ 137,384	\$ 429,456	\$ 4
Investments	-	-	-	-
Accounts receivable	-	478	8,355	-
Taxes receivable, delinquent	-	274,304	-	-
Leases receivable, current	-	-	-	-
Inventories	-	-	23,247	-
Total current assets	141,253	412,166	461,058	4
Noncurrent assets:				
Leases receivable, net of current portion	-	-	-	-
Capital assets being depreciated, net	-	-	91,001	-
Total noncurrent assets	-	-	91,001	-
Total assets	141,253	412,166	552,059	4
Liabilities				
Current liabilities:				
Accounts payable	16,516	6,147	1,700	-
Accrued expenses	4,654	676	-	-
Due to other governments	-	274,140	-	4
Current portion of long-term debt	-	-	-	-
Total current liabilities	21,170	280,963	1,700	4
Long-term liabilities -				
Long-term debt, due in more than one year	-	-	-	-
Total liabilities	21,170	280,963	1,700	4
Net position				
Investment in capital assets	-	-	91,001	-
Unrestricted	120,083	131,203	459,358	-
Total net position	\$ 120,083	\$ 131,203	\$ 550,359	\$ -

Coloma Township Sewer System No. 24 (5755)	Village of Berrien Springs / Oronoko Township Water / Sewer System No. 26 (5756)	New Buffalo City Water System No. 28 (5759)	Benton Township Water System No. 27 (5760)	Village of Michiana Water / Sewer System No. 32 (5764)	Total
\$ 166	\$ 12,038	\$ 2,241	\$ -	\$ 405,477	\$ 1,128,019
-	-	-	-	-	-
-	-	-	-	-	8,833
-	-	-	-	-	274,304
120,000	30,000	75,000	-	165,439	390,439
-	-	-	-	-	23,247
<u>120,166</u>	<u>42,038</u>	<u>77,241</u>	<u>-</u>	<u>570,916</u>	<u>1,824,842</u>
974	23,572	954,089	-	1,043,564	2,022,199
-	-	-	-	-	91,001
<u>974</u>	<u>23,572</u>	<u>954,089</u>	<u>-</u>	<u>1,043,564</u>	<u>2,113,200</u>
<u>121,140</u>	<u>65,610</u>	<u>1,031,330</u>	<u>-</u>	<u>1,614,480</u>	<u>3,938,042</u>
-	-	-	-	-	24,363
1,140	610	6,406	-	11,583	25,069
-	-	-	-	-	274,144
120,000	30,000	75,000	-	165,439	390,439
<u>121,140</u>	<u>30,610</u>	<u>81,406</u>	<u>-</u>	<u>177,022</u>	<u>714,015</u>
-	35,000	949,924	-	1,437,458	2,422,382
<u>121,140</u>	<u>65,610</u>	<u>1,031,330</u>	<u>-</u>	<u>1,614,480</u>	<u>3,136,397</u>
-	-	-	-	-	91,001
-	-	-	-	-	710,644
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 801,645</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenses and Changes in Fund Net Position

Nonmajor Enterprise Funds

For the Year Ended December 31, 2018

	Delinquent Tax Foreclosure (5180)	Delinquent Personal Property Tax (5190)	Drain Working Capital (6390)	Buchanan Township Sewer System No. 23 / Water System No. 21 (5753)
Operating revenues				
Charges for services	\$ 1,009,765	\$ 23,040	\$ 92,118	\$ -
Operating expenses				
Operation and maintenance	1,261,202	32,051	29,843	-
Depreciation	-	-	8,800	-
Total operating expenses	1,261,202	32,051	38,643	-
Operating income (loss)	(251,437)	(9,011)	53,475	-
Nonoperating revenues (expenses)				
Interest income	-	480	-	-
Interest and fiscal charges	-	-	-	-
Total nonoperating revenues (expenses)	-	480	-	-
Change in net position	(251,437)	(8,531)	53,475	-
Net position, beginning of year	371,520	139,734	496,884	-
Net position, end of year	\$ 120,083	\$ 131,203	\$ 550,359	\$ -

Coloma Township Sewer System No. 24 (5755)	Village of Berrien Springs / Oronoko Township Water / Sewer System No. 26 (5756)	New Buffalo City Water System No. 28 (5759)	Benton Township Water System No. 27 (5760)	Village of Michiana Water / Sewer System No. 32 (5764)	Total
\$ 9,808	\$ 3,494	\$ 26,759	\$ 15,248	\$ 296,309	\$ 1,476,541
-	-	-	-	270,027	1,593,123
-	-	-	-	-	8,800
-	-	-	-	270,027	1,601,923
9,808	3,494	26,759	15,248	26,282	(125,382)
157	1,468	270	-	8,623	10,998
(9,965)	(4,962)	(27,029)	(15,248)	(34,905)	(92,109)
(9,808)	(3,494)	(26,759)	(15,248)	(26,282)	(81,111)
-	-	-	-	-	(206,493)
-	-	-	-	-	1,008,138
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 801,645

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Cash Flows
 Nonmajor Enterprise Funds
 For the Year Ended December 31, 2018

	Delinquent Tax Foreclosure (5180)	Delinquent Personal Property Tax (5190)	Drain Working Capital (6390)	Buchanan Township Sewer System No. 23 / Water System No. 21 (5753)
Cash flows from operating activities				
Cash received from customers	\$ 1,009,765	\$ 23,040	\$ 92,118	\$ 1
Cash payments to suppliers for goods and services	(1,119,922)	(23,147)	(32,866)	-
Cash payments to employees for services	(163,071)	(31)	-	-
Net cash provided by (used in) operating activities	<u>(273,228)</u>	<u>(138)</u>	<u>59,252</u>	<u>1</u>
Cash flows from noncapital financing activities				
Principal payments	-	-	-	-
Interest payments	-	-	-	-
Net cash used in noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from investing activities				
Proceeds from sale of investments	-	137,042	-	-
Purchase of capital assets	-	-	(41,524)	-
Interest received	-	480	-	-
Issuance of leases receivable	-	-	-	-
Amounts collected on leases receivable	-	-	-	-
Net cash provided by (used in) investing activities	<u>-</u>	<u>137,522</u>	<u>(41,524)</u>	<u>-</u>
Net change in cash and cash equivalents	<u>(273,228)</u>	<u>137,384</u>	<u>17,728</u>	<u>1</u>
Cash and cash equivalents, beginning of year	414,481	-	411,728	3
Cash and cash equivalents, end of year	<u>\$ 141,253</u>	<u>\$ 137,384</u>	<u>\$ 429,456</u>	<u>\$ 4</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (251,437)	\$ (9,011)	\$ 53,475	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	-	-	8,800	-
Changes in:				
Accounts receivable	-	16,883	(8,355)	-
Taxes receivable, delinquent	-	(11,841)	-	-
Inventories	-	-	6,085	-
Accounts payable	(23,190)	6,147	(753)	-
Accrued expenses	1,399	(31)	-	-
Due to other governments	-	9,635	-	1
Interfund payable	-	(11,920)	-	-
Net cash provided by (used in) operating activities	<u>\$ (273,228)</u>	<u>\$ (138)</u>	<u>\$ 59,252</u>	<u>\$ 1</u>

Coloma Township Sewer System No. 24 (5755)	Village of Berrien Springs / Oronoko Township Water / Sewer System No. 26 (5756)	New Buffalo City Water System No. 28 (5759)	Benton Township Water System No. 27 (5760)	Village of Michiana Water / Sewer System No. 32 (5764)	Total
\$ 9,808 (1,188) -	\$ 3,494 (277) -	\$ 26,759 (469) -	\$ 15,248 - -	\$ 296,309 (271,094) -	\$ 1,476,542 (1,448,963) (163,102)
8,620	3,217	26,290	15,248	25,215	(135,523)
(125,000) (9,965)	(30,000) (4,962)	(75,000) (27,029)	- (15,248)	(160,000) (35,783)	(390,000) (92,987)
(134,965)	(34,962)	(102,029)	(15,248)	(195,783)	(482,987)
-	-	-	-	-	137,042
-	-	-	-	-	(41,524)
157	1,468	270	-	8,623	10,998
-	-	-	-	(99,459)	(99,459)
126,345	31,745	75,739	-	-	233,829
126,502	33,213	76,009	-	(90,836)	240,886
157	1,468	270	-	(261,404)	(377,624)
9	10,570	1,971	-	666,881	1,505,643
\$ 166	\$ 12,038	\$ 2,241	\$ -	\$ 405,477	\$ 1,128,019
\$ 9,808	\$ 3,494	\$ 26,759	\$ 15,248	\$ 26,282	\$ (125,382)
-	-	-	-	-	8,800
-	-	-	-	-	8,528
-	-	-	-	-	(11,841)
-	-	-	-	-	6,085
-	-	-	-	-	(17,796)
(1,188)	(277)	(469)	-	(1,067)	(1,633)
-	-	-	-	-	9,636
-	-	-	-	-	(11,920)
\$ 8,620	\$ 3,217	\$ 26,290	\$ 15,248	\$ 25,215	\$ (135,523)

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Net Position

Internal Service Funds
December 31, 2018

	Property / Liability Insurance (6774)	Workers' Compensation Insurance (6771)	Healthcare Insurance (6772)	Unemployment Insurance (6773)	Total
Assets					
Current assets:					
Cash and cash equivalents	\$ 151,596	\$ 597,198	\$ 1,794,864	\$ 134,483	\$ 2,678,141
Investments	2,408,211	-	-	-	2,408,211
Prepaid items	-	-	5,428	-	5,428
Total current assets	<u>2,559,807</u>	<u>597,198</u>	<u>1,800,292</u>	<u>134,483</u>	<u>5,091,780</u>
Noncurrent assets -					
Restricted cash	2,656,627	-	-	-	2,656,627
Total assets	5,216,434	597,198	1,800,292	134,483	7,748,407
Liabilities					
Current liabilities -					
Accrued expenses	884,624	468,373	557,900	-	1,910,897
Net position					
Unrestricted	<u>\$ 4,331,810</u>	<u>\$ 128,825</u>	<u>\$ 1,242,392</u>	<u>\$ 134,483</u>	<u>\$ 5,837,510</u>

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COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenses and Changes in Fund Net Position

Internal Service Funds

For the Year Ended December 31, 2018

	Property / Liability Insurance (6774)	Workers' Compensation Insurance (6771)	Healthcare Insurance (6772)	Unemployment Insurance (6773)	Total
Operating revenues					
Charges for services	\$ 139,055	\$ 314,975	\$ 14,526,592	\$ -	\$ 14,980,622
Operating expenses					
Operation and maintenance	-	-	14,621,574	5,023	14,626,597
Benefits and claims	(240,230)	446,688	162,327	-	368,785
Total operating expenses	(240,230)	446,688	14,783,901	5,023	14,995,382
Change in net position	379,285	(131,713)	(257,309)	(5,023)	(14,760)
Net position, beginning of year	3,952,525	260,538	1,499,701	139,506	5,852,270
Net position, end of year	\$ 4,331,810	\$ 128,825	\$ 1,242,392	\$ 134,483	\$ 5,837,510

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Cash Flows

Internal Service Funds

For the Year Ended December 31, 2018

	Property / Liability Insurance (6774)	Workers' Compensation Insurance (6771)	Healthcare Insurance (6772)	Unemployment Insurance (6773)	Total
Cash flows from operating activities					
Cash received from interfund services provided	\$ 139,055	\$ 314,975	\$ 14,526,592	\$ -	\$ 14,980,622
Cash payments to suppliers for services	(439,618)	(254,235)	(13,725,791)	(5,023)	(14,424,667)
Net cash provided by (used in) operating activities	(300,563)	60,740	800,801	(5,023)	555,955
Cash flows from investing activities					
Purchase of investments	(17,964)	-	-	-	(17,964)
Net change in cash and cash equivalents	(318,527)	60,740	800,801	(5,023)	537,991
Cash and cash equivalents, beginning of year	3,126,750	536,458	994,063	139,506	4,796,777
Cash and cash equivalents, end of year	\$ 2,808,223	\$ 597,198	\$ 1,794,864	\$ 134,483	\$ 5,334,768
Statement of net position classification of cash and investments					
Cash and cash equivalents	\$ 151,596	\$ 597,198	\$ 1,794,864	\$ 134,483	\$ 2,678,141
Restricted cash	2,656,627	-	-	-	2,656,627
	\$ 2,808,223	\$ 597,198	\$ 1,794,864	\$ 134,483	\$ 5,334,768
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 379,285	\$ (131,713)	\$ (257,309)	\$ (5,023)	\$ (14,760)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities -					
Changes in:					
Prepaid items	-	-	1,052,710	-	1,052,710
Accrued expenses	(679,848)	192,453	5,400	-	(481,995)
Net cash provided by (used in) operating activities	\$ (300,563)	\$ 60,740	\$ 800,801	\$ (5,023)	\$ 555,955

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Fiduciary Assets and Liabilities

All Agency Funds
December 31, 2018

	Trust and Agency (7010)	Court Orders Payable (7020)	Imprest Payroll (7040)	Library Trust (7210)
Assets				
Cash and cash equivalents	\$ 1,226,509	\$ 49,577	\$ 104,437	\$ 569,808
Liabilities				
Undistributed receipts	\$ 1,226,509	\$ 49,577	\$ 104,437	\$ 569,808



District Court Trust (7600)	Jail Inmate Trust (7640)	Total
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<u>\$ 568,581</u>	<u>\$ 15,454</u>	<u>\$ 2,534,366</u>
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<u>\$ 568,581</u>	<u>\$ 15,454</u>	<u>\$ 2,534,366</u>
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COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Changes in Fiduciary Assets and Liabilities

All Agency Funds

For the Year Ended December 31, 2018

	Beginning Balance	Additions	Deductions	Ending Balance
Trust and Agency Fund				
Assets				
Cash and cash equivalents	\$ 1,473,278	\$ 103,494,122	\$ 103,740,891	\$ 1,226,509
Liabilities				
Undistributed receipts	\$ 1,473,278	\$ 103,494,122	\$ 103,740,891	\$ 1,226,509
Court Orders Payable Fund				
Assets				
Cash and cash equivalents	\$ 95,384	\$ 595,729	\$ 641,536	\$ 49,577
Liabilities				
Undistributed receipts	\$ 95,384	\$ 595,729	\$ 641,536	\$ 49,577
Imprest Payroll Fund				
Assets				
Cash and cash equivalents	\$ 555,796	\$ 198,052,175	\$ 198,503,534	\$ 104,437
Liabilities				
Undistributed receipts	\$ 555,796	\$ 198,052,175	\$ 198,503,534	\$ 104,437
Library Trust Fund				
Assets				
Cash and cash equivalents	\$ 605,249	\$ 5,366,998	\$ 5,402,439	\$ 569,808
Liabilities				
Undistributed receipts	\$ 605,249	\$ 5,366,998	\$ 5,402,439	\$ 569,808

continued...

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Changes in Fiduciary Assets and Liabilities

All Agency Funds

For the Year Ended December 31, 2018

	Beginning Balance	Additions	Deductions	Ending Balance
District Court Trust Fund				
Assets				
Cash and cash equivalents	\$ 432,226	\$ 568,580	\$ 432,225	\$ 568,581
Liabilities				
Undistributed receipts	\$ 432,226	\$ 568,580	\$ 432,225	\$ 568,581
Jail Inmate Trust Fund				
Assets				
Cash and cash equivalents	\$ 18,578	\$ 15,455	\$ 18,579	\$ 15,454
Liabilities				
Undistributed receipts	\$ 18,578	\$ 15,455	\$ 18,579	\$ 15,454
Total - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 3,180,511	\$ 308,093,059	\$ 308,739,204	\$ 2,534,366
Liabilities				
Undistributed receipts	\$ 3,180,511	\$ 308,093,059	\$ 308,739,204	\$ 2,534,366

concluded.

COUNTY OF BERRIEN, MICHIGAN

Statement of Net Position and Governmental Funds Balance Sheet

Drain Commission Component Unit

December 31, 2018

	Capital Projects Funds			
	Drain (8010)	Drain Revolving (8020)	Starr & Wellington Drain (8054)	Close Drain (8055)
Assets				
Cash and cash equivalents	\$ 4,800,641	\$ 229,156	\$ 38,420	\$ 144,288
Special assessments receivable	6,350,238	-	73,000	165,000
Due from other governments	69,941	-	-	-
Due from other funds	-	785,791	-	-
Asset held for resale	-	-	-	-
Capital assets not being depreciated	-	-	-	-
Capital assets being depreciated, net	-	-	-	-
Total assets	\$ 11,220,820	\$ 1,014,947	\$ 111,420	\$ 309,288
Deferred outflows of resources				
Deferred charge on refunding				
Liabilities				
Accounts payable	\$ 337,395	\$ -	\$ -	\$ -
Accrued expenses	-	-	-	-
Due to other funds	785,791	-	-	-
Advances from primary government	-	1,000,000	-	-
Long-term liabilities:				
Due within one year	-	-	-	-
Due in more than one year	-	-	-	-
Total liabilities	1,123,186	1,000,000	-	-
Deferred inflows of resources				
Unavailable revenue - special assessments	6,350,238	-	73,000	165,000
Fund balances				
Restricted	3,747,396	14,947	38,420	144,288
Total liabilities, deferred inflows of resources and fund balances	\$ 11,220,820	\$ 1,014,947	\$ 111,420	\$ 309,288
Net position				
Net investment in capital assets				
Restricted				
Total net position				



Schwark Drain Drainage District (8056)	Hollywood Road Consolidated Drain (8057)	Barnes & Hamilton Drain Drainage District (8058)	Lakeshore Drain Drainage District (8059)	Smith & Strong Drain Drainage District (8060)
\$ 154,708	\$ 40,233	\$ 356,992	\$ 131,542	\$ 33,174
730,000	1,825,000	420,000	1,995,000	615,000
-	-	-	-	-
-	-	-	-	-
126,929	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 1,011,637</u>	<u>\$ 1,865,233</u>	<u>\$ 776,992</u>	<u>\$ 2,126,542</u>	<u>\$ 648,174</u>

\$ 1,305	\$ 4,783	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,305</u>	<u>4,783</u>	<u>-</u>	<u>-</u>	<u>-</u>
730,000	1,825,000	420,000	1,995,000	615,000
<u>280,332</u>	<u>35,450</u>	<u>356,992</u>	<u>131,542</u>	<u>33,174</u>
<u>\$ 1,011,637</u>	<u>\$ 1,865,233</u>	<u>\$ 776,992</u>	<u>\$ 2,126,542</u>	<u>\$ 648,174</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Statement of Net Position and Governmental Funds Balance Sheet

Drain Commission Component Unit

December 31, 2018

	Lakeside Drain Drainage District (8061)	Estates Drain Drainage District (8062)	Oak Hill Springs Drain Drainage District (8063)	Blue Jay Drain Drainage District (8064)
Assets				
Cash and cash equivalents	\$ 37,924	\$ 105,763	\$ 161,650	\$ 48,603
Special assessments receivable	455,000	595,000	365,000	2,885,000
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Asset held for resale	-	-	-	-
Capital assets not being depreciated	-	-	-	-
Capital assets being depreciated, net	-	-	-	-
Total assets	\$ 492,924	\$ 700,763	\$ 526,650	\$ 2,933,603
Deferred outflows of resources				
Deferred charge on refunding				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued expenses	-	-	-	-
Due to other funds	-	-	-	-
Advances from primary government	-	-	-	-
Long-term liabilities:				
Due within one year	-	-	-	-
Due in more than one year	-	-	-	-
Total liabilities	-	-	-	-
Deferred inflows of resources				
Unavailable revenue - special assessments	455,000	595,000	365,000	2,885,000
Fund balances				
Restricted	37,924	105,763	161,650	48,603
Total liabilities, deferred inflows of resources and fund balances	\$ 492,924	\$ 700,763	\$ 526,650	\$ 2,933,603
Net position				
Net investment in capital assets				
Restricted				
Total net position				

Hibbard Lake Drain Drainage District (8065)	North Royalton Drain Drainage District (8066)	Lighthouse Creek Drain Drainage District (8067)	Total Capital Projects Funds	Adjustments	Statement of Net Position
\$ 108,511	\$ 640,272	\$ 1,013,322	\$ 8,045,199	\$ -	\$ 8,045,199
1,050,000	3,650,000	2,065,000	23,238,238	-	23,238,238
-	-	-	69,941	-	69,941
-	-	-	785,791	(785,791)	-
-	-	-	126,929	-	126,929
-	-	-	-	1,457,201	1,457,201
-	-	-	-	22,406,317	22,406,317
<u>\$ 1,158,511</u>	<u>\$ 4,290,272</u>	<u>\$ 3,078,322</u>	<u>\$ 32,266,098</u>	<u>23,077,727</u>	<u>55,343,825</u>
				151,631	151,631
\$ -	\$ 384	\$ 4,310	\$ 348,177	-	348,177
-	-	-	-	149,090	149,090
-	-	-	785,791	(785,791)	-
-	-	-	1,000,000	-	1,000,000
-	-	-	-	4,858,008	4,858,008
-	-	-	-	18,912,614	18,912,614
-	384	4,310	2,133,968	23,133,921	25,267,889
1,050,000	3,650,000	2,065,000	23,238,238	(23,238,238)	-
108,511	639,888	1,009,012	6,893,892	(6,893,892)	-
<u>\$ 1,158,511</u>	<u>\$ 4,290,272</u>	<u>\$ 3,078,322</u>	<u>\$ 32,266,098</u>		
				7,064,764	7,064,764
				23,162,803	23,162,803
				<u>\$ 30,227,567</u>	<u>\$ 30,227,567</u>

concluded.

COUNTY OF BERRIEN, MICHIGAN

Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances Drain Commission Component Unit For the Year Ended December 31, 2018

	Capital Projects Funds			
	Drain (8010)	Drain Revolving (8020)	Starr & Wellington Drain (8054)	Close Drain (8055)
Expenditures / expenses				
Public works	\$ 2,726,765	\$ -	\$ -	\$ 11,414
Debt service:				
Principal	1,148,572	-	12,000	160,000
Interest	67,146	-	5,058	9,800
Total expenditures / expenses	3,942,483	-	17,058	181,214
Program revenues				
Charges for services	5,250	-	-	-
Operating grants and contributions	1,085,010	-	-	1,387
Interest revenue	91	-	-	799
Special assessments / capital grants and contributions	1,791,607	-	15,681	170,110
Total program revenues	2,881,958	-	15,681	172,296
Net (expense) revenue	(1,060,525)	-	(1,377)	(8,918)
Other financing sources (uses)				
Issuance of long-term debt	2,360,920	-	-	-
Payment to bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(37,934)	-	-	-
Total other financing sources (uses)	2,322,986	-	-	-
Change in fund balance / change in net position	1,262,461	-	(1,377)	(8,918)
Fund balances / net position, beginning of year	2,484,935	14,947	39,797	153,206
Fund balances / net position, end of year	\$ 3,747,396	\$ 14,947	\$ 38,420	\$ 144,288



Schwark Drain Drainage District (8056)	Hollywood Road Consolidated Drain (8057)	Barnes & Hamilton Drain Drainage District (8058)	Lakeshore Drain Drainage District (8059)	Smith & Strong Drain Drainage District (8060)
\$ 13,515	\$ 60,397	\$ 1,174	\$ 545	\$ 941
50,000	120,000	200,000	120,000	35,000
19,520	81,750	17,948	51,300	21,874
<u>83,035</u>	<u>262,147</u>	<u>219,122</u>	<u>171,845</u>	<u>57,815</u>
-	-	-	-	-
-	119	729	-	-
917	666	1,976	689	783
<u>69,026</u>	<u>197,423</u>	<u>148,665</u>	<u>171,342</u>	<u>55,658</u>
<u>69,943</u>	<u>198,208</u>	<u>151,370</u>	<u>172,031</u>	<u>56,441</u>
<u>(13,092)</u>	<u>(63,939)</u>	<u>(67,752)</u>	<u>186</u>	<u>(1,374)</u>
-	1,825,000	-	-	-
-	(1,835,000)	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>(10,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(13,092)</u>	<u>(73,939)</u>	<u>(67,752)</u>	<u>186</u>	<u>(1,374)</u>
<u>293,424</u>	<u>109,389</u>	<u>424,744</u>	<u>131,356</u>	<u>34,548</u>
<u>\$ 280,332</u>	<u>\$ 35,450</u>	<u>\$ 356,992</u>	<u>\$ 131,542</u>	<u>\$ 33,174</u>

continued...

COUNTY OF BERRIEN, MICHIGAN

Statement of Activities and Governmental Funds Revenues, Expenditures and Changes in Fund Balances Drain Commission Component Unit For the Year Ended December 31, 2018

	Lakeside Drain Drainage District (8061)	Estates Drain Drainage District (8062)	Oak Hill Springs Drain Drainage District (8063)	Blue Jay Drain Drainage District (8064)
Expenditures / expenses				
Public works	\$ 473	\$ 11,140	\$ -	\$ (2)
Debt service:				
Principal	25,000	35,000	35,000	145,000
Interest	17,628	28,596	12,240	103,658
Total expenditures / expenses	43,101	74,736	47,240	248,656
Program revenues				
Charges for services	-	-	-	-
Operating grants and contributions	-	-	-	-
Interest revenue	732	1,831	2,639	1,328
Special assessments / capital grants and contributions	44,518	69,591	42,298	264,363
Total program revenues	45,250	71,422	44,937	265,691
Net (expense) revenue	2,149	(3,314)	(2,303)	17,035
Other financing sources (uses)				
Issuance of long-term debt	-	-	-	-
Payment to bond escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Change in fund balance / change in net position	2,149	(3,314)	(2,303)	17,035
Fund balances / net position, beginning of year	35,775	109,077	163,953	31,568
Fund balances / net position, end of year	\$ 37,924	\$ 105,763	\$ 161,650	\$ 48,603

Hibbard Lake Drain Drainage District (8065)	North Royalton Drain Drainage District (8066)	Lighthouse Creek Drain Drainage District (8067)	Total Capital Projects Funds	Adjustments	Statement of Activities
\$ 444	\$ 38,917	\$ 553,871	\$ 3,419,594	\$ 41,980	\$ 3,461,574
55,000	170,000	60,000	2,370,572	(2,370,572)	-
41,450	109,306	66,400	653,674	58,183	711,857
<u>96,894</u>	<u>318,223</u>	<u>680,271</u>	<u>6,443,840</u>	<u>(2,270,409)</u>	<u>4,173,431</u>
-	-	-	5,250	-	5,250
-	-	-	1,087,245	-	1,087,245
2,045	10,977	17,952	43,425	-	43,425
<u>95,838</u>	<u>302,601</u>	<u>161,735</u>	<u>3,600,456</u>	<u>(19,652)</u>	<u>3,580,804</u>
<u>97,883</u>	<u>313,578</u>	<u>179,687</u>	<u>4,736,376</u>	<u>(19,652)</u>	<u>4,716,724</u>
<u>989</u>	<u>(4,645)</u>	<u>(500,584)</u>	<u>(1,707,464)</u>	<u>2,250,757</u>	<u>543,293</u>
-	-	-	4,185,920	(4,185,920)	-
-	-	-	(1,835,000)	1,835,000	-
-	-	37,934	37,934	(37,934)	-
-	-	-	(37,934)	37,934	-
<u>-</u>	<u>-</u>	<u>37,934</u>	<u>2,350,920</u>	<u>(2,350,920)</u>	<u>-</u>
989	(4,645)	(462,650)	643,456	(100,163)	543,293
<u>107,522</u>	<u>644,533</u>	<u>1,471,662</u>	<u>6,250,436</u>	<u>23,433,838</u>	<u>29,684,274</u>
<u>\$ 108,511</u>	<u>\$ 639,888</u>	<u>\$ 1,009,012</u>	<u>\$ 6,893,892</u>	<u>\$ 23,333,675</u>	<u>\$ 30,227,567</u>

concluded.

COUNTY OF BERRIEN, MICHIGAN

Statement of Net Position

Economic Development Corporation Component Unit
December 31, 2018

	Governmental Activities	Business-type Activities	
	Supplemental Services Special Revenue Fund (2440)	Enterprise Funds	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 132,368	\$ 1,130,122	\$ 1,262,490
Investments	-	-	-
Total current assets	132,368	1,130,122	1,262,490
Noncurrent assets -			
Notes receivable	-	179,974	179,974
Total assets	132,368	1,310,096	1,442,464
Liabilities			
Current liabilities -			
Accrued expenses	660	-	660
Net position			
Unrestricted	\$ 131,708	\$ 1,310,096	\$ 1,441,804

COUNTY OF BERRIEN, MICHIGAN

Statement of Activities

Economic Development Corporation Component Unit

For the Year Ended December 31, 2018

	Governmental Activities	Business-type Activities	
	Supplemental Services Special Revenue Fund (2440)	Enterprise Funds	Total
Expenses			
Economic development	\$ 54,124	\$ -	\$ 54,124
Program revenues			
Interest revenue	1,623	9,869	11,492
Change in net position	(52,501)	9,869	(42,632)
Net position, beginning of year	184,209	1,300,227	1,484,436
Net position, end of year	<u>\$ 131,708</u>	<u>\$ 1,310,096</u>	<u>\$ 1,441,804</u>

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Net Position

Economic Development Corporation Component Unit

Enterprise Funds

December 31, 2018

	Small Cities Block Grant (5441)	Revolving Loan Fund (5442)	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 1,091,051	\$ 39,071	\$ 1,130,122
Investments	-	-	-
Total current assets	<u>1,091,051</u>	<u>39,071</u>	<u>1,130,122</u>
Noncurrent assets -			
Notes receivable	<u>179,974</u>	<u>-</u>	<u>179,974</u>
Total assets / net position, unrestricted	<u><u>\$ 1,271,025</u></u>	<u><u>\$ 39,071</u></u>	<u><u>\$ 1,310,096</u></u>

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Revenues, Expenses and Changes in Fund Net Position
 Economic Development Corporation Component Unit
 Enterprise Funds
 For the Year Ended December 31, 2018

	Small Cities Block Grant (5441)	Revolving Loan Fund (5442)	Total
Nonoperating revenues			
Interest revenue	\$ 9,869	\$ -	\$ 9,869
Net position, beginning of year	1,261,156	39,071	1,300,227
Net position, end of year	\$ 1,271,025	\$ 39,071	\$ 1,310,096

COUNTY OF BERRIEN, MICHIGAN

Combining Statement of Cash Flows Economic Development Corporation Component Unit Enterprise Funds For the Year Ended December 31, 2018

	Small Cities Block Grant (5441)	Revolving Loan Fund (5442)	Total
Cash flows from operating activities			
Cash received on long-term leases receivable	\$ 34,023	\$ -	\$ 34,023
Repayment of operating loan to another fund	-	35,718	35,718
Net cash provided by operating activities	34,023	35,718	69,741
Cash flows from investing activities			
Purchase of investments	965,123	-	965,123
Interest received	9,869	-	9,869
Net cash flows used in investing activities	974,992	-	974,992
Net change in cash and cash equivalents	1,009,015	35,718	1,044,733
Cash and cash equivalents, beginning of year	82,036	3,353	85,389
Cash and cash equivalents, end of year	\$ 1,091,051	\$ 39,071	\$ 1,130,122
Reconciliation of operating income to net cash provided by operating activities			
Operating income	\$ -	\$ -	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities - Changes in:			
Notes receivable	34,023	-	34,023
Due from other funds	-	35,718	35,718
Net cash provided by operating activities	\$ 34,023	\$ 35,718	\$ 69,741