

# TOWNSHIP OF BIRCH RUN

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## NOTES TO FINANCIAL STATEMENTS, continued

March 31, 2004

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### NOTE 11: TOTAL COLUMN ON COMBINED STATEMENTS - OVERVIEW

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The total column on the Combined Statements - Overview is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

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### NOTE 12: DEFERRED COMPENSATION PLAN

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The Township offers its employees a deferred compensation plan created in accordance with IRC Section 457. The plan, available to all employees, permits them to defer a portion of their current salary until future years. Participation in the plan is optional.

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### NOTE 13: DOWNTOWN DEVELOPMENT AUTHORITY AGREEMENTS

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To the extent that future DDA captured tax revenues are available, the Township DDA has made agreements to be obligated to the Township Sewer Fund for repayment of the following debts:

1. \$575,000 Sanitary Sewer System Improvement Bonds issued by Saginaw County December 5, 1996. The balance due on these bonds at March 31, 2004 is \$390,000.
2. Contract Payable to Birch Run Village for 28.35% of the past and future payments due on the 1992, \$1.4 million, Village Sanitary Sewer System Bonds payable through Genesee County. The balance due on these bonds at March 31, 2004 was \$233,888.
3. \$75,000 of the \$175,000 Sewer System Improvement Bonds issued by Saginaw County in May, 1997. The March 31, 2004 total balance of these bonds is \$145,000.
4. A pro-rata portion of the \$300,000 Judgement Bonds Payable. The amount is to be determined annually based on the DDA's use of the Township's sewer engineering plans.

During the year ended March 31, 2003 the Downtown Development Authority transferred \$100,636 to the Water and Sewer Fund in connection with these agreements.

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### NOTE 14: POST EMPLOYMENT BENEFITS

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At this time the Township does not provide any post employment benefits to its employees other than the Deferred Compensation Plan.

# TOWNSHIP OF BIRCH RUN

## SPECIAL REVENUE FUNDS

### COMBINING BALANCE SHEET

March 31, 2004

	<i>Library</i>	<i>Downtown Development Authority</i>	<i>Totals</i>
<b>ASSETS:</b>			
Cash and equivalents	\$ 8,168	\$ 157,975	\$ 166,143
Taxes receivable	-	1,450	1,450
Due from other funds	1,156	-	1,156
Total assets	<u>\$ 9,324</u>	<u>\$ 159,425</u>	<u>\$ 168,749</u>
<b>LIABILITIES:</b>			
Accounts payable	\$ 2,732	\$ -	\$ 2,732
Accrued expenses	1,911	-	1,911
Due to other funds	-	65,585	65,585
Total liabilities	<u>4,643</u>	<u>65,585</u>	<u>70,228</u>
<b>FUND EQUITY:</b>			
Fund Balance:			
Unreserved – Undesignated	4,681	93,840	98,521
Total fund equity	<u>4,681</u>	<u>93,840</u>	<u>98,521</u>
Total liabilities and fund equity	<u>\$ 9,324</u>	<u>\$ 159,425</u>	<u>\$ 168,749</u>

# TOWNSHIP OF BIRCH RUN

## SPECIAL REVENUE FUNDS

### COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Year Ended March 31, 2004

	<i>Library</i>	<i>Downtown Development Authority</i>	<i>Totals</i>
<b>REVENUES:</b>			
Property taxes	\$ -	\$ 79,468	\$ 79,468
Intergovernmental:			
States grants	5,339	-	5,339
Contributions from local units	28,800	-	28,800
Charges for services	587	-	587
Fines and forfeitures	776	-	776
Interest and rentals	798	597	1,395
Other revenue	2,661	-	2,661
Total revenues	<u>38,961</u>	<u>80,065</u>	<u>119,026</u>
<b>EXPENDITURES:</b>			
Recreation and culture	90,292	-	90,292
Capital outlay	8,998	-	8,998
Total expenditures	<u>99,290</u>	<u>-</u>	<u>99,290</u>
Excess of revenues over (under) expenditures	<u>(60,329)</u>	<u>80,065</u>	<u>19,736</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfer from other funds	60,850	-	60,850
Transfer to other funds	-	(100,636)	(100,636)
Total other financing sources (uses)	<u>60,850</u>	<u>(100,636)</u>	<u>(39,786)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	521	(20,571)	(20,050)
Fund balances, beginning of year	4,160	114,411	118,571
Fund balances, end of year	<u>\$ 4,681</u>	<u>\$ 93,840</u>	<u>\$ 98,521</u>