

BIRCH RUN TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

March 31, 2010

NOTE 14: FUND EQUITY

Specific reservations of fund equity include:

Reserved for prepaid expenditures – This reserve was created to indicate that the portion of fund balance represented by prepaid expenditures is not available for appropriation.

Reserved for debt service – This reserve was created to indicate that the portion of fund balance represented by debt service is not available for appropriation.

Reserved for nonexpendable cemetery principal – This reserve was created to indicate that portion of fund balance representing the nonexpendable principal portion required to be retained in perpetuity for cemetery care.

Reserved for state construction code activity – This reserve was created to indicate that portion of fund balance representing the cumulative surplus of construction code fees charged in excess of construction code costs.

NOTE 15: DOWNTOWN DEVELOPMENT AUTHORITY AGREEMENTS

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, 2010 is \$210,000.
2. Contract Payable to Birch Run Village for 28.35% of the past and future payments due on the 1992, \$1.4 million, Sanitary Sewer System Bonds payable through Genesee County. These bonds were refunded in 2003. The balance due on these bonds at March 31, 2010 was \$59,535.
3. \$75,000 of the \$175,000 Sewer System Improvement Bonds issued by Saginaw County in May, 1997. The March 31, 2010 total balance of these bonds is \$85,000.

During the year ended March 31, 2010 the Downtown Development Authority transferred \$81,015 to the Sewer Fund in connection with these agreements.

BIRCH RUN TOWNSHIP

NONMAJOR GOVERNMENTAL FUNDS COMBINING BALANCE SHEET

March 31, 2010

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Permanent Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Downtown Development Authority Fund</u>	<u>Library Fund</u>	<u>Library Debt Fund</u>	<u>Cemetery Perpetual Care Fund</u>	
Assets:					
Cash and cash equivalents	\$ 163,482	\$ 97,340	\$ 563	\$ 2,050	\$ 263,435
Taxes receivable	2,769	-	-	-	2,769
Accounts receivable	-	20,132	-	-	20,132
Total assets	<u>\$ 166,251</u>	<u>\$ 117,472</u>	<u>\$ 563</u>	<u>\$ 2,050</u>	<u>\$ 286,336</u>
Fund Balances:					
Liabilities:					
Accounts payable	\$ 3,276	\$ 2,312	\$ -	\$ -	\$ 5,588
Due to other funds	-	25,224	-	-	25,224
Total liabilities	<u>3,276</u>	<u>27,536</u>	<u>-</u>	<u>-</u>	<u>30,812</u>
Fund balances:					
Reserved for:					
Debt service	-	-	563	-	563
Nonexpendable cemetery principal	-	-	-	2,050	2,050
Unreserved:					
Special revenue funds	<u>162,975</u>	<u>89,936</u>	<u>-</u>	<u>-</u>	<u>252,911</u>
Total fund balances	<u>162,975</u>	<u>89,936</u>	<u>563</u>	<u>2,050</u>	<u>255,524</u>
Total liabilities and fund balances	<u>\$ 166,251</u>	<u>\$ 117,472</u>	<u>\$ 563</u>	<u>\$ 2,050</u>	<u>\$ 286,336</u>

BIRCH RUN TOWNSHIP

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Year Ended March 31, 2010

	<u>Special Revenue Funds</u>		<u>Debt Service Fund</u>	<u>Permanent Fund</u>	
	<u>Downtown Development Authority Fund</u>	<u>Library Fund</u>	<u>Library Debt Fund</u>	<u>Cemetery Perpetual Care Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:					
Property taxes	\$ 160,911	\$ -	\$ -	\$ -	\$ 160,911
Licenses and permits	-	40,068	-	-	40,068
State grants	-	3,889	-	-	3,889
Contributions from other units	-	19,476	-	-	19,476
Charges for services	-	1,407	-	-	1,407
Fines and forfeits	-	1,730	-	-	1,730
Interest and rents	669	2,908	-	22	3,599
Other revenue	177	1,250	-	-	1,427
Total revenues	<u>161,757</u>	<u>70,728</u>	<u>-</u>	<u>22</u>	<u>232,507</u>
Expenditures:					
Current					
Community and economic development	115,878	-	-	-	115,878
Recreation and culture	-	104,795	-	-	104,795
Capital outlay	-	5,121	-	-	5,121
Total expenditures	<u>115,878</u>	<u>109,916</u>	<u>-</u>	<u>-</u>	<u>225,794</u>
Excess (deficiency) of revenues over expenditures	45,879	(39,188)	-	22	6,713
Other financing sources (uses):					
Transfers from other funds	-	64,400	-	-	64,400
Net changes in fund balances	45,879	25,212	-	22	71,113
Fund balances, beginning of year	<u>117,096</u>	<u>64,724</u>	<u>563</u>	<u>2,028</u>	<u>184,411</u>
Fund balances, end of year	<u>\$ 162,975</u>	<u>\$ 89,936</u>	<u>\$ 563</u>	<u>\$ 2,050</u>	<u>\$ 255,524</u>