

County of Kent,  
Michigan



Year Ended  
December 31, 2022

Annual  
Comprehensive  
Financial Report

Prepared by: Fiscal Services Department

Fiscal Services Director  
*Jeff Dood*

County Administrator/Controller  
*Alan G. Vanderberg*

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# COUNTY OF KENT, MICHIGAN

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## **INTRODUCTORY SECTION**

**COUNTY OF KENT, MICHIGAN**

**ELECTED OFFICERS**

**For the Year Ended December 31, 2022**

BOARD OF COMMISSIONERS

Stan Stek

***Chair***

Emily Brieve

***Vice Chair***

Stephen Wooden

***Minority Party Vice-Chair***

Tom Antor  
David Bulkowski  
Ben Greene  
Diane Jones  
Melissa LaGrand  
Roger Morgan  
Phil Skaggs  
Lindsey Thiel

Mandy Bolter  
Dan Burrill  
Carol Hennessy  
Matt Kallman  
Michelle McCloud  
Stan Ponstein  
Monica Sparks  
Robert Womack

Lisa Posthumus Lyons  
***Clerk-Register of Deeds***

Ken Yonker  
***Drain Commissioner***

Christopher Becker  
***Prosecuting Attorney***

Michelle LaJoye-Young  
***Sheriff***

Peter MacGregor  
***Treasurer***



June 22, 2023

**To the Board of Commissioners and the Citizens of Kent County:**

State law requires that all local governments, subject to certain size criteria, publish within six months of the close of each fiscal year a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in conformity with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to those requirements, we hereby issue the annual comprehensive financial report for the County of Kent for the fiscal year ended December 31, 2022.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Rehmann Robson LLC, Certified Public Accountants, has issued an unmodified (“clean”) opinion on the County’s financial statements for the year ended December 31, 2022. The independent auditors’ report is located at the front of the financial section of this report.

The Management Discussion and Analysis (MD&A) immediately follows the independent auditors’ report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and it should be read in conjunction with it.

**Profile of the Government**

The County of Kent encompasses an area of approximately 864 square miles and is located in the central west portion of Michigan’s Lower Peninsula. The County of Kent is the fourth most populous county in the state of Michigan (State) with a 2022 estimated population of 659,083. It is approximately 64 miles west of Lansing, the state capital. The County is empowered by the State to levy a property tax on real and personal properties located within the County.

The County is composed of twenty-one townships, five villages and nine cities. The 2020 census population of the County resides as follows: townships (254,017); cities (395,999); and villages (7,958). The County seat is located in the City of Grand Rapids, which is the second largest city in the State. The County was organized as a county by the territorial legislature on March 24, 1836.

The County is governed by a Board of Commissioners (Board) whose numbers have ranged from as few as three in 1836 up to as many as 77 in 1968. As a result of a United States Supreme Court decision in 1969, the number of commissioners was reduced to 21. The Board took action in 1992 to reduce further the number of members to 19 effective January 1993. The County will return to 21 Commissioners effective 2023 with the addition of two seats due to changes in district boundaries. The Board is responsible for establishing policies, adopting the budget, appointing committee memberships, and hiring the County Administrator/Controller. The Administrator/Controller is responsible for carrying out the policies set forth by the Board and overseeing the day-to-day operations of the County. The Board is elected on a partisan basis every two years from districts of approximately equal size. The other five elected officers of the County, which include the Sheriff, Clerk/Register of Deeds, Prosecuting Attorney, Drain Commissioner and Treasurer, are elected on a partisan basis serving four-year terms.

The County provides a wide and varied range of services in the following areas: law enforcement, correctional facility, three court systems, fire apparatus procurement, social services, community and economic development, both State and County funded public health, and park system. The Department of Public Works manages a waste-to-energy incinerator, single stream recycling center and landfill operations. The Kent County Drain Commission, a component unit, is responsible for the construction and maintenance of County drains and the control of lake levels. The Airport Authority, a component unit, is responsible for the operation of the Gerald R. Ford International Airport. In addition, the Road Commission is a component unit providing maintenance to County roads.

Annually, the Board is required to adopt a final budget by December 31 for the subsequent fiscal year. In 2023 the County will change its fiscal year-end to September 30<sup>th</sup> so future budgets will be required to be adopted by September 30. This budget serves as the foundation for the County's financial planning and control. The budget is prepared by fund, function (e.g. public safety) and department (e.g. Sheriff). Department heads may transfer resources within the activities they manage up to Board-approved appropriation levels within the same fund. In special instances related to grants, the County Administrator/Controller is authorized to make budget amendments within and between categories of budgets up to 15% of the grant appropriation. Transfers between departmental budgets and above administrative amounts set by the Board need special approval from the Finance & Physical Resources Committee.

## **Local Economy**

### Commercial/Industrial Base

The Grand Rapids-Wyoming Metropolitan Statistical Area (MSA), of which the County is the hub, has been one of the fastest growing regions of the United States. Numerous expansions, renovations, constructions, modernizations and developments have been completed, are in the process of being completed or are in the planning stages. Among the factors which have encouraged major projects and have attracted numerous firms from outside the area are: a strong but highly diversified base of industries, an excellent work force, educational opportunities, excellent employer/employee relations, good location and transportation facilities, utilities and possibly the most important, high quality of life.

### Convention Facilities

The City of Grand Rapids and the County have jointly created the Grand Rapids-Kent County Convention/Arena Authority. The function of this independent authority is to own and operate the DeVos Place Convention Center and the Van Andel Arena. The Van Andel Arena was completed in 1996, has a capacity of 12,000 and is used for professional hockey games, concerts, family shows and other entertainment events. The DeVos Place Convention Center encompasses one million square feet of total gross floor area including a 40,000 square foot ballroom that is used for conventions and expos and a performing theater that hosts cultural entertainment events. DeVos Place is part of a vibrant downtown entertainment district featuring over 50 dining establishments, nightclubs, and museums, all within walking distance.

### Regional Government Coordination

The Grand Valley Metropolitan Council is a Council of Governments dedicated to advancing the current and future well-being of our metropolitan area by bringing together public and private sectors to cooperatively advocate, plan for, and coordinate the provision of services and investments which have environmental, economic and social impact. It is understood that the well-being of the metropolitan community relies on good government and springs from a shared vision that encompasses many elements, including, but not limited to, the following: preparing now for the challenges of the future; planning for orderly growth and development; preserving and enhancing the natural, social, and physical environments; promoting economic vitality and employment opportunities; equitably sharing responsibility for community needs; recognizing the strengths and benefits of diversity; promoting quality lifelong educational opportunities; promoting quality cultural and recreational institutions and facilities; effectively utilizing and enhancing existing infrastructure; eliminating unnecessary duplication of services; and promoting a high quality of life now and for future generations.

### Medical Services

Clinical care is a top priority in West Michigan with one of the nation's top-ranked medical centers of excellence. With three fast-growing major hospitals and hundreds of physicians in every specialty imaginable, employers and employees alike can count on accessible, high-quality patient care and wellness programs. The public and nonprofit hospitals in the County have approximately 2,200 licensed beds.

In 2000, the Van Andel Institute (VAI) opened, with the stated mission “. . . to become one of the world's preeminent private medical research institutions within the next decade” which has become a reality. The Van Andel Institute has three component parts: The Van Andel Research Institute (VARI), the Van Andel Education Institute (VAEI) and the Van Andel Institute (VAI). The VARI is an independent medical research organization dedicated to preserving, enhancing and expanding the frontiers of medical science. The VAEI is an independent education institute whose mission is to conduct the Van Andel Educational Technology School, and to achieve excellence by embracing and strengthening the fundamental issues of education. The research being conducted at the VARI is has served as a growth pole, anchoring and propelling growth of a newly developing bioscience industry cluster. This has and will continue to draw outside business and related sectors into the region to take advantage of economic opportunities created by the Institute. VARI has constructed a 240,000 square foot eight-story building expansion that opened in December 2009. This expansion nearly triples the Institute's laboratory space, allowing for growth of current laboratories and expanded research into neurological diseases. The VAI supports the other two organizations.

Michigan State University Medical School constructed a \$90 million, 180,000 square foot medical school which houses the MSU college of Human Medicine. In 2012, MSU also purchased the former Grand Rapids Press headquarters along with five parking properties for use as research space and additional parking. This new facility is in close proximity to the MSU College of Human Medicine medical facility.

### Employment

Major industries that are located within the boundaries of Kent County, or in close proximity, include manufacturers of office equipment and furniture, heating controls, automotive parts, financial institutions, education, health care, retail food/merchandise and leisure and hospitality. This diversified employment base adds to the strength of the local economy. Since 2005 the unemployment rate in Kent County has ranged from 2.1% to 21.3%, as a result of the COVID-19 pandemic, in April 2020. The unemployment rate as of December 2022, for Kent County, is 3.0% and is expected to continue to improve as the economy recovers from the pandemic.

## **Long-Term Financial Planning/Financial Policies**

### Budgeting and Forecasting

As stated earlier, the budget serves as the foundation for the County's financial planning and control. As part of the budget process, management prepares an annual budget for the General Fund. The Kent County metro area maintains an optimistic economic outlook with continued growth expected in the commercial, industrial and residential sectors. Based on the current financial forecast, the County will be able to continue most current service levels without raising its tax rate while retaining a projected fund balance of \$106.9 million at December 31, 2023, supported by an increase in property tax values and generated tax revenues.

### Establishment and Use of General Fund Fund Balance

It is the Board of Commissioner's strategy that the County shall maintain adequate General Fund equity, to provide for contingent liabilities not covered by the County's insurance programs, provide for cash flow needs resulting from a midyear tax levy and to insulate the County from any other swift unforeseen events. As part of that strategy, the County's Fund Balance policy outlines the protocols and restrictions regarding the maintenance and utilization of fund balance.

The County maintains non-spendable General Fund fund balance equal to the balance of any long-term outstanding balances due from other County funds and component units as well as an amount equal to the value of its inventory balances and prepaid expenses.

The County commits annually a portion of fund balance, equal to 10% of the subsequent year's General Fund and subsidized governmental fund budgets, for budget stabilization. In addition, the County also maintains a minimum fund balance equal to at least 40% of the subsequent year's adopted General Fund budgeted expenditures and transfers out. Both of these elements work to ensure the continued operation of County programs and service levels in the event cash flow shortfalls or a large and unanticipated one-time General Fund expenditure requirement.

### Capital Improvement Program

The County established the Capital Improvement Projects Fund to account for the acquisition or construction of major capital items not otherwise provided for in enterprise or trust funds. The Capital Improvement Program (CIP) consists mainly of one-time or non-recurring capital expenditures. The CIP is a primary tool for evaluating the physical improvement, tangible personal property or real property improvements for the County. The CIP outlines the schedule of County needs over a five-year period and contains funding recommendations on an annual basis. The County has annually deposited to this fund a not-less-than sum of monies equivalent to the revenues to be generated from 0.2 mills of the general property tax levy. For 2022, an additional \$6 Million was appropriated to the County's Strategic Capital Project in the Capital Improvement Fund for future capital needs.

### Tax Abatements and Tax Increment Financing

The local units in the County have established goals, objectives and procedures to provide the opportunity for industrial and commercial development and expansion. Since 1974, local units in the County have approved a number of applications for local property tax relief for industrial firms. The SEV of properties have been granted tax abatement under Act 198 and Act 146. These abatements are designed to provide a stimulus in economic growth and neighborhood revitalization by renovating certain blighted, environmentally contaminated or functionally obsolete commercial property or commercial housing property.

None of the other fiscal policies had a significant impact on the current period financial statements.

### **Future Financing**

In May of 2023, the County issued \$13.1 million in general obligation limited tax notes in the Delinquent Tax Revolving enterprise fund. The County Board is also considering issuing a \$40 million dollar general obligation limited tax note to build a new county administrative facility on the Fuller complex and also the DPW is considering issuing revenue bonds of approximately \$80 million for the construction of a Sustainable Business Park. Both of these potential bond issues are in the planning stages.

### **Major Initiatives**

Given the continued pressure for providing more services despite finite resources, the County's focus has been on long-term sustainability. This includes the long-term financial stability of the County along with supporting our local governmental partners and taking a leadership role with respect to innovative strategies that yield a more cost-effective and efficient delivery of services.

The County's Strategic Plan serves as a roadmap that guides our professional staff in creating objectives for each of these goals to ensure the County is meeting its overall strategic priorities. The strategic plan is reflected in the policies adopted by the Board of Commissioners and embodied by the County's budget and department-level strategic initiatives. Progress toward the strategic plan outcomes are measured by tracking performance outcomes in each department and are reported on the County's website.

The County's strategic priorities are as follows:

- Economic Prosperity - We will focus on sound fiscal management and policies to support the economic prosperity of the County as well as the West Michigan region.
- High Quality of Life - We will foster a high quality of life that promotes safe and healthy communities, strategic growth, and world-class outdoor resources.
- Excellence in Service Delivery - We will adopt innovative ways to deliver services that maximize efficiency and provide an exceptional experience to those we serve.
- Inclusive Participation - We will provide innovative and inclusive ways to engage residents and involve them in County government.
- Effective Communications - We will be transparent and clear in the communications and decisions of the County. The County continues to work towards generating additional revenues along with shifting and reducing costs and utilizing technology to contain costs.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Kent for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended December 31, 2021. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated effort of the entire staff of the Fiscal Services Department. We express our appreciation to all employees of the County who assisted and contributed to its preparation. We also express our gratitude to the Board of Commissioners for their interest and support in planning and conducting the financial operations and management of the County of Kent in a responsible and progressive manner.

Respectfully submitted,



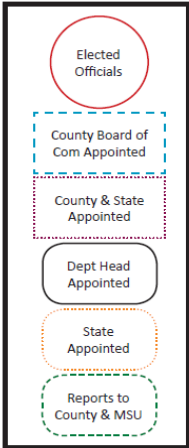
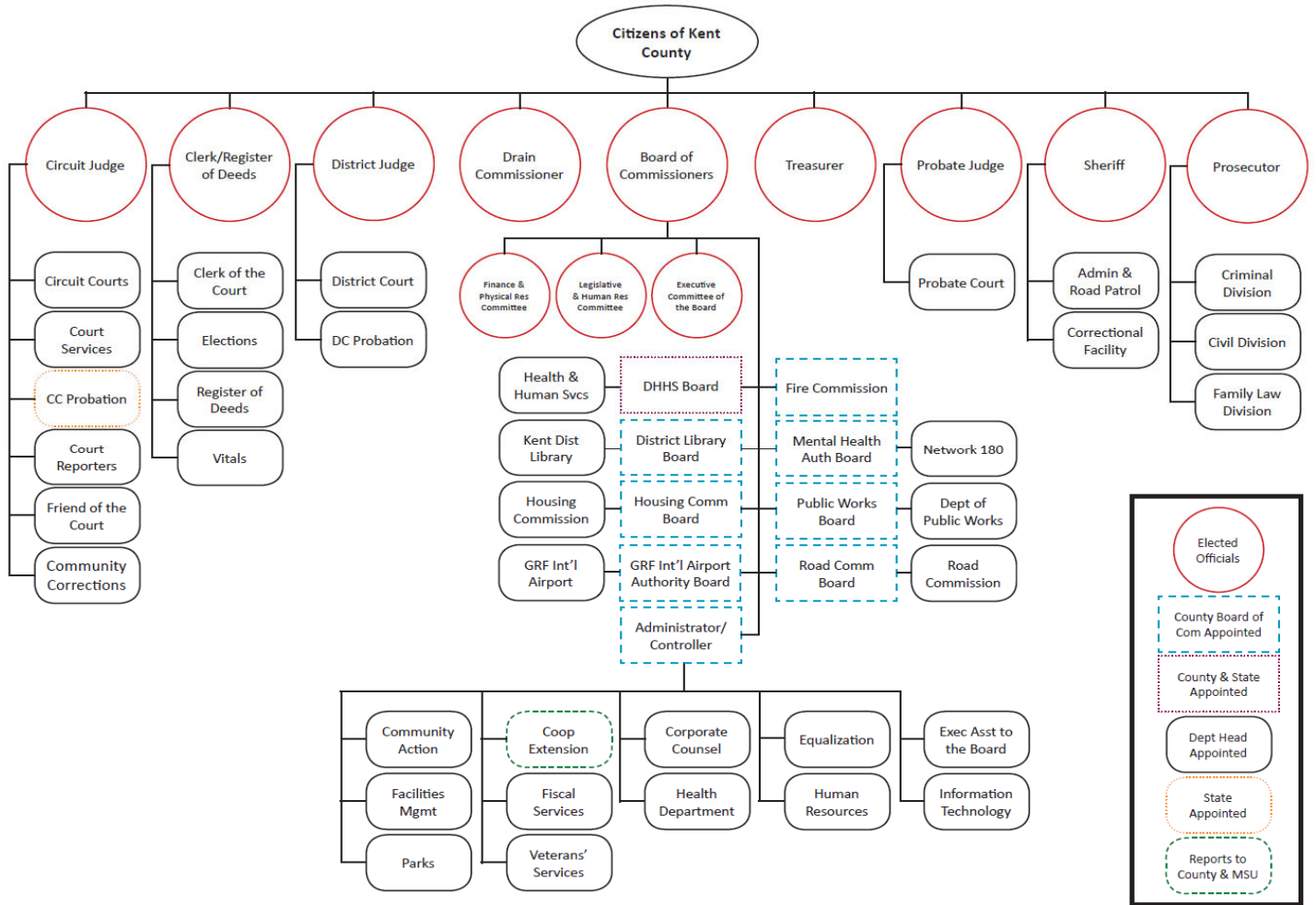
Alan G. Vanderberg  
County Administrator/Controller



Jeff Dood  
Fiscal Services Director

# COUNTY OF KENT, MICHIGAN

## Table of Organization





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Kent  
Michigan**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2021

*Christopher P. Morrill*

Executive Director/CEO



## **FINANCIAL SECTION**

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## INDEPENDENT AUDITORS' REPORT

June 22, 2023

Honorable Members of the  
Board of Commissioners  
of the County of Kent  
Grand Rapids, Michigan

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the 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 Kent, Michigan** (the "County"), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying 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 Kent, Michigan, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the following entities, which represent the indicated percentages of total aggregate discretely presented component units:

	Percent of Assets and Deferred Outflows	Percent of Revenues	Percent of Net Position
Kent County Road Commission	37.2%	48.3%	49.7%
Gerald R. Ford International Airport Authority	59.4%	47.9%	47.8%

Those statements were audited by other auditors whose reports thereon were furnished to us, and our opinions, insofar as they relate to the amounts included for the above entities, are based solely on the reports of the other auditors.



### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Independent Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Independent Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the budgetary comparisons for the General Fund and the major special revenue fund, and the schedules for the pension and other postemployment benefit plans, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary 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. Such information is 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. The 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 Information***

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued, under separate cover, our report dated June 22, 2023, 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 solely 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 the effectiveness of the County's 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 "Rehmann Johnson LLC". The signature is written in a cursive, flowing style.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## COUNTY OF KENT, MICHIGAN

### Management's Discussion and Analysis

As management of the County of Kent, 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, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal. All amounts, unless otherwise indicated, are expressed in **thousands of dollars**.

#### Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$523,952 (*net position*). Of this amount, \$122,770 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$3,838, comprised of a \$1,718 decrease in governmental activities and an increase of \$5,556 in business-type activities.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$184,739, a decrease of \$279 from the prior year. Approximately 30.7% of this total amount or \$56,774 is unassigned fund balance.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$56,774 or 37.7% of total General Fund expenditures.
- Total government-wide liabilities (including the net pension and OPEB liabilities) increased by approximately \$185,020 or (55.8%) during the current fiscal year. Liabilities for governmental activities increased by approximately \$178,765 and liabilities for business-type activities increased by \$6,255. This increase in liabilities is primarily due to an increase in the net pension liability of \$218,462 and an increase in unearned revenue from the American Rescue Plan Act (ARPA) funding of \$59,241.

#### 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 being 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).



## COUNTY OF KENT, MICHIGAN

### Management's Discussion and Analysis

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 general government, public safety, health and welfare, culture and recreation, judicial, community and economic development, and public works. The business-type activities of the County include the Department of Public Works and delinquent tax collection and administration.

The government-wide financial statements include not only the County itself (known as the primary government), but also a legally separate Road Commission, legally separate Drainage Districts, a legally separate Housing Commission, and the legally separate Gerald R. Ford International Airport 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.

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 fund balance sheet and the governmental fund 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 thirty 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, Coronavirus, and the Public Improvement funds, all of 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 for these funds 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 the Delinquent Tax Revolving Fund and Department of Public Works ("DPW"). Internal service funds are 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, employee benefit programs and vehicle and office equipment. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

# COUNTY OF KENT, MICHIGAN

## Management's Discussion and Analysis

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 Fund and the Department of Public Works, each considered to be a major fund. 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 statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain information concerning the County's progress in funding its obligation to provide pension and other postemployment benefits to its employees and budget comparisons for the General Fund and the major special revenue fund.

### Government-wide Financial Analysis

As previously stated, 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 \$523,952 at the close of the most recent fiscal year.

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 464,644	\$ 459,688	\$ 137,934	\$ 138,881	\$ 602,578	\$ 598,569
Capital assets, net	316,626	311,294	60,216	54,717	376,842	366,011
<b>Total assets</b>	<b>781,270</b>	<b>770,982</b>	<b>198,150</b>	<b>193,598</b>	<b>979,420</b>	<b>964,580</b>
<b>Total deferred outflows of resources</b>	<b>133,316</b>	<b>40,315</b>	<b>5,429</b>	<b>1,797</b>	<b>138,745</b>	<b>42,112</b>
Long-term liabilities	274,189	159,855	69,011	61,223	343,200	221,078
Other liabilities	167,158	102,727	6,468	8,001	173,626	110,728
<b>Total liabilities</b>	<b>441,347</b>	<b>262,582</b>	<b>75,479</b>	<b>69,224</b>	<b>516,826</b>	<b>331,806</b>
<b>Total deferred inflows of resources</b>	<b>77,091</b>	<b>150,849</b>	<b>296</b>	<b>3,923</b>	<b>77,387</b>	<b>154,772</b>
<b>Net position</b>						
Net investment in capital assets	240,403	224,847	54,816	48,693	295,219	273,540
Restricted	99,080	65,434	6,883	7,867	105,963	73,301
Unrestricted	56,665	107,585	66,105	65,688	122,770	173,273
<b>Total net position</b>	<b>\$ 396,148</b>	<b>\$ 397,866</b>	<b>\$ 127,804</b>	<b>\$ 122,248</b>	<b>\$ 523,952</b>	<b>\$ 520,114</b>

## COUNTY OF KENT, MICHIGAN

### Management's Discussion and Analysis

A substantial portion of the County's net position, \$295,219 (56.3%), reflects its investment in capital assets (e.g., land, buildings, machinery and equipment), less any related outstanding debt used to acquire those assets. 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 \$105,963 (20.2%) represents resources that are subject to external restrictions on how they may be used. The County may use the remaining balance of unrestricted net position of \$122,770 (23.5%) to meet its ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net position, both for the government as a whole, and for its separate governmental and business-type activities.

	Change in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Program revenues:						
Charges for services	\$ 63,169	\$ 62,941	\$ 56,092	\$ 50,528	\$ 119,261	\$ 113,469
Operating grants	85,733	116,891	(449)	226	85,284	117,117
Capital grants	1,510	5,134	-	72	1,510	5,206
General revenues:						
Property taxes	165,180	157,101	-	-	165,180	157,101
State revenue sharing	22,879	21,303	-	-	22,879	21,303
Other taxes	12,490	8,969	-	-	12,490	8,969
Other	11,470	1,010	(125)	223	11,345	1,233
<b>Total revenues</b>	<b>362,431</b>	<b>373,349</b>	<b>55,518</b>	<b>51,049</b>	<b>417,949</b>	<b>424,398</b>
Expenses:						
General government	49,155	36,468	-	-	49,155	36,468
Public safety	112,553	85,101	-	-	112,553	85,101
Health and welfare	109,823	92,680	-	-	109,823	92,680
Culture and recreation	18,763	16,560	-	-	18,763	16,560
Judicial	56,277	41,585	-	-	56,277	41,585
Community and economic development	13,404	11,311	-	-	13,404	11,311
Public works	707	22,728	49,217	41,029	49,924	63,757
Interest and fiscal charges	3,467	3,423	-	-	3,467	3,423
Delinquent tax collection	-	-	745	1,897	745	1,897
<b>Total expenses</b>	<b>364,149</b>	<b>309,856</b>	<b>49,962</b>	<b>42,926</b>	<b>414,111</b>	<b>352,782</b>
<b>Change in net position</b>	<b>(1,718)</b>	<b>63,493</b>	<b>5,556</b>	<b>8,123</b>	<b>3,838</b>	<b>71,616</b>
Net position:						
Beginning of year	397,866	334,373	122,248	114,125	520,114	448,498
<b>End of year</b>	<b>\$ 396,148</b>	<b>\$ 397,866</b>	<b>\$ 127,804</b>	<b>\$ 122,248</b>	<b>\$ 523,952</b>	<b>\$ 520,114</b>

# COUNTY OF KENT, MICHIGAN

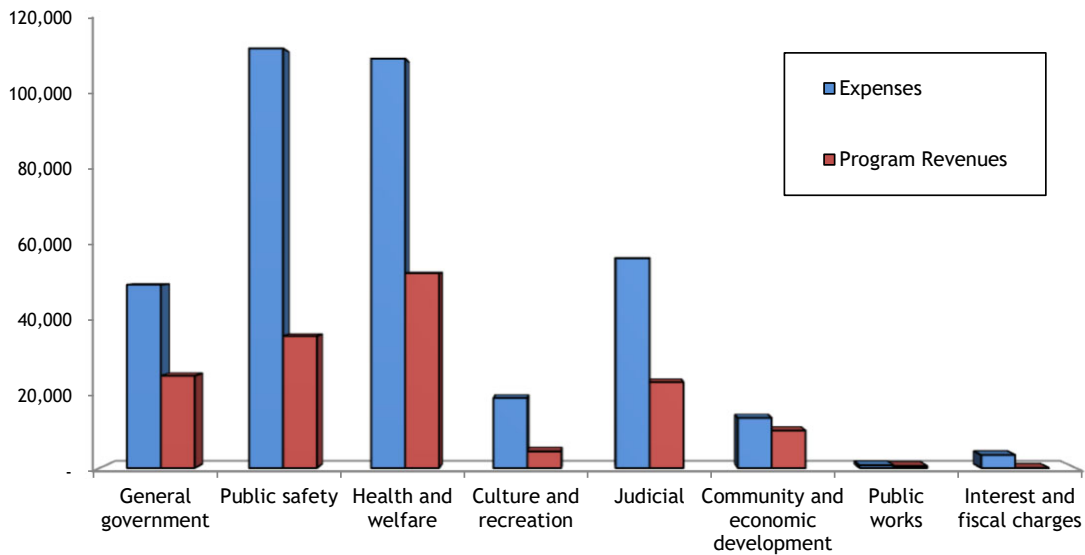
## Management's Discussion and Analysis

The County's net position increased by \$3,838 during the current fiscal year. The majority of this increase is related to decreases in public works; offset by increases in public safety, health & welfare, and judicial. These increases work in conjunction with increases in the County's property tax revenue.

**Governmental Activities.** Governmental activities decreased the County's net position by \$1,718. Key elements of this decrease include the following:

- Current year property tax revenue increase of \$8,079 related to the increase in the value of taxable property.
- State revenue sharing increased by \$1,576 primarily due to increase in amount received from the State.
- Other taxes increased by \$3,521 due to an increase in transient lodging occupancy rates.
- Other revenue increased by of \$10,461 due to the opioid settlement revenue and the use of Coronavirus State and Local Fiscal Recovery funds in the current year.
- Operating grants decreased by \$31,158 due to the issuance of long-term debt for the Kent County Road Commission in the prior year and decrease in grant revenues associated with the COVID-19 response.
- Capital grants decreased by \$3,624 due to reduced grant funding from State of Michigan for parks.
- General government expenses increased \$12,687 primarily due to increase in grant expenses for the American Rescue Plan Act and increase in pension expense due to market downturn.
- Public safety, health and welfare, and judicial expenses increased \$59,287 primarily due to an increase in pension expense due to market downturn.
- Public works expenses decreased by \$22,021 primarily due to the issuance of long-term debt for the Kent County Road Commission in the prior year.

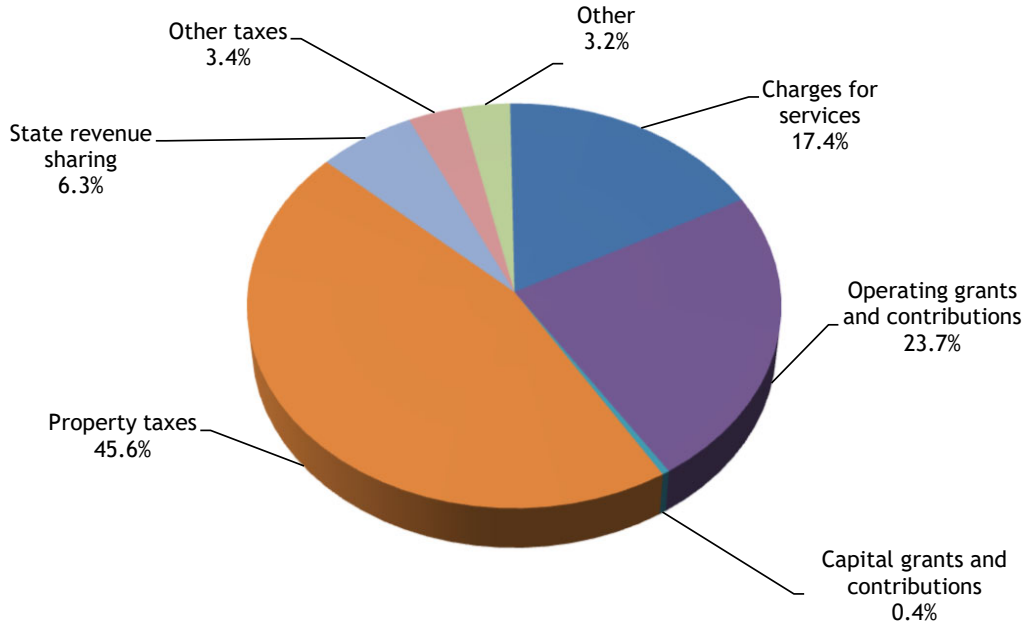
**Expenses and Program Revenues - Governmental Activities**



# COUNTY OF KENT, MICHIGAN

## Management's Discussion and Analysis

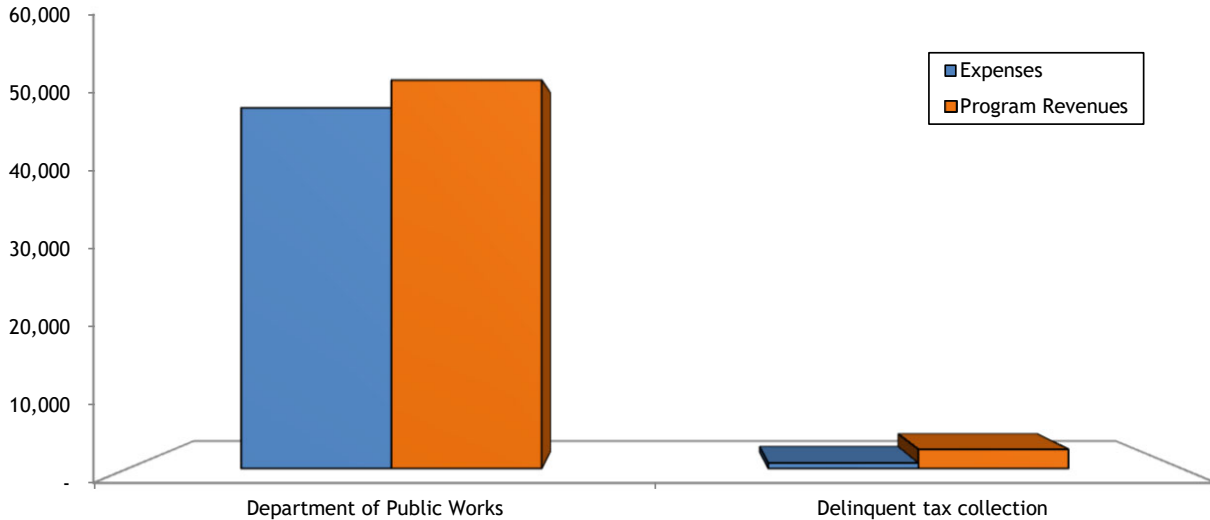
Revenues by Source - Governmental Activities



**Business-type Activities.** Business-type activities increased the County’s net position by \$5,556. Key elements of this increase include the following:

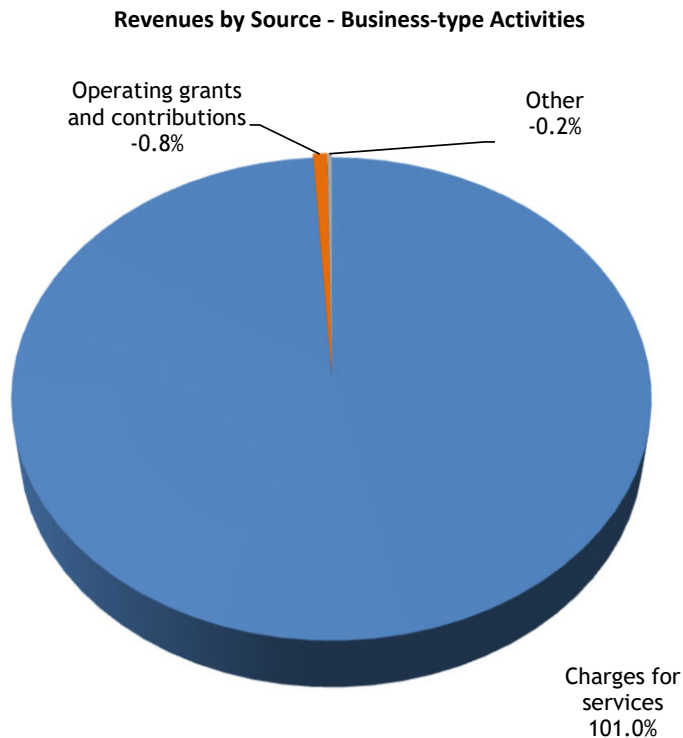
- Charges for services revenue increased by \$5,564 primarily related to an increase in fee rates and facilities being open to full capacity.
- Public works expenses increased by \$8,188 primarily due to an increase in landfill closure expenses.

Expenses and Program Revenues - Business-type Activities



# COUNTY OF KENT, MICHIGAN

## Management's Discussion and Analysis



### Financial Analysis of the County's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$184,739, a decrease of \$279 from the prior year. Of this amount, 30.7% (\$56,774) constitutes unassigned fund balance, which is available for spending at the government's discretion, however it is limited to the minimum fund balance requirements per the County's Fund Balance policy. The remainder of fund balance is reserved to indicate that it is not available for new spending because it is classified as one of the following: A) Nonspendable for 1) inventories and prepaids (\$2,210), or 2) long-term cash advances to the Drainage District (\$1,037); B) Restricted for use per external/third party mandates (\$89,360); C) is committed for economic stabilization (\$27,162); or D) has been assigned for other specific uses in the County's general operations (\$8,196).

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 \$56,774 while total fund balance amounted to \$86,910. 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. Unassigned fund balance represents 37.7% of total General Fund expenditures, while total fund balance represents 57.7% of that same amount.

## COUNTY OF KENT, MICHIGAN

### Management's Discussion and Analysis

The fund balance of the County's General Fund increased by \$2,223 during the current fiscal year. Key factors in this change are as follows:

- Increasing property tax values resulting in an increase in current property tax revenues of \$5,442.
- Investment earning decreased \$2,248 due to investment losses.
- Contributions and reimbursements increased by \$2,569 due to reimbursement from the ARPA funding.
- Public safety expenditures increased \$10,812 due to payroll costs no longer being allocated to the Coronavirus fund and an increase in total hours worked.
- Transfers out decreased \$6,232 due to less transferred to CIP for strategic capital.

The Coronavirus Fund accounts for the funding received to mitigate and respond to the effects of the public health emergency. Revenues are provided through Federal and State grants. Ending fund balance was \$2,066 and is attributable to interest earned on pooled cash and FEMA grant.

The Public Improvement Fund accounts for revenue set aside for public improvements. The ending fund balance decreased by \$3,959, and is primarily attributable to a decrease in the transfer in for strategic capital.

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

#### General Fund Budgetary Highlights

During the year, significant changes between original and final amended budget are as follows:

- The budget for intergovernmental revenues was increased by \$1,122, related to the increase in state shared revenue.
- The budget for contributions and reimbursements revenues was increased by \$3,037, related to the reimbursement from the ARPA funding for revenue loss.
- The budget for general government expenditures was reduced by \$2,279 related to the amount being held in contingency until Animal Control's budget, and positions within the Health Department, Probate Court, and Sheriff's Department were approved.
- The budget for public safety expenditures was increased by \$1,819, related to the amount being held in contingency until Animal Control's budget was approved, along with new positions within the Sheriff's Office.
- The budget for transfers out was increased by \$2,684, related to estimated increase transfers needed for Health Department and special projects.

The General Fund budgeted for a decrease in fund balance of \$5,839 and the actual change in fund balance was an increase of \$2,223. Significant budgetary variances are as follows:

- \$1,541 of tax revenue were more than budgeted primarily due to an increase taxable value.
- \$2,409 of charges for service revenue were more than budgeted primarily due to higher activity in housing market increasing real estate transfer tax.
- \$3,214 of investment loss were less than budgeted primarily due to investment market on a downturn.
- \$3,852 was allocated for general government and public safety expenditures, anticipating the need for additional employees. However, new employees were not hired as initially planned at the beginning of the year.
- \$1,533 of public safety expenditures were less than budgeted due to an anticipated need for increase in employees, and new hires did not work a full year.
- \$2,234 of judicial expenditures were less than budgeted primarily due to anticipated County obligated legal fees related to trial court appointed costs. Additionally, lower salary cost resulted from a decrease in staffing levels.
- \$3,700 decrease in transfers in from the Delinquent Tax Revolving Fund.
- \$4,191 in transfers out were less than budgeted due to decrease in transfers required by the Health Department and Child Care, more expenses were covered by grant funding.

## COUNTY OF KENT, MICHIGAN

### Management's Discussion and Analysis

#### Capital Asset and Debt Administration

**Capital Assets.** The County's capital assets for its governmental and business-type activities as of December 31, 2022 amounted to \$376,842 (net of accumulated depreciation/amortization). This investment in capital assets includes land, buildings, land improvements, machinery and equipment, park facilities, property development rights, motor vehicles, drains, landfill cells, and lease and subscription assets. The net increase in the County's investment in capital assets for the current fiscal year was \$10,831 (a \$5,332 increase for governmental activities and a \$5,499 increase for business-type activities).

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

- \$14,513 increase in construction in progress primarily related to the North County Campus (\$7,687), land improvements for parks (\$1,254), fleet facility (\$1,057), and cell door replacement at the jail (\$1,228).
- \$2,642 increase in construction in progress in the business-type activities primarily related to the refuse crane for the Department of Public Works.
- \$3,289 increase in buildings and improvements in the business-type activities primarily related to the new admin building for the Department of Public Works.

	Capital Assets (Net of Depreciation/Amortization)					
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 87,792	\$ 86,368	\$ 6,199	\$ 6,199	\$ 93,991	\$ 92,567
Property easements	37	37	-	-	37	37
Construction in progress	21,041	9,170	8,239	5,597	29,280	14,767
Landfill cells	-	-	9,598	10,721	9,598	10,721
Land improvements	17,526	18,334	2,960	3,300	20,486	21,634
Buildings and improvements	165,371	170,434	23,081	19,792	188,452	190,226
Machinery and equipment	14,235	14,844	9,719	8,748	23,954	23,592
Motor vehicles	5,461	5,703	355	275	5,816	5,978
Infrastructure	2,351	2,514	-	-	2,351	2,514
Animals	8	14	-	-	8	14
Lease assets	159	249	65	85	224	334
Subscription assets	2,645	3,627	-	-	2,645	3,627
<b>Total capital assets, net</b>	<b>\$ 316,626</b>	<b>\$ 311,294</b>	<b>\$ 60,216</b>	<b>\$ 54,717</b>	<b>\$ 376,842</b>	<b>\$ 366,011</b>

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

**Long-term Debt.** At the end of the current fiscal year, the County had total installment debt outstanding with a face amount of \$121,326.

	Installment Debt					
	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
General obligation bonds	\$ 96,830	\$ 107,280	\$ 4,915	\$ 5,500	\$ 101,745	\$ 112,780
Notes payable	-	-	17,200	19,900	17,200	19,900
Contracts payable	2,381	3,477	-	-	2,381	3,477
<b>Total</b>	<b>\$ 99,211</b>	<b>\$ 110,757</b>	<b>\$ 22,115</b>	<b>\$ 25,400</b>	<b>\$ 121,326</b>	<b>\$ 136,157</b>



## COUNTY OF KENT, MICHIGAN

### Management's Discussion and Analysis

The County's total installment debt decreased by \$14,831 (10.9%) during the current fiscal year. The net decrease was mainly attributable to debt payments throughout the fiscal year.

The County maintains an "AAA" rating from Standard & Poor's and "Aaa" rating from Moody's for its general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10% of its total state equalized valuation. The current debt limitation for the County is \$3,730,511 which is significantly higher than the County's outstanding general obligation debt.

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

#### Economic Factors and Next Year's Budget and Rates

- The average annual unemployment rate for the County for 2022 was 3.5%, which is a 25.5% decrease from 2021, related to employees returning to the workforce following the COVID-19 pandemic. This is significantly below the State average annual unemployment rate of 4.2% for 2022.
- Inflationary trends in the region compare favorably to national indices.

The County considered these factors in preparing its budget for the 2023 fiscal year.

During the current fiscal year, unassigned fund balance in the General Fund was \$56,774. The County was able to adopt a balanced budget for the 2023 fiscal year without appropriating additional spending, or the need to raise taxes or charges above the current recommended levels during the 2023 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 Kent's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, may be addressed to the Fiscal Services Director, County Administration Building, 300 Monroe Avenue N.W., Grand Rapids, Michigan 49503-2221.

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## **BASIC FINANCIAL STATEMENTS**

COUNTY OF KENT, MICHIGAN

**Statement of Net Position**

December 31, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>Assets</b>				
Cash, investments, and accrued interest	\$ 203,225,558	\$ 109,375,183	\$ 312,600,741	\$ 69,883,746
Receivables, net	131,459,896	5,021,583	136,481,479	55,524,581
Internal balances	272,686	(272,686)	-	-
Due from component units	1,346,383	-	1,346,383	-
Restricted cash, investments, and accrued interest	123,559,384	16,342,699	139,902,083	103,961,421
Restricted receivables	-	7,358,838	7,358,838	1,257,406
Other assets	3,743,894	108,310	3,852,204	6,476,311
Advances to component units	1,036,839	-	1,036,839	-
Net pension asset	-	-	-	1,175,923
Net OPEB asset	-	-	-	2,438,920
Capital assets not being depreciated/amortized	108,869,909	14,437,844	123,307,753	137,751,791
Capital assets being depreciated/amortized, net	207,755,612	45,778,033	253,533,645	644,049,821
<b>Total assets</b>	<b>781,270,161</b>	<b>198,149,804</b>	<b>979,419,965</b>	<b>1,022,519,920</b>
<b>Deferred outflows of resources</b>				
Deferred charge on bond refunding, net	625,370	186,685	812,055	3,278,721
Deferred pension amounts	122,503,324	4,820,541	127,323,865	6,414,105
Deferred OPEB amounts	10,187,479	421,968	10,609,447	878,544
<b>Total deferred outflows of resources</b>	<b>133,316,173</b>	<b>5,429,194</b>	<b>138,745,367</b>	<b>10,571,370</b>
<b>Liabilities</b>				
Accounts payable and accrued liabilities	39,646,406	6,468,359	46,114,765	36,896,564
Due to primary government	-	-	-	1,346,383
Unearned revenue	127,512,488	-	127,512,488	1,595,970
Advances from primary government	-	-	-	1,036,839
Bonds, notes and other long-term liabilities:				
Due within one year	17,771,838	14,290,288	32,062,126	15,690,166
Due in more than one year	108,834,748	48,937,917	157,772,665	269,660,371
Net pension liability (due in more than one year)	126,018,670	4,969,285	130,987,955	-
Net OPEB liability (due in more than one year)	21,563,335	813,026	22,376,361	-
<b>Total liabilities</b>	<b>441,347,485</b>	<b>75,478,875</b>	<b>516,826,360</b>	<b>326,226,293</b>
<b>Deferred inflows of resources</b>				
Property taxes levied for subsequent period	54,072,106	-	54,072,106	-
Deferred lease amounts	15,397,788	-	15,397,788	12,144,426
Deferred pension amounts	1,418,375	54,929	1,473,304	219,392
Deferred OPEB amounts	6,202,669	241,221	6,443,890	1,292,940
<b>Total deferred inflows of resources</b>	<b>77,090,938</b>	<b>296,150</b>	<b>77,387,088</b>	<b>13,656,758</b>
<b>Net position</b>				
Net investment in capital assets	240,402,785	54,815,971	295,218,756	568,879,277
Restricted for:				
Public safety	9,659,140	-	9,659,140	-
Health and welfare	16,727,253	-	16,727,253	-
Judicial	8,980,892	-	8,980,892	-
Community and economic development	10,809,425	-	10,809,425	-
Debt service	-	6,279,982	6,279,982	10,580,595
Capital projects	51,650,204	-	51,650,204	26,028,668
Property tax foreclosures	-	603,213	603,213	-
Pension benefits	-	-	-	1,175,923
OPEB benefits	-	-	-	2,438,920
Other state mandated programs	1,253,712	-	1,253,712	-
Unrestricted	56,664,500	66,104,807	122,769,307	84,104,856
<b>Total net position</b>	<b>\$ 396,147,911</b>	<b>\$ 127,803,973</b>	<b>\$ 523,951,884</b>	<b>\$ 693,208,239</b>

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

# COUNTY OF KENT, MICHIGAN

## Statement of Activities

For the Year Ended December 31, 2022

Functions / Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government</b>					
Governmental activities:					
General government	\$ 49,155,410	\$ 14,315,812	\$ 10,266,717	\$ 142,187	\$ (24,430,694)
Public safety	112,552,754	30,555,939	4,859,963	-	(77,136,852)
Health and welfare	109,822,919	1,648,037	50,613,087	-	(57,561,795)
Culture and recreation	18,762,631	3,042,185	23,884	1,367,403	(14,329,159)
Judicial	56,277,471	4,287,707	18,773,825	-	(33,215,939)
Community and economic development	13,403,529	9,268,987	737,217	-	(3,397,325)
Public works	707,593	50,231	457,963	-	(199,399)
Interest and fiscal charges	3,466,676	-	-	-	(3,466,676)
<b>Total governmental activities</b>	<b>364,148,983</b>	<b>63,168,898</b>	<b>85,732,656</b>	<b>1,509,590</b>	<b>(213,737,839)</b>
Business-type activities:					
Public works	49,217,773	53,470,454	(449,100)	-	3,803,581
Delinquent tax collection and administration	744,677	2,621,147	-	-	1,876,470
<b>Total business-type activities</b>	<b>49,962,450</b>	<b>56,091,601</b>	<b>(449,100)</b>	<b>-</b>	<b>5,680,051</b>
<b>Total primary government</b>	<b>\$ 414,111,433</b>	<b>\$ 119,260,499</b>	<b>\$ 85,283,556</b>	<b>\$ 1,509,590</b>	<b>\$ (208,057,788)</b>
<b>Component units</b>					
Road Commission	\$ 80,350,956	\$ 1,725,577	\$ 79,918,281	\$ 5,999,581	\$ 7,292,483
Drainage Districts	3,755,025	-	1,649,918	434,331	(1,670,776)
Housing Commission	4,914,275	40,183	4,905,439	-	31,347
Airport Authority	70,422,457	59,859,970	10,715,068	15,779,187	15,931,768
<b>Total component units</b>	<b>\$ 159,442,713</b>	<b>\$ 61,625,730</b>	<b>\$ 97,188,706</b>	<b>\$ 22,213,099</b>	<b>\$ 21,584,822</b>

continued...

**COUNTY OF KENT, MICHIGAN**

**Statement of Activities**

For the Year Ended December 31, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>Changes in net position</b>				
Net revenue (expense)	\$ (213,737,839)	\$ 5,680,051	\$ (208,057,788)	\$ 21,584,822
General revenues:				
Property taxes	165,180,412	-	165,180,412	-
Lodging excise taxes	12,489,808	-	12,489,808	-
Coronavirus State and Local Fiscal Recovery funds, not restricted to a specific program	4,481,281	-	4,481,281	-
State revenue sharing	22,878,619	-	22,878,619	-
Opioid settlement	7,978,493	-	7,978,493	-
Unrestricted investment earnings (loss)	(1,022,850)	(124,203)	(1,147,053)	1,902,788
Gain on sale of capital assets	-	-	-	608,853
Other revenues	34,066	-	34,066	259,883
Total general revenues	<u>212,019,829</u>	<u>(124,203)</u>	<u>211,895,626</u>	<u>2,771,524</u>
<b>Change in net position</b>	(1,718,010)	5,555,848	3,837,838	24,356,346
Net position, beginning of year, as restated	<u>397,865,921</u>	<u>122,248,125</u>	<u>520,114,046</u>	<u>668,851,893</u>
<b>Net position, end of year</b>	<u>\$ 396,147,911</u>	<u>\$ 127,803,973</u>	<u>\$ 523,951,884</u>	<u>\$ 693,208,239</u>

concluded

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

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**COUNTY OF KENT, MICHIGAN**

**Balance Sheet**

Governmental Funds  
December 31, 2022

	General Fund	Coronavirus	Public Improvement	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash, investments, and accrued interest	\$ 88,479,790	\$ -	\$ 52,972,237	\$ 48,706,103	\$ 190,158,130
Restricted cash	-	123,559,384	-	-	123,559,384
Receivables, net:					
Accounts	879,618	50,422	-	15,162,586	16,092,626
Property taxes	3,049,263	-	-	50,956,499	54,005,762
Due from other governments	3,153,072	2,417,906	-	16,694,222	22,265,200
Loans	-	-	-	1,530,891	1,530,891
Installment sales agreement	-	-	-	20,217,379	20,217,379
Leases	15,397,788	-	-	-	15,397,788
Due from other funds	8,223,293	-	2,239,219	6,266,451	16,728,963
Due from component units	1,346,383	-	-	-	1,346,383
Advances to component units	1,036,839	-	-	-	1,036,839
Inventories	84,368	-	-	938,393	1,022,761
Prepays	1,620,276	-	-	294,675	1,914,951
<b>Total assets</b>	<b>\$ 123,270,690</b>	<b>\$ 126,027,712</b>	<b>\$ 55,211,456</b>	<b>\$ 160,767,199</b>	<b>\$ 465,277,057</b>
<b>Liabilities</b>					
Accounts payable	\$ 3,614,918	\$ 107,840	\$ 3,321,065	\$ 15,570,831	\$ 22,614,654
Accrued liabilities	7,967,524	9,809	-	3,753,601	11,730,934
Due to other governments	6,463	37,737	-	172,802	217,002
Due to other funds	6,614,493	-	240,187	10,335,051	17,189,731
Unearned revenue	682,793	123,806,073	-	3,023,622	127,512,488
<b>Total liabilities</b>	<b>18,886,191</b>	<b>123,961,459</b>	<b>3,561,252</b>	<b>32,855,907</b>	<b>179,264,809</b>
<b>Deferred inflows of resources</b>					
Property taxes levied for subsequent period	-	-	-	54,072,106	54,072,106
Deferred lease amounts	15,397,788	-	-	-	15,397,788
Unavailable revenue - installment sales agreement	-	-	-	20,217,379	20,217,379
Unavailable revenue - opioid settlement	-	-	-	7,978,493	7,978,493
Unavailable revenue - loans receivable	-	-	-	1,530,891	1,530,891
Unavailable revenue - property taxes	2,076,373	-	-	-	2,076,373
<b>Total deferred inflows of resources</b>	<b>17,474,161</b>	<b>-</b>	<b>-</b>	<b>83,798,869</b>	<b>101,273,030</b>
<b>Fund balances</b>					
Nonspendable	2,741,483	-	-	505,043	3,246,526
Restricted	-	212,291	51,650,204	37,497,068	89,359,563
Committed	27,162,243	-	-	-	27,162,243
Assigned	232,182	1,853,962	-	6,110,312	8,196,456
Unassigned	56,774,430	-	-	-	56,774,430
<b>Total fund balances</b>	<b>86,910,338</b>	<b>2,066,253</b>	<b>51,650,204</b>	<b>44,112,423</b>	<b>184,739,218</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 123,270,690</b>	<b>\$ 126,027,712</b>	<b>\$ 55,211,456</b>	<b>\$ 160,767,199</b>	<b>\$ 465,277,057</b>

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



## COUNTY OF KENT, MICHIGAN

### Reconciliation

Fund Balances for Governmental Funds  
to Net Position of Governmental Activities  
December 31, 2022

**Fund balances - total governmental funds** \$ 184,739,218

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

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

Capital assets not being depreciated/amortized	108,869,909
Capital assets being depreciated/amortized, net	206,916,954

The focus of governmental funds is on short-term financing. Accordingly, some assets will not be available to pay for current-period expenditures. Those assets (such as certain receivables) are offset by deferred inflows of resources in the governmental funds, and thus are not included in fund balance.

Deferred inflows for installment sales agreement receivable	20,217,379
Deferred inflows for opioid settlement	7,978,493
Deferred inflows for loans receivable	1,530,891
Deferred inflows for property taxes receivable	2,076,373

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 certain internal service funds are included in governmental activities.

Net position of governmental activities accounted for in internal service funds:	
Total internal service fund net position	12,848,731
Internal service fund net position accounted for in business-type activities	49,996

Certain liabilities, such as bonds payable, and deferred outflows of resources are not due and payable in the current period or do not represent current financial resources, and therefore are not reported in the funds.

Bonds, notes and other long-term liabilities	(102,071,265)
Deferred charge on advance bond refundings, net	625,370
Bond premiums/discounts, net	(14,311,489)
Pollution remediation liability	(24,529)
Compensated absences	(10,199,303)
Accrued interest on bonds, notes and other long-term liabilities	(586,571)

Certain pension and other postemployment benefit-related amounts, such as the net pension liability and other postemployment benefit liability 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	(126,018,670)
Deferred outflows related to the net pension liability	122,503,324
Deferred inflows related to the net pension liability	(1,418,375)
Net OPEB liability	(21,563,335)
Deferred outflows related to the net OPEB liability	10,187,479
Deferred inflows related to the net OPEB liability	(6,202,669)

**Net position of governmental activities** \$ 396,147,911

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

## COUNTY OF KENT, MICHIGAN

### Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2022

	General Fund	Coronavirus	Public Improvement	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes	\$ 113,842,405	\$ -	\$ -	\$ 63,264,345	\$ 177,106,750
Licenses and permits	29,765	-	-	875,000	904,765
Intergovernmental	27,236,029	6,157,052	254,445	63,664,465	97,311,991
Charges for services	30,376,069	-	-	22,607,127	52,983,196
Fines and forfeitures	1,304,610	-	-	267,278	1,571,888
Investment earnings (loss)	(2,213,634)	592,017	-	64,635	(1,556,982)
Contributions and reimbursements	7,896,316	122,655	16,952	9,970,680	18,006,603
Other	3,330,853	-	-	4,374,133	7,704,986
<b>Total revenues</b>	<b>181,802,413</b>	<b>6,871,724</b>	<b>271,397</b>	<b>165,087,663</b>	<b>354,033,197</b>
<b>Expenditures</b>					
Current:					
General government	36,442,352	3,405,821	-	810,927	40,659,100
Public safety	72,099,226	-	-	23,794,112	95,893,338
Health and welfare	7,870,211	1,248,002	-	93,326,255	102,444,468
Culture and recreation	6,391,393	-	-	11,585,187	17,976,580
Judicial	24,954,398	-	-	23,889,439	48,843,837
Community and economic development	1,139,409	518,079	-	11,624,074	13,281,562
Public works	713,193	-	-	-	713,193
Debt service:					
Principal	890,224	-	-	11,671,755	12,561,979
Interest and fiscal charges	89,765	-	-	4,905,429	4,995,194
Capital outlay	-	-	17,223,147	-	17,223,147
<b>Total expenditures</b>	<b>150,590,171</b>	<b>5,171,902</b>	<b>17,223,147</b>	<b>181,607,178</b>	<b>354,592,398</b>
Revenues over (under) expenditures	31,212,242	1,699,822	(16,951,750)	(16,519,515)	(559,201)
<b>Other financing sources (uses)</b>					
Transfers in	18,787,300	-	13,817,705	40,583,638	73,188,643
Transfers out	(48,212,277)	-	(825,375)	(24,350,991)	(73,388,643)
Proceeds from sale of capital assets	435,536	-	-	45,062	480,598
<b>Total other financing sources (uses)</b>	<b>(28,989,441)</b>	<b>-</b>	<b>12,992,330</b>	<b>16,277,709</b>	<b>280,598</b>
<b>Net change in fund balances</b>	<b>2,222,801</b>	<b>1,699,822</b>	<b>(3,959,420)</b>	<b>(241,806)</b>	<b>(278,603)</b>
Fund balances, beginning of year	84,687,537	366,431	55,609,624	44,354,229	185,017,821
<b>Fund balances, end of year</b>	<b>\$ 86,910,338</b>	<b>\$ 2,066,253</b>	<b>\$ 51,650,204</b>	<b>\$ 44,112,423</b>	<b>\$ 184,739,218</b>

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

## COUNTY OF KENT, MICHIGAN

### Reconciliation

Net Changes in Fund Balances of Governmental Funds  
to Change in Net Position of Governmental Activities  
For the Year Ended December 31, 2022

**Net change in fund balances - total governmental funds** \$ (278,603)

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

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

Capital assets purchased/constructed	18,871,046
Donated capital assets	1,160,527
Capital assets transferred, net	77,666
Depreciation/amortization expense	(11,892,531)
Proceeds from sale of capital assets	(480,598)
Loss on sale of capital assets	(2,456,859)

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

Net change in deferred inflows for installment sales agreement	(1,859,550)
Net change in deferred inflows for opioid settlement	7,978,493
Net change in deferred inflows for loans receivable	601,989
Net change in deferred inflows for property taxes receivable	563,470

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

Principal payments on bonds, notes and other long-term liabilities	12,561,979
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Change in accrued interest payable on bonds, notes and other long-term liabilities	(82,385)
Amortization of bond premiums/discounts	1,718,424
Amortization of deferred charge on advance bond refundings	(107,521)
Change in the accrual for compensated absences	(139,717)
Change in the net pension liability and related deferred amounts	(30,333,386)
Change in the net other postemployment benefit liability and related deferred amounts	3,407,841

An internal service fund is used by management to charge the costs of certain services to individual governmental funds. The net revenue (expense) attributable to those funds is reported with governmental activities.

Net operating loss of the internal service funds	(2,406,887)
Operating loss of the internal service funds allocated to business-type activities	646,834
Interest earnings from internal service funds	523,382
Gain on sale of capital assets from internal service funds	8,376
Operating transfers accounted for in the internal service funds	200,000

**Change in net position of governmental activities** \$ (1,718,010)

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

# COUNTY OF KENT, MICHIGAN

## Statement of Net Position

Proprietary Funds  
December 31, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Department of Public Works	Total	Internal Service Funds
<b>Assets</b>				
Current assets:				
Cash, investments, and accrued interest	\$ 9,147,202	\$ 100,227,981	\$ 109,375,183	\$ 13,067,428
Accounts receivable, net	-	3,976,767	3,976,767	1,930,000
Taxes receivable	197,181	-	197,181	-
Due from other governments	847,635	-	847,635	20,250
Due from other funds	2,310	342,862	345,172	695,967
Inventories	-	-	-	676
Prepays	-	108,310	108,310	805,506
Restricted cash, investments, and accrued interest	13,471,731	-	13,471,731	-
Restricted receivables	7,358,838	-	7,358,838	-
<b>Total current assets</b>	<b>31,024,897</b>	<b>104,655,920</b>	<b>135,680,817</b>	<b>16,519,827</b>
Noncurrent assets:				
Restricted cash, investments and accrued interest	-	2,870,968	2,870,968	-
Capital assets not being depreciated/amortized	-	14,437,844	14,437,844	-
Capital assets being depreciated/amortized, net	-	45,778,033	45,778,033	838,658
<b>Total noncurrent assets</b>	<b>-</b>	<b>63,086,845</b>	<b>63,086,845</b>	<b>838,658</b>
<b>Total assets</b>	<b>31,024,897</b>	<b>167,742,765</b>	<b>198,767,662</b>	<b>17,358,485</b>
<b>Deferred outflows of resources</b>				
Deferred charge on bond refunding, net	-	186,685	186,685	-
Deferred pension amounts	-	4,820,541	4,820,541	-
Deferred OPEB amounts	-	421,968	421,968	-
<b>Total deferred outflows of resources</b>	<b>-</b>	<b>5,429,194</b>	<b>5,429,194</b>	<b>-</b>

continued...

# COUNTY OF KENT, MICHIGAN

## Statement of Net Position

Proprietary Funds  
December 31, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Department of Public Works	Total	Internal Service Funds
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	\$ 484,009	\$ 3,676,482	\$ 4,160,491	\$ 476,484
Accrued liabilities	1,546,846	619,376	2,166,222	4,020,761
Due to other funds	225,000	342,862	567,862	12,509
Accrued interest	103,188	38,458	141,646	-
Current portion of long-term debt	13,118,367	1,151,285	14,269,652	-
Current portion of lease payable	-	20,636	20,636	-
<b>Total current liabilities</b>	<b>15,477,410</b>	<b>5,849,099</b>	<b>21,326,509</b>	<b>4,509,754</b>
Noncurrent liabilities, net of current portion:				
Long-term debt	4,200,000	44,693,193	48,893,193	-
Lease payable	-	44,724	44,724	-
Net pension liability	-	4,969,285	4,969,285	-
Net OPEB liability	-	813,026	813,026	-
<b>Total noncurrent liabilities</b>	<b>4,200,000</b>	<b>50,520,228</b>	<b>54,720,228</b>	<b>-</b>
<b>Total liabilities</b>	<b>19,677,410</b>	<b>56,369,327</b>	<b>76,046,737</b>	<b>4,509,754</b>
<b>Deferred inflows of resources</b>				
Deferred pension amounts	-	54,929	54,929	-
Deferred OPEB amounts	-	241,221	241,221	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>296,150</b>	<b>296,150</b>	<b>-</b>
<b>Net position</b>				
Net investment in capital assets	-	54,815,971	54,815,971	838,658
Restricted for:				
Debt service	3,409,014	2,870,968	6,279,982	-
Property tax foreclosures	603,213	-	603,213	-
Unrestricted	7,335,260	58,819,543	66,154,803	12,010,073
<b>Total net position</b>	<b>\$ 11,347,487</b>	<b>\$ 116,506,482</b>	<b>\$ 127,853,969</b>	<b>\$ 12,848,731</b>

concluded

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

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## COUNTY OF KENT, MICHIGAN

### Reconciliation

Net Position of Enterprise Funds  
to Net Position of Business-type Activities  
December 31, 2022

**Net position - total enterprise funds** \$ 127,853,969

Amounts reported for *business-type activities* in the statement of net position are different because:

Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. A portion of the net position of the internal service funds is allocated to the enterprise funds and reported in the statement of net position.

Net position of business-type activities accounted for in governmental-type internal service funds

(49,996)

**Net position of business-type activities**

\$ 127,803,973

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

# COUNTY OF KENT, MICHIGAN

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

Proprietary Funds

For the Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Department of Public Works	Total	Internal Service Funds
<b>Operating revenues</b>				
Charges for services	\$ 412,049	\$ 52,672,572	\$ 53,084,621	\$ 29,126,722
Interest and penalties	1,504,277	-	1,504,277	-
Collection fees	601,462	-	601,462	-
Auction proceeds, net	74,319	-	74,319	-
Other	29,040	797,882	826,922	-
<b>Total operating revenues</b>	<u>2,621,147</u>	<u>53,470,454</u>	<u>56,091,601</u>	<u>29,126,722</u>
<b>Operating expenses</b>				
Salaries and fringes	-	6,779,784	6,779,784	126,972
Materials and supplies	-	43,770	43,770	-
Administrative and general	-	302,868	302,868	-
Contractual services	359,240	23,812,416	24,171,656	50,894
Landfill maintenance	-	10,357,681	10,357,681	-
Benefit payments and refunds	-	-	-	29,616,444
Depreciation/amortization	-	6,847,442	6,847,442	234,770
Other	296,168	143,448	439,616	1,504,529
<b>Total operating expenses</b>	<u>655,408</u>	<u>48,287,409</u>	<u>48,942,817</u>	<u>31,533,609</u>
Operating income (loss)	<u>1,965,739</u>	<u>5,183,045</u>	<u>7,148,784</u>	<u>(2,406,887)</u>
<b>Nonoperating revenues (expenses)</b>				
Investment earnings (loss)	(124,203)	(449,100)	(573,303)	523,382
Interest expense	(89,269)	(196,198)	(285,467)	-
Gain (loss) on sale of capital assets	-	(87,332)	(87,332)	8,376
<b>Total nonoperating revenues (expenses)</b>	<u>(213,472)</u>	<u>(732,630)</u>	<u>(946,102)</u>	<u>531,758</u>
Income (loss) before transfers	<u>1,752,267</u>	<u>4,450,415</u>	<u>6,202,682</u>	<u>(1,875,129)</u>
Transfers in	-	-	-	200,000
<b>Change in net position</b>	<u>1,752,267</u>	<u>4,450,415</u>	<u>6,202,682</u>	<u>(1,675,129)</u>
Net position, beginning of year	<u>9,595,220</u>	<u>112,056,067</u>	<u>121,651,287</u>	<u>14,523,860</u>
<b>Net position, end of year</b>	<u>\$ 11,347,487</u>	<u>\$ 116,506,482</u>	<u>\$ 127,853,969</u>	<u>\$ 12,848,731</u>

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



## COUNTY OF KENT, MICHIGAN

### Reconciliation

Net Changes in Fund Net Position of Enterprise Funds  
to Change in Net Position of Business-type Activities  
For the Year Ended December 31, 2022

**Change in net position - total enterprise funds** \$ 6,202,682

Amounts reported for *business-type activities* in the statement of activities are different because:

Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. A portion of the operating income (loss) of the internal service funds is allocated to the enterprise funds and reported in the statement of activities.

Net operating loss from business-type activities accounted for in  
governmental-type internal service funds

(646,834)

**Change in net position of business-type activities**

\$ 5,555,848

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

# COUNTY OF KENT, MICHIGAN

## Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Department of Public Works	Total	Internal Service Funds
<b>Cash flows from operating activities</b>				
Receipts from customers and users	\$ 18,698,820	\$ 52,889,825	\$ 71,588,645	\$ 28,430,167
Payments to vendors	(502,136)	(29,811,175)	(30,313,311)	(1,500,539)
Payments for personnel services	-	(5,701,886)	(5,701,886)	(126,972)
Benefit payments	-	-	-	(29,990,228)
Delinquent taxes purchased	(15,272,445)	-	(15,272,445)	-
<b>Net cash provided by (used in) operating activities</b>	<b>2,924,239</b>	<b>17,376,764</b>	<b>20,301,003</b>	<b>(3,187,572)</b>
<b>Cash flows from noncapital financing activities</b>				
Proceeds from issuance of long-term debt	12,700,000	-	12,700,000	-
Principal paid on long-term debt	(15,400,000)	-	(15,400,000)	-
Interest paid on long-term debt	(522,366)	-	(522,366)	-
Transfers from other funds	-	-	-	200,000
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>(3,222,366)</b>	<b>-</b>	<b>(3,222,366)</b>	<b>200,000</b>
<b>Cash flows from capital and related financing activities</b>				
Proceeds from sale of capital assets	-	409,683	409,683	13,626
Purchase of capital assets	-	(12,842,964)	(12,842,964)	(369,828)
Transfers of capital assets	-	-	-	77,666
Principal paid on capital debt	-	(585,000)	(585,000)	-
Interest paid on capital debt	-	(256,103)	(256,103)	-
Principal paid on lease payable	-	(20,115)	(20,115)	-
<b>Net cash used in capital and related financing activities</b>	<b>-</b>	<b>(13,294,499)</b>	<b>(13,294,499)</b>	<b>(278,536)</b>
<b>Cash flows from investing activities</b>				
Interest received on investments	(124,203)	(449,100)	(573,303)	523,382
<b>Net change in cash and cash equivalents</b>	<b>(422,330)</b>	<b>3,633,165</b>	<b>3,210,835</b>	<b>(2,742,726)</b>
Cash and cash equivalents, beginning of year	23,041,263	99,465,784	122,507,047	15,810,154
<b>Cash and cash equivalents, end of year</b>	<b>\$ 22,618,933</b>	<b>\$ 103,098,949</b>	<b>\$ 125,717,882</b>	<b>\$ 13,067,428</b>

continued...

# COUNTY OF KENT, MICHIGAN

## Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds			Governmental Activities
	Delinquent Tax Revolving	Department of Public Works	Total	Internal Service Funds
<b>Classification on the statement of net position</b>				
Cash, investments, and accrued interest	\$ 9,147,202	\$ 100,227,981	\$ 109,375,183	\$ 13,067,428
Current restricted cash, investments, and accrued interest	13,471,731	-	13,471,731	-
Noncurrent restricted cash, investments, and accrued interest	-	2,870,968	2,870,968	-
	<u>\$ 22,618,933</u>	<u>\$ 103,098,949</u>	<u>\$ 125,717,882</u>	<u>\$ 13,067,428</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities</b>				
Operating income (loss)	\$ 1,965,739	\$ 5,183,045	\$ 7,148,784	\$ (2,406,887)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation/amortization expense	-	6,847,442	6,847,442	234,770
Change in:				
Accounts receivable	-	(580,630)	(580,630)	(79,711)
Taxes receivable	354,891	-	354,891	-
Due from other governments	225,284	-	225,284	(500)
Due from other funds	53	(61,069)	(61,016)	(695,029)
Inventories	-	-	-	30,474
Prepays	-	(12,548)	(12,548)	88,856
Accounts payable	42,700	(1,609,910)	(1,567,210)	337,375
Accrued liabilities	110,572	(2,685)	107,887	(709,429)
Net pension asset	-	3,299,185	3,299,185	-
Net pension liability	-	4,969,285	4,969,285	-
Deferred inflows - pension	-	(3,534,632)	(3,534,632)	-
Deferred outflows - pension	-	(3,545,454)	(3,545,454)	-
Net OPEB liability	-	98,226	98,226	-
Deferred inflows - OPEB	-	(92,213)	(92,213)	-
Deferred outflows - OPEB	-	(113,814)	(113,814)	-
Due to other funds	225,000	61,070	286,070	12,509
Landfill closure and post-closure care liability	-	6,471,466	6,471,466	-
<b>Net cash provided by (used in) operating activities</b>	<u>\$ 2,924,239</u>	<u>\$ 17,376,764</u>	<u>\$ 20,301,003</u>	<u>\$ (3,187,572)</u>

concluded

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

**COUNTY OF KENT, MICHIGAN**

**Statement of Fiduciary Net Position**

Fiduciary Funds

December 31, 2022

	Pension and Other Postemployment Benefits Trust Funds	Investment Trust Fund	Custodial Fund
<b>Assets</b>			
Cash and cash equivalents	\$ 860,127	\$ -	\$ -
Pooled cash, investments, and accrued interest	-	65,314,150	6,278,654
Contributions receivable	1,565,236	-	-
Interest receivable	934,845	-	-
Due from brokers	88,899	-	-
Investments, at fair value:			
U.S. government obligations	27,794,685	-	-
U.S. government agency obligations	354,060	-	-
Municipal obligations	452,608	-	-
Corporate obligations	23,911,599	-	-
Common stock	398,099,712	-	-
Foreign obligations	10,878,211	-	-
Foreign common stock	3,178,995	-	-
Money market funds	22,887,191	-	-
International equity mutual funds	191,738,639	-	-
Domestic equity mutual funds	17,741,658	-	-
Domestic fixed income mutual funds	5,709,260	-	-
International fixed income mutual funds	146,588,481	-	-
Real estate and infrastructure securities	93,964,442	-	-
Asset-backed securities	9,536,477	-	-
Mortgage-backed securities fund	47,887,083	-	-
Total investments, at fair value	<u>1,000,723,101</u>	<u>-</u>	<u>-</u>
<b>Total assets</b>	<u>1,004,172,208</u>	<u>65,314,150</u>	<u>6,278,654</u>
<b>Liabilities</b>			
Accounts payable	1,353,831	-	191,902
Due to brokers	739,646	-	-
Due to other governments	-	-	3,453,578
<b>Total liabilities</b>	<u>2,093,477</u>	<u>-</u>	<u>3,645,480</u>
<b>Net position</b>			
Restricted for:			
Employees' pension benefits	957,748,728	-	-
Other postemployment benefits	44,330,003	-	-
Investment pool participants	-	65,314,150	-
Individuals, organizations, and other governments	-	-	2,633,174
<b>Total net position</b>	<u>\$ 1,002,078,731</u>	<u>\$ 65,314,150</u>	<u>\$ 2,633,174</u>

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

## COUNTY OF KENT, MICHIGAN

### Statement of Changes in Fiduciary Net Position

Fiduciary Funds

For the Year Ended December 31, 2022

	Pension and Other Postemployment Benefits Trust Funds	Investment Trust Fund	Custodial Fund
<b>Additions</b>			
Contributions:			
Employer	\$ 15,120,608	\$ -	\$ -
Employer - implicit rate subsidy	1,655,826	-	-
Plan members	10,908,114	-	-
Purchases by participants	-	9,205,046	-
<b>Total contributions</b>	<b>27,684,548</b>	<b>9,205,046</b>	<b>-</b>
Investment earnings (loss):			
Net depreciation in fair value of securities	(163,869,453)	-	-
Dividends and interest	13,248,623	(327,737)	14,314
<b>Total investment income (loss)</b>	<b>(150,620,830)</b>	<b>(327,737)</b>	<b>14,314</b>
Investment expense	(3,393,286)	-	-
<b>Net investment earnings (loss)</b>	<b>(154,014,116)</b>	<b>(327,737)</b>	<b>14,314</b>
Collections for other governments:			
Fines and fees	-	-	2,752,833
Property taxes	-	-	237,164,576
Collections for individuals:			
Collections of unclaimed property	-	-	662
Support payments	-	-	23,584,578
Bonds and restitution	-	-	7,943,055
Commissary collected	-	-	5,838,294
Miscellaneous	4,712	-	123,062
<b>Total additions (net of investment lost)</b>	<b>(126,324,856)</b>	<b>8,877,309</b>	<b>277,421,374</b>
<b>Deductions</b>			
Benefit payments	53,248,763	-	-
Benefit payments - implicit rate subsidy	1,655,826	-	-
Administrative expenses	794,218	-	-
Refunds of contributions	1,110,978	-	-
Redemption by participants	-	13,021,476	-
Payments to other governments:			
Fines and fees	-	-	2,751,942
Property taxes	-	-	237,166,484
Payments to individuals:			
Support payments	-	-	26,049,748
Bonds and restitution	-	-	7,718,937
Commissary paid	-	-	5,837,022
Miscellaneous	-	-	123,062
<b>Total deductions</b>	<b>56,809,785</b>	<b>13,021,476</b>	<b>279,647,195</b>
<b>Change in net position</b>	<b>(183,134,641)</b>	<b>(4,144,167)</b>	<b>(2,225,821)</b>
Net position, beginning of year	1,185,213,372	69,458,317	4,858,995
<b>Net position, end of year</b>	<b>\$ 1,002,078,731</b>	<b>\$ 65,314,150</b>	<b>\$ 2,633,174</b>

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

# COUNTY OF KENT, MICHIGAN

## Combining Statement of Net Position Discretely Presented Component Units

	September 30, 2022	December 31, 2022			Total
	Road Commission	Drainage Districts	Housing Commission	Airport Authority	
<b>Assets</b>					
Cash, investments, and accrued interest	\$ 26,560,896	\$ 7,884,932	\$ 741,492	\$ 34,696,426	\$ 69,883,746
Receivables, net	14,111,369	9,902,568	23,113	31,487,531	55,524,581
Restricted cash, investments, and accrued interest	-	-	-	103,961,421	103,961,421
Restricted receivables	-	-	-	1,257,406	1,257,406
Other assets	4,451,853	1,000	-	2,023,458	6,476,311
Net pension asset	49,802	-	-	1,126,121	1,175,923
Net OPEB asset	2,438,920	-	-	-	2,438,920
Capital assets not being depreciated	32,058,009	10,825,572	-	94,868,210	137,751,791
Capital assets being depreciated, net	304,157,053	4,953,045	-	334,939,723	644,049,821
<b>Total assets</b>	<b>383,827,902</b>	<b>33,567,117</b>	<b>764,605</b>	<b>604,360,296</b>	<b>1,022,519,920</b>
<b>Deferred outflows of resources</b>					
Deferred charge on bond refunding, net	-	-	-	3,278,721	3,278,721
Deferred pension amounts	-	-	-	6,414,105	6,414,105
Deferred OPEB amounts	878,544	-	-	-	878,544
<b>Total deferred outflows of resources</b>	<b>878,544</b>	<b>-</b>	<b>-</b>	<b>9,692,826</b>	<b>10,571,370</b>
<b>Liabilities</b>					
Accounts payable and accrued liabilities	13,195,802	701,251	314,893	22,684,618	36,896,564
Due to primary government	-	1,346,383	-	-	1,346,383
Unearned revenue	-	-	-	1,595,970	1,595,970
Advances from primary government	-	1,036,839	-	-	1,036,839
Bonds, notes and other long-term liabilities:					
Due within one year	4,532,773	810,679	-	10,346,714	15,690,166
Due in more than one year	20,907,320	12,812,622	-	235,940,429	269,660,371
<b>Total liabilities</b>	<b>38,635,895</b>	<b>16,707,774</b>	<b>314,893</b>	<b>270,567,731</b>	<b>326,226,293</b>
<b>Deferred inflows of resources</b>					
Deferred lease amounts	-	-	-	12,144,426	12,144,426
Deferred pension amounts	10,148	-	-	209,244	219,392
Deferred OPEB amounts	1,292,940	-	-	-	1,292,940
<b>Total deferred inflows of resources</b>	<b>1,303,088</b>	<b>-</b>	<b>-</b>	<b>12,353,670</b>	<b>13,656,758</b>
<b>Net position</b>					
Net investment in capital assets	315,886,205	7,485,299	-	245,507,773	568,879,277
Restricted for debt service	-	-	-	10,580,595	10,580,595
Restricted for capital projects	-	5,956,689	-	20,071,979	26,028,668
Restricted for pension benefits	49,802	-	-	1,126,121	1,175,923
Restricted for OPEB benefits	2,438,920	-	-	-	2,438,920
Unrestricted	26,392,536	3,417,355	449,712	53,845,253	84,104,856
<b>Total net position</b>	<b>\$ 344,767,463</b>	<b>\$ 16,859,343</b>	<b>\$ 449,712</b>	<b>\$ 331,131,721</b>	<b>\$ 693,208,239</b>

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

**COUNTY OF KENT, MICHIGAN**

**Combining Statement of Activities**  
Discretely Presented Component Units

	For the Year Ended				Total
	September 30, 2022	December 31, 2022			
	Road Commission	Drainage Districts	Housing Commission	Airport Authority	
<b>Expenses</b>					
Road Commission	\$ 80,350,956	\$ -	\$ -	\$ -	\$ 80,350,956
Drainage Districts	-	3,755,025	-	-	3,755,025
Housing Commission	-	-	4,914,275	-	4,914,275
Airport Authority	-	-	-	70,422,457	70,422,457
<b>Total expenses</b>	<u>80,350,956</u>	<u>3,755,025</u>	<u>4,914,275</u>	<u>70,422,457</u>	<u>159,442,713</u>
<b>Program revenues</b>					
Charges for services	1,725,577	-	40,183	59,859,970	61,625,730
Operating grants and contributions	79,918,281	1,649,918	4,905,439	10,715,068	97,188,706
Capital grants and contributions	5,999,581	434,331	-	15,779,187	22,213,099
<b>Total program revenues</b>	<u>87,643,439</u>	<u>2,084,249</u>	<u>4,945,622</u>	<u>86,354,225</u>	<u>181,027,535</u>
Net revenues (expense)	<u>7,292,483</u>	<u>(1,670,776)</u>	<u>31,347</u>	<u>15,931,768</u>	<u>21,584,822</u>
<b>General revenues</b>					
Unrestricted investment earnings (loss)	337,142	(31,642)	500	1,596,788	1,902,788
Gain on sale of capital assets	594,953	-	-	13,900	608,853
Other revenues	259,883	-	-	-	259,883
<b>Total general revenues</b>	<u>1,191,978</u>	<u>(31,642)</u>	<u>500</u>	<u>1,610,688</u>	<u>2,771,524</u>
Change in net position	8,484,461	(1,702,418)	31,847	17,542,456	24,356,346
Net position, beginning of year, as restated	<u>336,283,002</u>	<u>18,561,761</u>	<u>417,865</u>	<u>313,589,265</u>	<u>668,851,893</u>
<b>Net position, end of year</b>	<u>\$ 344,767,463</u>	<u>\$ 16,859,343</u>	<u>\$ 449,712</u>	<u>\$ 331,131,721</u>	<u>\$ 693,208,239</u>

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

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## **NOTES TO FINANCIAL STATEMENTS**

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The *County of Kent, Michigan* (the “County” or the “government”) was organized as a county by the territorial legislature on March 24, 1836. A 19-member Board of Commissioners governs the County. The County provides the following services: public safety, sanitation, health and social services, judicial, cultural and recreation, public improvements and general governmental administration.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County’s accounting policies are described below.

#### **Reporting Entity**

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the County is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government’s operations and as such, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the government.

#### *Blended Component Units*

**Kent County Building Authority** – The Kent County Building Authority is governed by a board which is appointed by the County Board of Commissioners. Its sole purpose is to finance and construct the County’s public buildings. It is reported in the Debt Service and Capital Projects Funds and has a December 31 year-end. A separate report is not prepared for the Building Authority.

#### *Discretely Presented Component Units*

**Kent County Road Commission** (“Road Commission”) – The Road Commission is responsible for the maintenance and construction of the County road system. The County appoints the members of the Road Commission and is a direct beneficiary of the services provided. The Road Commission may not issue debt or levy a tax without the approval of the County Board of Commissioners. The component unit is audited individually and complete financial statements can be obtained from the Road Commission’s administrative office. The Road Commission’s fiscal year end is September 30.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

**Drainage Districts** – The Drainage Districts consist of over 500 individual districts created for alleviating drainage problems and is under the control of the County Drain Commissioner. Each drainage district accounts for the construction, maintenance, and financing costs associated with its drain program. Each individual district is a separate legal entity with power to assess the benefiting communities, including the County and the State of Michigan for road drainage. The County is a direct beneficiary of the service provided and its employees run the day-to-day operations. In addition, the County often pledges its full faith and credit for the long-term debt of the drainage districts. Based on the recommendations of the Michigan Department of Treasury, the County has determined that it would be misleading to exclude this entity from the County reporting entity.

The financial activity of the Drainage Districts for the year ended December 31, 2022 is reported discretely as a governmental fund type. There are no separately issued financial statements of this component unit, although financial information for the specific drainage districts may be obtained from the Kent County Drain Commissioner.

**Kent County Housing Commission** (“Housing Commission”) – The Housing Commission is a policy-making body that oversees the distribution of rental assistance to low-income residents of the County. The County is a direct beneficiary of the services provided and is financially responsible for its activities. Because members of the Commission are appointed by the Chairperson of the Kent County Board of Commissioners, the County exercises effective control over its activities. In addition, County employees run the day-to-day operations. The Housing Commission does not issue separate financial statements.

**Gerald R. Ford International Airport Authority** (“Airport”) – The Airport accounts for the operation and maintenance of the Gerald R. Ford International Airport. Financing is provided primarily by user charges and capital contributions. The Airport was established as an Authority on September 2, 2015 and began operations on July 1, 2016 resulting in a transfer of operations from the Department of Aeronautics enterprise fund. The Airport is governed by a seven-member Board whose members are appointed by the County Board of Commissioners. The County has pledged its limited tax obligation against the Airport's outstanding revenue bonds. In order to continue leveraging the County's AAA credit risk rating (by having the County's limited tax guarantee), the Board of Commissioners must approve the issuance of any additional bonds. Because all of the members of the Airport board are appointed by the Kent County Board of Commissioners (demonstrating that the County exercises effective control over Airport activities) and because the Airport is reliant on the County for its limited tax pledge on bonds payable, the Airport is reported as a discretely presented component unit. The component unit is audited individually and complete financial statements can be obtained from the Airport's administrative office.

### Administrative Offices

Kent County Road Commission  
1500 Scribner Avenue NW  
Grand Rapids, MI 49504-3299

Kent County Drainage Districts  
775 Ball Avenue NE  
Grand Rapids, MI 49503

Gerald R. Ford International Airport Authority  
5500 44th Street SE  
Grand Rapids, MI 49512

Kent County Housing Commission  
121 M.L.K Jr. SE, Suite 110  
Grand Rapids, MI 49507

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Fiduciary Component Units*

The **Employees' Retirement System** ("System") is a single-employer defined benefit contributory retirement plan which provides pension, death and disability benefits covering certain full-time employees of Kent County. The System is administered through a qualified trust. The System is included as a fiduciary component unit of the County because (1) the System is a legally separate entity; (2) the County Board of Commissioners appoints a voting majority of the Pension Board; and (3) the County makes contributions to the System on behalf of its participants. Employee contribution requirements were established and may be amended subject to collective bargaining agreements and approval by the Kent County Board of Commissioners.

The **Kent County Voluntary Employees' Beneficiary Association** ("VEBA") is a single-employer defined benefit postemployment healthcare plan established and administered by Kent County to provide medical and healthcare benefits for retirees and their beneficiaries. Eligible participants include any retirees who receive pension benefits under the County's pension plan. The VEBA is included as a fiduciary component unit of the County because (1) the VEBA is a legally separate entity; (2) the County Board of Commissioners appoints a voting majority of the VEBA Board; and (3) the County makes contributions to the VEBA on behalf of its participants.

### *Other Related Entities*

**Kent County Parks Foundation** ("Foundation") – The Kent County Parks Foundation is a 501(c)(3) not-for-profit organization that was created for the purpose of acquiring, developing, constructing and maintaining real estate and land improvements for public park and recreation purposes. The Chair of the County Board of Commissioners (or designee) serves on the Foundation's Board of Directors. The County has determined that the Foundation does not meet the criteria for reporting as a component unit of the County and, accordingly, it has not been included in the accompanying financial statements.

### *Joint Ventures*

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

**City of Grand Rapids and County of Kent Joint City/County Building Authority** – The County entered into an agreement with the City of Grand Rapids to acquire, construct, furnish, equip, operate and maintain buildings for any legitimate public purpose of the governmental units. This Authority is not included in the County's financial statements because, upon retirement of the related financing, title to the facilities will be conveyed to the City of Grand Rapids or the Convention/Arena Authority.

The Joint Building Authority has completed projects which include the construction of an exhibition hall, the remodeling of the Civic Auditorium, site development of the City and County administrative buildings, the construction, furnishing and equipping of a public museum and the construction of the convention center.

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

Complete financial statements of the City of Grand Rapids and County of Kent Joint City/County Building Authority are available from the City of Grand Rapids administrative offices. Summary financial information is as follows:

Statement of Net Position	June 30, 2022
Total assets	\$ 151,941,165
Total liabilities	73,520,265
Total deferred inflows of resources	<u>28,426</u>
<b>Total net position</b>	<b><u>\$ 78,392,474</u></b>
Statement of Revenues, Expenses and Change in Net Position	Year Ended June 30, 2022
Operating revenues	\$ -
Operating expenses	<u>4,400,048</u>
Operating loss	(4,400,048)
Nonoperating revenues (expenses), net	<u>4,337,682</u>
Change in net position	(62,366)
Net position, beginning of year	<u>78,454,840</u>
<b>Net position, end of year</b>	<b><u>\$ 78,392,474</u></b>

As of June 30, 2022, the Joint Building Authority had capital appreciation bonds payable outstanding in the amount of \$73,516,198 including accrued interest of \$48,337,846 and bond premium of \$709,496. These bonds are retired through payments made by the City and County and through payments from the County of Kent lodging excise tax. The bonds are secured by a limited full faith and credit pledge of the County. The interest rates on these bonds range from 3.0%-5.59%, with final maturities due in 2031.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

The annual principal and interest requirements are as follows:

Year Ended June 30,	Principal	Interest	Total
2023	\$ 3,129,531	\$ 5,462,269	\$ 8,591,800
2024	3,101,469	5,790,931	8,892,400
2025	2,433,499	6,141,501	8,575,000
2026	2,385,378	6,514,622	8,900,000
2027	2,344,096	6,895,904	9,240,000
2028-2032	11,074,883	40,685,118	51,760,001
<b>Total</b>	<b>\$ 24,468,856</b>	<b>\$ 71,490,345</b>	<b>\$ 95,959,201</b>

**Convention/Arena Authority** – The County entered into an agreement with the City of Grand Rapids to establish an authority pursuant to the Convention Facility Authority Act. The Convention/Arena Authority is a separate legal entity established for the purpose of acquiring, constructing and operating convention facilities. The operating agreement provides that any facility operating deficits will be covered first by the net income of other Convention/Arena Authority facilities, second by an operating reserve fund, and third by certain lodging excise tax revenues. Any remaining deficit will be shared equally by the County and the City of Grand Rapids.

Complete financial statements of the City of Grand Rapids and County of Kent Joint Convention and Arena Authority are available from the City of Grand Rapids administrative offices. Summary financial information is as follows:

Statement of Net Position	June 30, 2022
Total assets	\$ 50,106,950
Total liabilities	<u>22,513,125</u>
<b>Total net position</b>	<b><u>\$ 27,593,825</u></b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Statement of Revenues, Expenses and Change in Net Position	Year Ended June 30, 2022
Operating revenues	\$ 15,394,271
Operating expenses	<u>13,191,325</u>
Operating income	2,202,946
Nonoperating revenues (expenses), net	<u>10,458,633</u>
<b>Change in net position</b>	12,661,579
Net position, beginning of year	<u>14,932,246</u>
<b>Net position, end of year</b>	<u><u>\$ 27,593,825</u></u>

### ***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*.

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.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Measurement Focus, Basis of Accounting, and Financial Statement Presentation*

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 90 days of the end of the current fiscal period, except taxes and E-911 surcharge collections which must be collected within 60 days, health department revenue which must be collected within 120 days, and expenditure-driven grants which must be collected within one year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental revenue, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and as such have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Property tax chargebacks are recognized based on the date in which the MTT/BOR order is received.

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 *Coronavirus Special Revenue Fund* accounts for the grant funding received as a result of the coronavirus pandemic. Revenues are provided through federal and state advances and reimbursements.

The *Public Improvement Capital Projects Fund* accounts for revenue set aside for public improvements.

The County reports the following major proprietary funds:

The *Delinquent Tax Revolving Enterprise Fund* accounts for the collection and administration of delinquent property taxes levied in prior years.

The *Department of Public Works Enterprise Fund* accounts for the construction and financing of solid waste disposal; operation and maintenance of solid waste disposal; and planning and implementation of County programs relative to solid waste reduction. Financing is provided primarily by user charges.



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

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, committed, or assigned 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.

*Internal Service Funds* account for the insurance activity of the County, which is provided to other departments and funds on a cost reimbursement basis, along with office equipment and vehicle pools for the purchase and maintenance of County office equipment and vehicles.

*Pension and Other Postemployment Benefits Trust Funds* account for the activities of the Employees' Retirement Plan and the Voluntary Employees' Beneficiary Association (VEBA) trust, which accumulate resources for retirement and other postemployment benefit payments to qualified employees.

The *Investment Trust Fund* accounts for funds held in trust by the County for local units of government.

The *Custodial Fund* accounts for assets held by the County in a custodial capacity for other governments and entities. Primarily this includes undistributed collections and withholdings such as state education taxes, current property taxes, state jail booking fees, state real estate transfer taxes, and library penal fines.

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. The General Fund provides certain central services to other funds of the County which are presented as program expenses in the funds receiving services. The related General Fund revenue has been netted against program expense in the government-wide statement of activities.

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/amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Restricted assets represent amounts 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.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Equity

#### *Deposits and Investments*

The government's cash and cash equivalents include amounts in demand deposit accounts, certificates of deposit and short term investments with original maturities of three months or less from the date of acquisition. Investments, exclusive of certificates of deposit, are stated at fair value. Certificates of deposit are carried at cost plus accrued interest, since the original maturity dates are less than one year or the certificates are non-participating (i.e., there is no available market for trade prior to maturity).

State statutes and County policy authorize the County to invest in:

- Bonds, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.
- Certificates of deposit, savings accounts, deposit accounts or depository receipts of a qualified financial institution.
- Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of purchase.
- Bankers' acceptances of United States banks.
- Obligations of the State of Michigan and its political subdivisions, that, at the time of purchase are rated as investment grade by at least one standard rating service.
- Mutual funds registered under the Investment Company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by a public corporation.
- External investment pools as authorized by Public Act 20 as amended through December 31, 1997.

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

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Receivables and Payables*

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

Property taxes receivable in governmental funds represent amounts due from taxpayers on the July 1 and December 1 tax levies in the General Fund and other governmental funds, respectively. Any amounts outstanding on the July 1 levy on March 1 (excluding personal property taxes) are purchased by the Delinquent Tax Revolving enterprise fund through the settlement process.

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

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

Amounts due from other governments include amounts due from grantors for specific programs and capital projects. Program grants and capital grants for capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Amounts received in advance of project costs being incurred are reported as unearned revenue.

Loans receivable consists of Community Development Block Grant funds used to finance home improvements for area residents, which must be repaid by the homeowner upon sale or foreclosure. The County has an enforceable lien on the related property.

Special assessments receivable, which are based on total estimated construction and maintenance costs of each drain project, reflect amounts due from benefiting parties including local units of government and property owners. No allowance for uncollectibles is recorded because the special assessments represent a lien on the respective properties.

The installment sales agreement receivable consist of amounts due from local units of government to meet debt service requirements on bonds. Amounts are levied semi-annually to correspond with the payment dates of the related bonds.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Restricted Assets*

Assets which are restricted for specified uses by bond debt requirements, grant provisions or other external requirements are classified as restricted assets.

Restricted assets in the Coronavirus special revenue fund consist of unspent State and Local Fiscal Recovery Funds (CSLFRF) received.

Restricted assets in the Airport Authority component unit relate to bond proceeds restricted for airport construction, passenger facility charges restricted for capital improvements, and customer facility charges restricted for rental car-related capital improvements.

The Department of Public Works enterprise fund's restricted assets represent a Perpetual Care Fund for the South Kent Landfill. This balance is required to be held in trust by the Michigan Department of Environment, Great Lakes and Energy ("EGLE") to be used for landfill closure and post-closure monitoring and maintenance.

The Delinquent Tax Revolving enterprise fund restricted assets are held for the debt retirement of the 2021 and 2022 General Obligation Limited Tax Notes.

### *Leases*

*Lessee.* The County is a lessee for noncancellable leases of building and improvements, machinery and equipment and motor vehicles. The County recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide and proprietary fund financial statements. The County recognizes lease liabilities with an initial, individual value of \$10,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments. The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price (if applicable) that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

*Lessor.* The County is a lessor for noncancellable leases of buildings and improvements and machinery and equipment. The County recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for prepaid lease payments received at lease inception. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the County determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts. The County uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable if certain changes occur that are expected to significantly affect the amount of the lease receivable.

#### ***Subscription-Based Information Technology Arrangements (SBITA)***

The County has noncancellable subscription-based information technology arrangements (SBITA). The County recognizes a SBITA lease liability and an intangible right-to-use SBITA asset (subscription asset) in the government-wide financial statements. The County recognizes SBITA liabilities with an initial, individual value of \$10,000 or more.

At the commencement of a SBITA, the County initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the SBITA liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to SBITAs include how the County determines (1) the discount rate it uses to discount the expected payments to present value, (2) SBITA term, and (3) SBITA payments. The County uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for SBITAs. The SBITA term includes the noncancellable period of the SBITA. SBITA payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price (if applicable) that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the subscription asset and SBITA liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Other Assets*

Inventories recorded in the General Fund, Health Fund, Kent County Community Action Fund, internal service funds and the Airport Authority are accounted for utilizing the consumption method and are valued at lower of cost (first-in, first-out) or market. The Road Commission utilizes the consumption method, valuing inventory at average cost.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaids are accounted for in governmental funds using the consumption method whereby expenditures are recognized over the benefitting period.

### *Capital Assets*

Capital assets, which include property, buildings (which will include land, property, buildings and equipment) and equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items acquired or constructed since 1980), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets having a useful life in excess of three years and whose costs equal or exceed \$10,000 (\$300,000 for Drain infrastructure and \$50,000 for Airport Authority assets). Capital assets are stated at historical cost or estimated historical cost where actual cost information is not available. Donated capital assets are recorded at their acquisition value as of the donation date.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, infrastructure, buildings and equipment are depreciated using the straight-line method over the following estimated useful lives:

	Years
Land improvements	20-50
Infrastructure	8-40
Building and improvements	20-50
Waste-to-Energy facility	40
Machinery and equipment	3-25
Office equipment and furniture	3-10
Motor vehicles	3-5

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

In addition to land and construction in progress, the amount presented as capital assets not being depreciated includes intangible assets consisting of land development rights acquired for the purpose of farmland and ranch preservation. Land development rights are deemed to have an indefinite useful life, and therefore are not being amortized.

The County reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset exceeds its fair value. If it is determined that an impairment loss has occurred the asset is written down to its net realizable value and a current charge to income is recognized.

Landfill costs are amortized as engineered sections of the landfill are utilized.

### *Road Commission – Discretely Presented Component Unit*

Capital assets, which include land, property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 to \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost of purchase or construction. Donated capital assets are recorded at their acquisition value as of the donation date.

Depreciation on capital assets is computed using the Michigan Department of Transportation depreciation schedules for equipment and the straight-line method for infrastructure over the following estimated useful lives:

	Years
Buildings and improvements	25-50
Equipment	3-8
Roads	8-20
Other infrastructure	20-40

### *Airport Authority – Discretely Presented Component Unit*

Capital assets include land improvements, buildings and improvements, equipment, systems, office equipment and furniture, and vehicles. Capital assets are defined by the Airport as assets with an initial individual cost of more than \$50,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed, net of accumulated depreciation. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Capital assets are depreciated using the straight-line method over the following useful lives:

	Years
Land improvements	20-30
Buildings and improvements	30-50
Equipment and systems	3-12
Office equipment and furniture	5-15
Vehicles	3-7

### *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, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows for the deferred charge on refunding reported in the government-wide and proprietary fund statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized on a straight-line basis over the shorter of the life of the refunded or refunding debt. In addition, the County reports deferred outflows of resources related to its pension and other postemployment benefit plans.

### *Compensated Absences*

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

### *Long-term Obligations*

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



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

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.

### *Deferred Inflows of Resources*

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues, which arise only under a modified accrual basis of accounting, from four sources: installment sales agreement, opioid settlement, loans, and property taxes receivables. Additionally, the Drainage Districts component unit reports unavailable revenues from special assessments and an installment sales agreement receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Property taxes (excluding those for the General Fund, which are subject to a different timeline) are levied and attach as an enforceable lien on property on December 1. Property taxes unpaid as of February 28 are considered to be delinquent. Although the County's 2022 ad valorem tax (excluding the portion for general operations) is levied and collectible on December 1, 2022, it is the County's policy to recognize revenues from the December 1 tax levy in the subsequent year when the proceeds of this levy are budgeted and made available for the financing of the County's operations. Therefore, the entire amount of the December 1, 2022 levies is reported as deferred inflows of resources at year-end for both government-wide and governmental fund financial statements.

The statements of net position and governmental funds balance sheet report deferred inflows related to leases. The amounts are deferred and amortized over the remaining life of the lease.

Finally, the County reports deferred inflows of resources related to its pension and other postemployment benefit plans.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Fund Equity*

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form, (b) legally or contractually required to be maintained intact or (c) represent long-term advances in the General Fund. 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 reports assigned fund balance for amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The Board of Commissioners, pursuant to the County's Fund Balance/Fund Equity policy, has delegated the authority to assign fund balance to the County Administrator/Controller or their designee. Unassigned fund balance is the residual classification for the General Fund and includes all amounts not reported in the other classifications. Other governmental funds besides the General Fund can only report a negative unassigned fund balance, which would occur if expenditures were to be incurred for specific purposes that exceeded the amounts restricted, committed or assigned in the fund.

The County Board of Commissioners has formally established a budget stabilization arrangement under which it commits General Fund fund balance in an amount equal to 10% of the subsequent year's adopted General Fund and subsidized governmental fund budgets to insulate County programs and current service levels from large (\$1 million or more) and unanticipated one time General Fund expenditure requirements, reductions in budgeted General Fund revenues due to a change in state or federal requirements, adverse litigation, catastrophic loss, or any similar swift unforeseen event. Expenditures may occur only when specific circumstances exist and these circumstances are not expected to occur routinely. This commitment may be used if one of the several potential qualifying events occurs (as detailed in the County's fund balance/fund equity policy), the County Administrator/Controller estimates the qualifying event will cost \$1 million or more, and the Board of Commissioners, by majority vote of members present, affirms the qualifying event. As of December 31, 2022, the balance in the stabilization arrangement was \$27,162,243.

The County Board of Commissioners has adopted a minimum fund balance policy in which the total fund balance of the General Fund will be equal to at least 40% of the subsequent year's adopted General Fund budgeted expenditures and transfers out. If the General Fund balance falls below the minimum range, the County will replenish shortages or deficiencies using budget strategies and timeframes as detailed in the policy. At December 31, 2022, total fund balance of the General Fund met the minimum percentage requirement.

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

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Interfund Transactions*

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

### *Capital Contributions - Gerald R. Ford International Airport Authority*

Passenger facility charges (PFC) are collected from airlines that service the airport for each enplaned passenger, and such charges must be used to fund capital projects. The Authority received approval from the Federal Aviation Administration (FAA) on September 9, 1992 to start collecting a \$3 PFC. The Authority received approval to use PFC revenue previously collected, as well as future charges, on February 2, 1996. The PFC revenue is being used to pay debt service on the Airport Revenue Refunding Bonds, Series 2018 (previously, Series 2009). On September 8, 2005, the FAA approved a \$1.50 increase of the PFC to \$4.50. The additional PFC revenue will be used for terminal improvements. Passenger facility charges are recorded as nonoperating revenue when the underlying transaction between the airline and the passenger occurs.

Customer facility charges (CFC) are collected for rental-car-related capital projects. The CFC of \$3 per transaction day on rental car transactions was approved by the Gerald R. Ford International Airport Authority board on August 31, 2005. The CFC revenue was used to develop new rental car service facilities and rental vehicle ready/return spaces in the parking structure. Consequently, revenue is recognized when earned and is classified as nonoperating revenue. As of March 1, 2016, the amount collected in CFCs and rental income from the car rental agencies reached the total amount expended in the development of the new rental car service facilities. At that time, the board approved for the CFC revenue to be put towards the payment of debt incurred during the 2015 construction of the roof of the parking structure, as well as a maintenance fund for the car rental service facilities. The Authority estimates that the total amount needed to pay off the debt and the maintenance fund for 15 years is \$37 million. Based on current collection rates, the Authority anticipates that the total amount will be collected via CFCs by December 31, 2030.

The Authority received a significant amount of funding through the Airport Improvement Program of the Federal Aviation Administration, with certain matching funds provided by the Authority and the State of Michigan. Capital funding provided under government grants is recognized when all eligibility criteria have been met, which is typically when the related allowable expenditures have been incurred. Grants for capital asset acquisitions, facilities development, and rehabilitation are reported in the statement of revenue, expenses, and changes in net position after nonoperating revenue (expenses) as capital contributions.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Revenue Concentrations*

The Department of Public Works enterprise fund has five major customers accounting for 58.5% of net sales in 2022. The same customers accounted for 73.6% of accounts receivable at December 31, 2022.

### *Pension and Other Postemployment Benefits Plans*

The financial statements of the Kent County Employees' Retirement Plan and the Voluntary Employees' Beneficiary Association (the "Plans") are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period which the contributions are due. The County's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Dividend income is recognized based on the ex-dividend date, and interest income is recognized on the accrual basis as earned. All realized gains and losses on investments are recognized at the point of sale and are included in investment income. Purchases and sales of investments are recorded as of the trade date, which is the date when the transaction is initiated. Administration costs are financed initially through forfeited contributions by terminated employees not vested in the Plans and through the Plans' investment earnings.

### *Use of Estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates. The County utilizes various investment instruments which are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

## 2. DEPOSITS AND INVESTMENTS

### *General County*

Most cash, investments and accrued interest of the individual funds, except those of the retirement plans, are combined in the County's Pooled Cash and Investment System, which is managed by the County Treasurer. The external portion of the investment pool is reported as an investment trust fund in the fiduciary funds. The internal portion is reported as "cash, investments, and accrued interest" in each fund.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Following is a reconciliation of deposit and investment balances as of December 31, 2022:

	Primary Government	Component Units	Totals
<b>Statement of Net Position</b>			
Cash, investments, and accrued interest	\$ 312,600,741	\$ 69,883,746	\$ 382,484,487
Restricted cash, investments, and accrued interest	139,902,083	103,961,421	243,863,504
<b>Statement of Fiduciary Net Position</b>			
Pension and other postemployment benefit trust funds:			
Cash and cash equivalents	860,127	-	860,127
Investments	1,000,723,101	-	1,000,723,101
Investment trust fund:			
Pooled cash, investments, and accrued interest	65,314,150	-	65,314,150
Custodial fund:			
Pooled cash, investments, and accrued interest	6,278,654	-	6,278,654
<b>Total</b>	<u>\$ 1,525,678,856</u>	<u>\$ 173,845,167</u>	<u>\$ 1,699,524,023</u>
<b>Deposits and investments</b>			
Bank deposits:			
Checking and savings accounts			\$ 74,104,605
Pooled certificates of deposit:			
Due within one year			136,588,479
Due in one to five years			79,500,059
Airport trustee collateralized deposits			15,233,934
Investments:			
Pooled investments, at fair value			301,426,590
Timing difference for certificate of deposit premium and discount			(206,929)
Accrued income on pooled investments			3,101,221
DPW Perpetual Care Fund (South Kent Landfill, Note 19)			2,870,968
Timing difference for funds and component units with different fiscal year-ends participating in pooled investments			4,553,127
Airport money market mutual funds			81,567,838
Pension trust fund investments			957,001,876
VEBA trust fund investments			43,721,225
Cash on hand			61,030
<b>Total</b>			<u>\$ 1,699,524,023</u>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits might not be returned. It is County policy to review and verify a bank's creditworthiness through a system of ratio analysis and from information provided by several third-party sources. In addition, the County's investment policy places concentration limits on the total amount deposited with a single financial institution. As of year-end, \$300,461,152 of the County's bank balance of \$305,582,360 was exposed to custodial credit risk because it was uninsured and uncollateralized.

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 with which it deposits County funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

*Custodial Credit Risk – Investments.* Following is a summary of the County's investments as of December 31, 2022:

Pooled investments:	
Money market funds	\$ 27,115,278
U.S. government securities	274,311,312
Total pooled investments	<u>301,426,590</u>
Separately-held investments:	
Money market mutual fund	<u>84,438,806</u>
<b>Total</b>	<b><u><u>\$ 385,865,396</u></u></b>

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy requires that all investment transactions be conducted through a custodian that will act as the system's third party as evidenced by safekeeping receipts in the County's name. The investment policy requires that the safekeeping institution shall annually provide a copy of its most recent report on internal controls (SOC-1 report). To reduce custodial risk further, the County's investment policy requires that all trades of marketable securities be executed by delivery versus payment to ensure that securities are deposited in an eligible financial institution prior to the release of funds. As of December 31, 2022, none of the County's investments were exposed to custodial credit risk inasmuch as all investments are held in the name of the County.

*Credit Risk.* Statutes and various bond indentures authorized the County to invest in obligations of the U.S. Treasury, governmental agencies and instrumentalities, commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services, bankers' acceptances of U.S. banks, U.S. government or federal agency obligation repurchase agreements, obligations of the State of Michigan or any of its political subdivisions rated as investment grade by not less than one standard rating service, and mutual funds composed of the types of investment vehicles named previously.

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

The Department of Public Works enterprise fund and the County debt service and capital projects funds are authorized to invest in the same types of investments described above, except that additional restrictions are placed on the classifications for commercial paper purchases and the type of financial institution from which investments may be purchased. The County's investment policy requires that commercial paper have a minimum quality rating of P1 from Moody's or A1 from Standard & Poor's at the time of purchase. Mutual fund investments must have a par share value intended to maintain a net asset value of at least \$1.00 per share. Credit risk ratings, where applicable, are summarized as follows:

	Pooled Investments	Separately-held Investments	Totals
S&P AAA/AAAm	\$ 27,115,278	\$ 84,438,806	\$ 111,554,084
S&P AA+	<u>274,311,312</u>	<u>-</u>	<u>274,311,312</u>
<b>Total</b>	<u><u>\$ 301,426,590</u></u>	<u><u>\$ 84,438,806</u></u>	<u><u>\$ 385,865,396</u></u>

*Interest Rate Risk.* Interest rate risk is the risk that the market rate of securities in the portfolio will fall due to changes in market interest rates. State law limits the allowable investments and the maturities of some of the allowable investments as identified in the summary of significant accounting policies. To limit its exposure to fair value losses from rising interest rates, the County's investment policy requires that the investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. This is accomplished by investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools and limiting the average maturity of the portfolio as required by the County's policy.

Maturity dates for investments held at year-end are summarized as follows:

	No maturity	Due < 1 year	Due in 1-5 years	Totals
Pooled investments:				
Money market funds	\$ 27,115,278	\$ -	\$ -	\$ 27,115,278
U.S. government securities	<u>-</u>	<u>112,744,982</u>	<u>161,566,330</u>	<u>274,311,312</u>
	27,115,278	112,744,982	161,566,330	301,426,590
Separately-held investments:				
Money market mutual funds	<u>84,438,806</u>	<u>-</u>	<u>-</u>	<u>84,438,806</u>
<b>Total</b>	<u><u>\$ 111,554,084</u></u>	<u><u>\$ 112,744,982</u></u>	<u><u>\$ 161,566,330</u></u>	<u><u>\$ 385,865,396</u></u>

The money market funds are comprised of short-term securities (maturity generally less than 90 days). The average portfolio maturity for the separately-held mutual fund is 23 days.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer. State law limits allowable investments but does not limit concentration of credit risk as identified in the list of authorized investments in the summary of significant accounting policies. The County's investment policy provides that, with the exception of U.S. Treasuries and authorized pools, no more than 25% of the portfolio shall be invested in a single security type or with a single financial institution. At December 31, 2022, the County had no investment in a single issuer that exceeded 25% of total investments.

*Fair Value Measurement.* The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The County has the following recurring fair value measurements as of December 31, 2022:

	Level 1	Level 2	Carried at Amortized Cost	Total
Michigan Liquid Asset Fund	\$ -	\$ -	\$ 5,037,767	\$ 5,037,767
U.S. government securities	-	274,311,312	-	274,311,312
Money market mutual funds	2,870,968	-	81,567,838	84,438,806
Total investments by fair value level	<u>\$ 2,870,968</u>	<u>\$ 274,311,312</u>	<u>\$ 86,605,605</u>	363,787,885
Investments carried at net asset value:				
Michigan CLASS government investment pool				<u>22,077,511</u>
<b>Total investments</b>				<u><b>\$ 385,865,396</b></u>

Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. After the initial offering period, U.S. government securities are valued based on active trade data for comparable investments. Money market mutual funds are valued by fund managers based on the fair value of the underlying securities. The County's investment in the Michigan Liquid Asset Fund (MILAF) is carried at amortized cost (which approximates fair value).

The County holds shares in the Michigan CLASS government investment pool whereby the fair value of the investment is measured on a recurring basis using net asset value per share (or its equivalent) of the investment pool as a practical expedient.



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

At year end, the net asset value of the County's investment in the Michigan CLASS government investment pool was \$22,077,511. The investment pool had no unfunded commitments, specific redemption frequency or redemption notice period required. The Michigan CLASS government investment pool invests in U.S. treasury obligations, federal agency obligations of the U.S. government, high-grade commercial paper (rated 'A-1' or better) collateralized bank deposits, repurchase agreements (collateralized at 102% by Treasuries and agencies), and approved money-market funds. The program seeks to provide safety, liquidity, convenience, and competitive rates of return, and is designed to meet the needs of Michigan public sector investors. It purchases securities that are legally permissible under state statutes and are available for investment by Michigan counties, cities, townships, school districts, authorities and other public agencies.

### ***Pension and Other Postemployment Benefits Trust Funds***

The deposits and investments of the County's pension and other postemployment benefits trust funds are maintained separately from the County's pooled cash and investments, and are subject to separate investment policies and State statutes. Accordingly, the required disclosures for the pension and other postemployment benefits trust deposits and investments are presented separately.

*Deposits.* The pension trust fund does not maintain any checking or other demand/time deposit accounts. Amounts reported as cash and cash equivalents in the statement of fiduciary net position are composed entirely of short-term investments in money market accounts.

*Investments.* The Michigan Public Employees Retirement Systems' Investment Act, Public Act 314 of 1965, as amended, authorizes the pension and other postemployment benefits trust funds to invest in stocks, governmental and corporate securities, mortgages, real estate, and various other investment instruments, subject to certain limitations. The Pension and VEBA boards have the responsibility and authority to oversee the investment portfolio. Various professional investment managers are contracted to assist in managing the trust funds' assets. All investment decisions are subject to Michigan law and the respective investment policies established by the Pension and VEBA boards.

The investments of each pension and other postemployment benefits trust funds are held in a bank administered trust fund.

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

Following is a summary of pension and other postemployment benefits trust investments as of December 31, 2022:

	Pension Trust	VEBA Trust	Total
U.S. government obligations	\$ 27,794,685	\$ -	\$ 27,794,685
U.S. government agency obligations	354,060	-	354,060
Municipal obligations	452,608	-	452,608
Corporate obligations	23,911,599	-	23,911,599
Common stock	398,099,712	-	398,099,712
Foreign obligations	10,878,211	-	10,878,211
Foreign common stock	3,178,995	-	3,178,995
Money market funds	22,887,191	-	22,887,191
International equity mutual funds	182,946,739	8,791,900	191,738,639
Domestic equity mutual funds	-	17,741,658	17,741,658
Domestic fixed income mutual funds	-	5,709,260	5,709,260
International fixed income mutual funds	137,958,489	8,629,992	146,588,481
Real estate and infrastructure securities	91,116,027	2,848,415	93,964,442
Asset-backed securities	9,536,477	-	9,536,477
Mortgage-backed securities fund	47,887,083	-	47,887,083
<b>Total investments</b>	<b>\$ 957,001,876</b>	<b>\$ 43,721,225</b>	<b>\$ 1,000,723,101</b>

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Plan's investment policy requires that bonds have a minimum quality rating of Baa3/BBB/BBB- at the time of purchase. The overall portfolio is expected to maintain an average credit quality of A- or higher. Money market instruments shall have a minimum quality rating comparable to an A bond rating and commercial paper shall not be rated less than A1/P1 unless held in a diversified short-term commingled fund. For collateralized mortgage obligations, only issues rated AA-/Aa3 or better at time of purchase are permitted.

As of December 31, 2022, the pension and other postemployment benefits trust investments had the following credit risk ratings:

	Pension Trust	VEBA Trust	Total
Standard and Poor's AAA	\$ 5,447,846	\$ -	\$ 5,447,846
Standard and Poor's AA	2,418,061	-	2,418,061
Standard and Poor's A	10,435,442	-	10,435,442
Standard and Poor's BBB	22,421,638	-	22,421,638
Standard and Poor's BB	448,325	-	448,325
Standard and Poor's B	22,864	-	22,864
Unrated	132,431,097	-	132,431,097
Not subject to credit risk	783,376,603	43,721,225	827,097,828
<b>Total</b>	<b>\$ 957,001,876</b>	<b>\$ 43,721,225</b>	<b>\$ 1,000,723,101</b>

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

*Custodial Credit Risk.* For investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's pension investment policies require that investment securities be held in trust by a third-party institution in the name of the pension trust fund. As such, although uninsured and unregistered, the County's pension investments are not exposed to custodial credit risk since the securities are held by the counterparty's trust department in the name of the pension trust fund. 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.

The amounts reported as cash and money market funds in the statement of fiduciary net position are insured by the Federal Depository Insurance Corporation and the Securities Investors Protection Act, respectively, for up to \$250,000 and \$500,000 per financial institution, respectively. The carrying amount of the pension accounts as of December 31, 2022 was \$22,887,191, of which the insured amount was \$2,000,506; the remaining balance of \$20,886,685 is uninsured and uncollateralized. As of year-end, \$610,127 of the VEBA's bank balance of \$860,127 was exposed to custodial credit risk because it was uninsured and uncollateralized.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the Plan's investment in a single issuer. For fixed income portfolios, the Plan's Investment Policy provides that, with the exception of U.S. treasuries and agencies, no more than 3% of the portfolio shall be invested in the obligations of any one issuer. For equity portfolios, no single company's securities should represent more than 5% at cost, or 7% at market value, of the individual manager's portfolio. Collateralized mortgage obligations are limited to 5% per issue. As of December 31, 2022, the pension and other postemployment benefits trust fund had no investment in a single issuer, other than U.S. treasuries and agencies, that exceeded the above percentages.

*Foreign Currency Risk.* Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. Foreign currency risk is mitigated by requiring the portfolio to be broadly diversified by number of holdings, by geographic location and across industry sectors. Country exposures are monitored through a quarterly performance report. The exposure to foreign currency risk is as follows:

Investment (currency in U.S. dollar)	Pension Trust	VEBA Trust	Total
Foreign obligations	\$ 10,878,211	\$ -	\$ 10,878,211
Foreign common stock	3,178,995	-	3,178,995
International equity mutual funds	182,946,739	8,791,900	191,738,639
International fixed income mutual funds	137,958,489	8,629,992	146,588,481
<b>Total</b>	<b>\$ 334,962,434</b>	<b>\$ 17,421,892</b>	<b>\$ 352,384,326</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Plans' policies provide for their fixed income portfolios to have an average duration of no more than 120% of the duration of the stated benchmark which varies by portfolio. Investments in equity mutual funds are comprised of securities with no stated maturity date. Accordingly, such investments are deemed to have an average duration of zero years. The VEBA Plans' investments in fixed income mutual funds have average durations ranging from 5.47 to 7.74 years.

At December 31, 2022, maturities of the County's pension and VEBA investments were as follows:

	Pension Trust	VEBA Trust	Total
Less than 1 year	\$ 4,658,269	\$ -	\$ 4,658,269
1 - 5 years	31,843,527	-	31,843,527
6 - 10 years	23,876,313	-	23,876,313
More than 10 years	38,473,568	-	38,473,568
No maturity	858,150,199	43,721,225	901,871,424
<b>Total</b>	<b>\$ 957,001,876</b>	<b>\$ 43,721,225</b>	<b>\$ 1,000,723,101</b>

*Fair Value Measurement.* The Plans categorize fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

The pension trust has the following recurring fair value measurements as of December 31, 2022:

	Level 1	Level 2	Level 3	Total
U.S. government obligations	\$ -	\$ 27,794,685	\$ -	\$ 27,794,685
U.S. government agency obligations	-	354,060	-	354,060
Municipal obligations	-	452,608	-	452,608
Corporate obligations	-	23,911,599	-	23,911,599
Common stock	102,489,951	295,609,761	-	398,099,712
Foreign obligations	-	10,878,211	-	10,878,211
Foreign common stock	3,178,995	-	-	3,178,995
International equity mutual funds	-	182,946,739	-	182,946,739
International fixed income mutual funds	54,788,399	41,389,158	41,780,932	137,958,489
Real estate and infrastructure securities	-	-	91,116,027	91,116,027
Asset-backed securities	-	9,536,477	-	9,536,477
Mortgage-backed securities fund	-	47,887,083	-	47,887,083
<b>Total investments by fair value level</b>	<b>\$ 160,457,345</b>	<b>\$ 640,760,381</b>	<b>\$ 132,896,959</b>	<b>934,114,685</b>
Money market fund measured at amortized cost (which approximates fair value)				<u>22,887,191</u>
<b>Total investments</b>				<b><u>\$ 957,001,876</u></b>

The VEBA trust has the following recurring fair value measurements as of December 31, 2022:

	Level 1	Level 2	Level 3	Total
Domestic equity mutual funds	\$ 4,957,380	\$ 12,784,278	\$ -	\$ 17,741,658
International equity mutual funds	8,791,900	-	-	8,791,900
Domestic fixed income mutual funds	5,709,260	-	-	5,709,260
International fixed income mutual funds	2,652,774	5,977,218	-	8,629,992
Real estate securities	-	-	2,848,415	2,848,415
<b>Total investments</b>	<b>\$ 22,111,314</b>	<b>\$ 18,761,496</b>	<b>\$ 2,848,415</b>	<b>\$ 43,721,225</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Debt securities are valued by the Plans' investment custodian using independent pricing services based on the type of asset. The pricing services may use valuation models or matrix pricing, which consider: (a) benchmark yields, (b) reported trades, (c) broker/dealer quotes, (d) benchmark securities, (e) bids or offers, and (f) reference data. Asset-backed and mortgage-backed securities funds are valued based on the future cash flows of the principal and interest payments of the underlying collateral of mortgages on various assets. The fair value of real estate and infrastructure investments is based on independent appraisals.

Certain investments are subject to redemption restrictions. Real estate and infrastructure securities are restricted based on the applicable portfolio: (a) quarterly with a 45-day written notice, or (b) on March 31 or September 30 with a 90-day notice. Equity mutual funds are generally restricted to redemption on the first or last day of each month. All other investments are subject to daily redemption.

### ***Cash and Investment Pool***

The County maintains a cash and investment pool that is available for use by all funds, component units and, on a voluntary basis, other local units of government, except the Employees' Retirement and VEBA Plans. The cash and investment pool is not subject to regulatory oversight, is not registered with the SEC and does not issue a separate report. The net asset value of the pool does not fluctuate and the fair value of the position in the pool is the same as the value of the pool shares. The cash and investment pool has not provided or obtained any legally binding guarantees during the period to support the value of the shares. Investments are valued monthly. The investment pool follows the County's investment policy.

The following condensed financial statements for the cash and investments include the activity of all funds, component units and local units of government in the pool:

### ***Condensed Statement of Net Position***

#### **Assets**

Demand deposits	\$ 17,896,272
Savings accounts	12,745,076
Imprest cash	13,856
Cash on hand	24,397
Certificates of deposit	216,088,538
Pooled investments	301,426,590
Accrued interest	3,101,221
	<hr/>
<b>Total assets</b>	<b>\$ 551,295,950</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

<b>Net position</b>	
Available for external pool participants	\$ 66,353,057
Available for internal pool participants	<u>484,942,893</u>
<b>Total net position</b>	<u><u>\$ 551,295,950</u></u>
<b>Shares outstanding</b> (unlimited shares authorized)	551,295,950
<b>Net asset value</b> , offering and redemption price per share	\$ 1

### *Condensed Statement of Changes in Net Position*

<b>Revenues</b>	
Investment loss	<u>\$ (1,715,632)</u>
<b>Shares transactions at net position value of \$1 per share</b>	
Purchase of units	(1,377,454,205)
Redemption of units	<u>1,409,869,632</u>
<b>Net change in net position and shares resulting from shares transactions</b>	<u>32,415,427</u>
<b>Change in net position</b>	30,699,795
Net position, beginning of year	<u>520,596,155</u>
<b>Net position, end of year</b>	<u><u>\$ 551,295,950</u></u>

*Custodial Credit Risk.* At December 31, 2022, the carrying amount of the cash and investment pool's deposits was \$246,729,886 and the bank balances totaled \$249,190,981. Of the bank balance, \$5,000,000 was insured and \$244,190,981 was uninsured and uncollateralized. In addition, the cash and investment pool maintained imprest cash and cash on hand of \$38,523. There was no custodial credit risk related to the investments.

Credit risk ratings for the cash and investment pool are included in the disclosures above.

*Concentration of Credit Risk.* Concentration of credit risk disclosures are included in the information above.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 3. RECEIVABLES

Receivables are comprised of the following at year-end:

	Governmental Activities	Business-type Activities	Component Units
Accounts	\$ 18,022,626	\$ 4,023,767	\$ 4,875,836
Less: allowance for uncollectibles	-	(47,000)	-
Taxes (current)	53,640,371	-	-
Taxes (delinquent)	365,391	7,556,019	-
Due from other governments	22,285,450	847,635	29,535,783
Loans	1,530,891	-	-
Special assessments	-	-	3,910,274
Installment sales agreement	20,217,379	-	5,953,123
Leases	15,397,788	-	12,506,971
<b>Total receivables</b>	<b><u>\$ 131,459,896</u></b>	<b><u>\$ 12,380,421</u></b>	<b><u>\$ 56,781,987</u></b>

The Airport Authority component unit and Delinquent Tax Revolving enterprise fund reported restricted receivables of \$1,257,406 and \$7,358,838, respectively. The Airport Authority's restricted receivable is restricted for capital improvements related to passenger and customer facility charges. The Delinquent Tax Revolving Fund's restricted receivables are restricted for debt service payments on the 2021 and 2022 General Obligation Limited Tax Notes.

Of the amounts reported for receivables above, the following are not expected to be collected within one year:

	Governmental Activities	Business-type Activities	Component Units
Accounts	\$ 6,004,100	\$ -	\$ 1,257,406
Loans	1,530,891	-	-
Special assessments	-	-	3,428,798
Installment sales agreement	18,043,864	-	5,235,551
Leases	13,138,794	-	10,667,189
<b>Total receivables</b>	<b><u>\$ 32,713,549</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 19,331,538</u></b>

The amount recorded as an allowance for uncollectibles in business-type activities is related to billings receivable in the Department of Public Works enterprise fund.



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 4. OTHER ASSETS

Other assets are comprised of the following at year-end:

	Governmental Activities	Business-type Activities	Component Units
Inventories	\$ 1,023,437	\$ -	\$ 3,521,124
Prepays	2,720,457	108,310	2,955,187
<b>Total</b>	<b>\$ 3,743,894</b>	<b>\$ 108,310</b>	<b>\$ 6,476,311</b>

### 5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Payables are comprised of the following at year-end:

	Governmental Activities	Business-type Activities	Component Units
Accounts	\$ 23,091,138	\$ 4,160,491	\$ 23,842,534
Accrued liabilities	15,751,695	2,166,222	2,272,591
Due to other governments	217,002	-	6,051,625
Accrued interest on long-term debt	586,571	141,646	4,729,814
<b>Total</b>	<b>\$ 39,646,406</b>	<b>\$ 6,468,359</b>	<b>\$ 36,896,564</b>

### 6. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2022, was as follows:

#### *Due to and from primary government funds*

	Due from Other Funds	Due to Other Funds
General fund	\$ 8,223,293	\$ 6,614,493
Public improvement	2,239,219	240,187
Nonmajor governmental funds	6,266,451	10,335,051
Delinquent tax revolving	2,310	225,000
Department of public works	342,862	342,862
Internal service funds	695,967	12,509
<b>Total</b>	<b>\$ 17,770,102</b>	<b>\$ 17,770,102</b>

In addition, an interfund balance existed between governmental activities and business-type activities in the amount of \$49,996. This resulted from the allocation of a portion of internal service fund net position of governmental-type internal service funds to business-type activities.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Due to and from component units*

	Due from Component Units	Due to Primary Government
General fund	\$ 1,346,383	\$ -
Drainage Districts	-	1,346,383
<b>Total</b>	<b>\$ 1,346,383</b>	<b>\$ 1,346,383</b>

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.

### *Advances to and from component units*

	Advances to Component Units	Advances from Primary Government
General fund	\$ 1,036,839	\$ -
Drainage Districts	-	1,036,839
<b>Total</b>	<b>\$ 1,036,839</b>	<b>\$ 1,036,839</b>

For the year ended December 31, 2022, interfund transfers consisted of the following:

Transfers In	Transfers Out			Totals
	General Fund	Public Improvement	Nonmajor Governmental Funds	
General fund	\$ -	\$ -	\$ 18,787,300	\$ 18,787,300
Public improvement	13,817,705	-	-	13,817,705
Nonmajor governmental funds	34,194,572	825,375	5,563,691	40,583,638
Internal service funds	200,000	-	-	200,000
<b>Total</b>	<b>\$ 48,212,277</b>	<b>\$ 825,375</b>	<b>\$ 24,350,991</b>	<b>\$ 73,388,643</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

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

### 7. CAPITAL ASSETS

#### Primary government

Capital asset activity for the primary government for the year ended December 31, 2022, was as follows:

	Beginning Balance*	Additions	Disposals	Transfers	Ending Balance
<b>Governmental Activities</b>					
Capital assets, not being depreciated/amortized:					
Land	\$ 86,368,418	\$ 1,513,405	\$ (89,874)	\$ -	\$ 87,791,949
Property easements	36,583	-	-	-	36,583
Construction in progress	9,170,132	15,632,215	(507,318)	(3,253,652)	21,041,377
	<u>95,575,133</u>	<u>17,145,620</u>	<u>(597,192)</u>	<u>(3,253,652)</u>	<u>108,869,909</u>
Capital assets, being depreciated/amortized:					
Land improvements	45,097,282	189,425	-	693,014	45,979,721
Buildings and improvements	269,360,576	871,944	(3,742,438)	1,030,045	267,520,127
Machinery and equipment	46,897,266	1,542,828	(552,856)	1,530,593	49,417,831
Motor vehicles	11,016,943	651,584	(566,185)	-	11,102,342
Infrastructure	3,266,929	-	-	-	3,266,929
Animals	39,787	-	-	-	39,787
Leased (Note 9):					
Buildings and improvements	27,500	-	-	-	27,500
Machinery and equipment	83,767	-	-	-	83,767
Motor vehicles	137,537	-	-	-	137,537
Subscription assets (Note 10)	3,627,132	-	-	-	3,627,132
	<u>379,554,719</u>	<u>3,255,781</u>	<u>(4,861,479)</u>	<u>3,253,652</u>	<u>381,202,673</u>

continued...

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

	Beginning Balance*	Additions	Disposals	Transfers	Ending Balance
Less accumulated depreciation/amortization for:					
Land improvements	\$ (26,763,166)	\$ (1,690,226)	\$ -	\$ -	\$ (28,453,392)
Buildings and improvements	(98,926,565)	(4,830,193)	1,607,243	-	(102,149,515)
Machinery and equipment	(32,053,329)	(3,577,374)	447,541	-	(35,183,162)
Motor vehicles	(5,313,494)	(788,767)	461,180	-	(5,641,081)
Infrastructure	(753,026)	(162,731)	-	-	(915,757)
Animals	(26,144)	(5,457)	-	-	(31,601)
Leased (Note 9):					
Buildings and improvements	-	(22,000)	-	-	(22,000)
Machinery and equipment	-	(20,942)	-	-	(20,942)
Motor vehicles	-	(47,156)	-	-	(47,156)
Subscription assets (Note 10)	-	(982,455)	-	-	(982,455)
	<u>(163,835,724)</u>	<u>(12,127,301)</u>	<u>2,515,964</u>	<u>-</u>	<u>(173,447,061)</u>
Total capital assets being depreciated/ amortized, net	<u>215,718,995</u>	<u>(8,871,520)</u>	<u>(2,345,515)</u>	<u>3,253,652</u>	<u>207,755,612</u>
<b>Governmental activities</b>					
capital assets, net	<u>\$ 311,294,128</u>	<u>\$ 8,274,100</u>	<u>\$ (2,942,707)</u>	<u>\$ -</u>	<u>\$ 316,625,521</u>

concluded

At December 31, 2022, the County's governmental activities had outstanding commitments through construction contracts of approximately \$5,800,000.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

	Beginning Balance*	Additions	Disposals	Transfers	Ending Balance
<b>Business-type Activities</b>					
Capital assets, not being depreciated/amortized:					
Land	\$ 6,198,964	\$ -	\$ -	\$ -	\$ 6,198,964
Construction in progress	5,597,486	8,972,438	-	(6,331,044)	8,238,880
	<u>11,796,450</u>	<u>8,972,438</u>	<u>-</u>	<u>(6,331,044)</u>	<u>14,437,844</u>
Capital assets, being depreciated/amortized:					
Landfill cells	24,277,202	370,261	-	-	24,647,463
Land improvements	10,885,176	-	-	-	10,885,176
Buildings and improvements	87,306,168	873,720	(90,374)	5,001,031	93,090,545
Machinery and equipment	23,718,958	2,370,802	(1,763,578)	1,330,013	25,656,195
Vehicles	921,180	255,743	(202,712)	-	974,211
Leased vehicles (Note 9)	85,475	-	-	-	85,475
	<u>147,194,159</u>	<u>3,870,526</u>	<u>(2,056,664)</u>	<u>6,331,044</u>	<u>155,339,065</u>
Less accumulated depreciation/amortization for:					
Landfill cells	(13,555,790)	(1,493,819)	-	-	(15,049,609)
Land improvements	(7,584,968)	(340,303)	-	-	(7,925,271)
Buildings and improvements	(67,513,773)	(2,563,659)	67,877	-	(70,009,555)
Machinery and equipment	(14,970,919)	(2,343,407)	1,377,426	-	(15,936,900)
Vehicles	(647,789)	(85,321)	114,346	-	(618,764)
Leased vehicles (Note 9)	-	(20,933)	-	-	(20,933)
	<u>(104,273,239)</u>	<u>(6,847,442)</u>	<u>1,559,649</u>	<u>-</u>	<u>(109,561,032)</u>
Total capital assets being depreciated/ amortized, net	<u>42,920,920</u>	<u>(2,976,916)</u>	<u>(497,015)</u>	<u>6,331,044</u>	<u>45,778,033</u>
<b>Business-type activities capital assets, net</b>	<u>\$ 54,717,370</u>	<u>\$ 5,995,522</u>	<u>\$ (497,015)</u>	<u>\$ -</u>	<u>\$ 60,215,877</u>

At December 31, 2022, the County's business-type activities had outstanding commitments through construction contracts of approximately \$6,400,000.

\* The County implemented the provisions of GASB Statements No. 87, *Leases*, and No. 96, *Subscription-Based Information Technology Arrangements*, in the current year. In accordance with these statements, leased and subscription assets have been added to the beginning balances shown above and a corresponding leases and SBITA payable has been recorded for the same amount.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

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

### Depreciation/amortization of governmental activities by function

General government	\$ 3,361,026
Public safety	2,581,967
Health and welfare	1,173,997
Cultural and recreation	2,814,123
Judicial	1,961,418
Internal service funds	<u>234,770</u>

**Total** \$ 12,127,301

### Depreciation/amortization of business-type activities by function

Department of public works	<u><u>\$ 6,847,442</u></u>
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### Discretely presented component units

Capital assets activity for the Road Commission component unit for the year ended September 30, 2022, was as follows:

	Beginning Balance	Additions	Disposals and Adjustments	Transfers	Ending Balance
<b>Component Unit - Road Commission</b>					
Capital assets, not being depreciated:					
Land and right-of-way	\$ 5,340,359	\$ 3,751,443	\$ -	\$ 147,893	\$ 9,239,695
Construction in progress	9,942,658	14,161,749	-	(1,286,093)	22,818,314
	<u>15,283,017</u>	<u>17,913,192</u>	<u>-</u>	<u>(1,138,200)</u>	<u>32,058,009</u>
Capital assets, being depreciated:					
Buildings and improvements	14,538,277	449,348	-	-	14,987,625
Equipment	42,495,265	9,865,733	(1,691,848)	1,138,200	51,807,350
Infrastructure	727,515,958	25,477,925	-	-	752,993,883
	<u>784,549,500</u>	<u>35,793,006</u>	<u>(1,691,848)</u>	<u>1,138,200</u>	<u>819,788,858</u>
Less accumulated depreciation for:					
Buildings and improvements	(8,460,643)	(371,372)	-	-	(8,832,015)
Equipment	(30,547,400)	(4,062,849)	1,622,054	-	(32,988,195)
Infrastructure	(450,558,243)	(23,253,352)	-	-	(473,811,595)
	<u>(489,566,286)</u>	<u>(27,687,573)</u>	<u>1,622,054</u>	<u>-</u>	<u>(515,631,805)</u>
Total capital assets being depreciated, net	<u>294,983,214</u>	<u>8,105,433</u>	<u>(69,794)</u>	<u>1,138,200</u>	<u>304,157,053</u>
<b>Road Commission capital assets, net</b>	<u><u>\$ 310,266,231</u></u>	<u><u>\$ 26,018,625</u></u>	<u><u>\$ (69,794)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 336,215,062</u></u>

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

At September 30, 2022, the Road Commission discretely presented component unit had outstanding commitments through construction contracts of approximately \$42 million, of which approximately \$29.9 million was spent prior to September 30, 2022.

Capital assets activity for the Drainage Districts component unit for the year ended December 31, 2022, was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
<b>Component Unit - Drainage Districts</b>					
Capital assets, not being depreciated:					
Land	\$ 2,117,137	\$ -	\$ -	\$ -	\$ 2,117,137
Construction in progress	8,429,249	279,186	-	-	8,708,435
	<u>10,546,386</u>	<u>279,186</u>	<u>-</u>	<u>-</u>	<u>10,825,572</u>
Capital assets, being depreciated:					
Infrastructure	31,116,377	25,486	-	-	31,141,863
Less accumulated depreciation for:					
Infrastructure	<u>(25,698,107)</u>	<u>(490,711)</u>	<u>-</u>	<u>-</u>	<u>(26,188,818)</u>
Total capital assets being depreciated, net	<u>5,418,270</u>	<u>(465,225)</u>	<u>-</u>	<u>-</u>	<u>4,953,045</u>
<b>Drainage Districts capital assets, net</b>	<u>\$ 15,964,656</u>	<u>\$ (186,039)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,778,617</u>

At December 31, 2022, the Drainage Districts component unit had outstanding commitments through construction contracts of approximately \$4,800,000.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Capital assets activity for the Airport Authority component unit for the year ended December 31, 2022, was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
<b>Component Unit - Airport Authority</b>					
Capital assets, not being depreciated:					
Construction in progress	\$ 46,972,841	\$ 71,038,888	\$ -	\$ (23,143,519)	\$ 94,868,210
Capital assets, being depreciated:					
Land improvements	311,466,481	-	-	26,348	311,492,829
Buildings and improvements	324,522,299	-	(562,529)	21,136,517	345,096,287
Equipment	30,327,116	-	(262,851)	168,400	30,232,665
Systems	15,174,760	39,715	(214,509)	1,143,650	16,143,616
Office equipment and furniture	5,235,304	-	(607,542)	41,420	4,669,182
Vehicles	1,461,314	-	(39,564)	627,184	2,048,934
	<u>688,187,274</u>	<u>39,715</u>	<u>(1,686,995)</u>	<u>23,143,519</u>	<u>709,683,513</u>
Less accumulated depreciation for:					
Land improvements	(177,613,463)	(9,754,525)	-	-	(187,367,988)
Buildings and improvements	(149,008,336)	(10,875,998)	562,529	-	(159,321,805)
Equipment	(13,896,034)	(1,373,624)	262,851	-	(15,006,807)
Systems	(9,051,811)	(1,131,687)	214,509	-	(9,968,989)
Office equipment and furniture	(2,200,893)	(244,116)	607,542	-	(1,837,467)
Vehicles	(1,122,070)	(152,186)	33,522	-	(1,240,734)
	<u>(352,892,607)</u>	<u>(23,532,136)</u>	<u>1,680,953</u>	<u>-</u>	<u>(374,743,790)</u>
Total capital assets being depreciated, net	<u>335,294,667</u>	<u>(23,492,421)</u>	<u>(6,042)</u>	<u>23,143,519</u>	<u>334,939,723</u>
<b>Airport Authority capital assets, net</b>	<u>\$ 382,267,508</u>	<u>\$ 47,546,467</u>	<u>\$ (6,042)</u>	<u>\$ -</u>	<u>\$ 429,807,933</u>

As of December 31, 2022, the Airport Authority's commitments with contractors were approximately \$28,775,000.



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 8. BONDS, NOTES AND OTHER LONG-TERM LIABILITIES

Bonds, notes and other long-term liabilities activity for the year, was as follows:

	Beginning Balance*	Additions	Deductions	Ending Balance	Due Within One Year
<b>Governmental activities</b>					
General obligation bonds	\$ 107,280,000	\$ -	\$ (10,450,000)	\$ 96,830,000	\$ 10,720,000
Contracts payable from direct borrowings	3,477,308	-	(1,096,044)	2,381,264	1,097,783
Lease payable (Note 9)	248,804	-	(86,582)	162,222	73,180
SBITA payable (Note 10)	3,627,132	-	(929,353)	2,697,779	962,324
Total installment debt	114,633,244	-	(12,561,979)	102,071,265	12,853,287
Net bond premium/discount	16,029,913	-	(1,718,424)	14,311,489	1,718,425
Pollution remediation liability	24,529	-	-	24,529	24,529
Compensated absences	10,059,586	8,887,264	(8,747,547)	10,199,303	3,175,597
<b>Total governmental activities</b>	<b>\$ 140,747,272</b>	<b>\$ 8,887,264</b>	<b>\$ (23,027,950)</b>	<b>\$ 126,606,586</b>	<b>\$ 17,771,838</b>
<b>Business-type activities</b>					
General obligation bonds	\$ 5,500,000	\$ -	\$ (585,000)	\$ 4,915,000	\$ 610,000
Notes payable	19,900,000	12,700,000	(15,400,000)	17,200,000	13,000,000
Lease payable (Note 9)	85,475	-	(20,115)	65,360	20,636
Total installment debt	25,485,475	12,700,000	(16,005,115)	22,180,360	13,630,636
Net bond premium/discount	1,134,654	-	(446,899)	687,755	201,692
Landfill closure and post-closure liabilities	33,888,624	7,127,935	(656,469)	40,360,090	457,960
<b>Total business-type activities</b>	<b>\$ 60,508,753</b>	<b>\$ 19,827,935</b>	<b>\$ (17,108,483)</b>	<b>\$ 63,228,205</b>	<b>\$ 14,290,288</b>
<b>Discretely-Presented Component Units</b>					
<b>Road Commission</b>					
Michigan transportation fund bonds from direct borrowing	\$ -	\$ 18,325,000	\$ (1,605,000)	\$ 16,720,000	\$ 1,540,000
Net bond premium/discount	-	3,673,218	(64,361)	3,608,857	133,595
Compensated absences	4,727,838	1,613,949	(1,230,551)	5,111,236	2,859,178
<b>Total Road Commission</b>	<b>\$ 4,727,838</b>	<b>\$ 23,612,167</b>	<b>\$ (2,899,912)</b>	<b>\$ 25,440,093</b>	<b>\$ 4,532,773</b>

\* The County implemented the provisions of GASB Statement No. 87, *Leases*, and No. 96, *Subscription-Based Information Technology Arrangements*, in the current year. In accordance with these Statements, lease and SBITA payables have been added to the beginning balances shown above and a corresponding lease and subscription asset has been recorded for the same amount.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
<b>Discretely-Presented Component</b>					
<b>Units (Concluded)</b>					
<b>Drainage Districts</b>					
Special assessment bonds	\$ 10,220,000	\$ -	\$ (530,000)	\$ 9,690,000	\$ 555,000
Special assessment bonds from direct borrowings	2,857,000	-	(164,000)	2,693,000	165,000
Net bond premium/discount	1,330,980	-	(90,679)	1,240,301	90,679
<b>Total Drainage Districts</b>	<b>\$ 14,407,980</b>	<b>\$ -</b>	<b>\$ (784,679)</b>	<b>\$ 13,623,301</b>	<b>\$ 810,679</b>
<b>Airport Authority</b>					
Revenue bonds	\$ 215,580,000	\$ -	\$ (8,795,000)	\$ 206,785,000	\$ 9,295,000
Net bond premium/discount	40,553,856	-	(1,051,713)	39,502,143	1,051,714
<b>Total Airport Authority</b>	<b>\$ 256,133,856</b>	<b>\$ -</b>	<b>\$ (9,846,713)</b>	<b>\$ 246,287,143</b>	<b>\$ 10,346,714</b>

	Maturity Date	Interest Rate	Original Amount	Amount Outstanding
<b>Governmental activities</b>				
General obligation bonds:				
2014 Capital Improvement Refunding	12/1/2024	2.00-4.00%	\$ 4,460,000	\$ 1,025,000
2019 Capital Improvement Refunding	12/1/2030	2.00-4.00%	18,850,000	14,460,000
2016 Capital Improvement	6/1/2036	5.00%	20,675,000	16,470,000
2005 Building Authority Refunding	6/1/2026	3.625-5.50%	49,990,000	15,200,000
2017A Capital Improvement	6/1/2037	3.00-5.00%	21,930,000	18,240,000
2017B Capital Improvement Refunding	6/1/2029	2.00-5.00%	22,780,000	14,715,000
2021 Michigan Transportation Fund	9/1/2031	2.00-5.00%	18,325,000	16,720,000
			<b>\$ 157,010,000</b>	<b>\$ 96,830,000</b>
Contracts payable from direct borrowings:				
CGI agreement	5/2024	N/A	\$ 5,190,385	\$ 2,076,153
Cell phone tower agreement	Unknown	N/A	419,357	305,111
			<b>\$ 5,609,742</b>	<b>\$ 2,381,264</b>
<b>Business-type activities</b>				
General obligation bonds:				
2017 Refuse Disposal Refunding	11/1/2029	3.00-5.00%	\$ 6,600,000	\$ 4,915,000
Notes payable:				
2021 General Obligation Tax Note	4/1/2023	4.00%	\$ 15,800,000	\$ 4,500,000
2022 General Obligation Tax Note	4/1/2024	1.75-2.00%	12,700,000	12,700,000
			<b>\$ 28,500,000</b>	<b>\$ 17,200,000</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

The County issued 2021 Michigan Transportation Fund Bonds in the amount of \$18,325,000 on the behalf of the Road Commission discretely presented component unit. Under the terms of an agreement with the Road Commission, the Road Commission is to pay the County each year amounts sufficient to provide for debt service.

As part of the cell phone tower agreement the County is to make payments equal to cell tower revenue collections quarterly until the improvement balance has been paid in full.

	<b>Maturity Date</b>	<b>Interest Rate</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>
<b>Road commission discretely-presented component unit</b>				
2021 Michigan Transportation Fund Bonds	9/1/2031	2.00-5.00%	<u>\$ 18,325,000</u>	<u>\$ 16,720,000</u>
<b>Drainage district discretely-presented component unit</b>				
Special assessment drain bonds:				
2014 Grand River Floodwalls	11/1/2034	2.00-4.00%	\$ 4,550,000	\$ 3,070,000
2016 Grand River Floodwalls	11/1/2036	2.00-5.00%	8,445,000	6,620,000
2021 Cedar Springs	6/1/2041	1.00-2.10%	1,810,000	1,715,000
2021 Troy with Mosher & Farnham	6/1/2036	1.63%	<u>1,047,000</u>	<u>978,000</u>
			<u>\$ 15,852,000</u>	<u>\$ 12,383,000</u>
<b>Airport Authority discretely-presented component unit</b>				
Revenue bonds:				
2015 Airport	1/1/2035	1.50-5.00%	\$ 14,595,000	\$ 11,000,000
2015 Airport Refunding	1/1/2037	4.00-5.00%	93,930,000	78,085,000
2018 Airport Refunding	1/1/2025	5.00%	12,725,000	6,870,000
2021 Airport Refunding	1/1/2028	4.00-5.00%	19,815,000	17,180,000
2021 Airport	1/1/2051	5.00%	<u>93,650,000</u>	<u>93,650,000</u>
			<u>\$ 234,715,000</u>	<u>\$ 206,785,000</u>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Annual debt service requirements to maturity for long-term debt are as follows:

Fiscal Year Ended	Governmental Activities		Business-type Activities	
	Other Debt			
	Principal	Interest	Principal	Interest
2023	\$ 10,720,000	\$ 4,512,650	\$ 13,610,000	\$ 479,125
2024	11,250,000	3,969,975	4,835,000	242,250
2025	11,255,000	3,400,225	670,000	168,500
2026	11,805,000	2,824,450	700,000	135,000
2027	8,065,000	2,321,700	735,000	107,000
2028-2032	30,250,000	6,430,650	1,565,000	102,250
2033-2037	13,485,000	1,522,275	-	-
<b>Totals</b>	<u>\$ 96,830,000</u>	<u>\$ 24,981,925</u>	<u>\$ 22,115,000</u>	<u>\$ 1,234,125</u>

Fiscal Year Ended	Governmental Activities	
	Direct Borrowings	
	Principal	Interest
2023	\$ 1,038,077	\$ -
2024	1,038,076	-
<b>Totals</b>	2,076,153	\$ -
	<u>305,111</u>	Plus: variable payment debt less amount due within one year
	<u>\$ 2,381,264</u>	

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Fiscal Year Ended	Discretely-presented Component Units			
	Drainage Districts			
	Other Debt		Direct Borrowings	
	Principal	Interest	Principal	Interest
2023	\$ 555,000	\$ 435,846	\$ 165,000	\$ 44,491
2024	580,000	413,646	160,000	41,950
2025	600,000	389,146	160,000	39,909
2026	625,000	363,746	160,000	37,868
2027	650,000	334,846	159,000	35,835
2028-2032	3,710,000	1,206,720	799,000	140,990
2033-2037	2,970,000	336,002	730,000	68,979
2038-2041	-	-	360,000	15,075
<b>Totals</b>	<b>\$ 9,690,000</b>	<b>\$ 3,479,952</b>	<b>\$ 2,693,000</b>	<b>\$ 425,097</b>

Fiscal Year Ended	Discretely-presented Component Unit		Discretely-presented Component Unit	
	Airport Authority		Road Commission	
	Other Debt		Direct Borrowings	
	Principal	Interest	Principal	Interest
2023	\$ 9,295,000	\$ 4,458,190	\$ 1,540,000	\$ 779,990
2024	9,635,000	6,457,187	1,615,000	702,900
2025	9,980,000	8,435,262	1,695,000	622,150
2026	9,175,000	8,079,859	1,780,000	537,400
2027	9,510,000	7,732,963	1,870,000	448,400
2028-2032	41,865,000	33,020,318	8,220,000	1,053,000
2033-2037	46,340,000	23,280,588	-	-
2038-2042	20,015,000	15,342,625	-	-
2043-2047	25,545,000	9,673,625	-	-
2048-2051	25,425,000	2,619,625	-	-
<b>Totals</b>	<b>\$ 206,785,000</b>	<b>\$ 119,100,242</b>	<b>\$ 16,720,000</b>	<b>\$ 4,143,840</b>

The Kent County Building Authority bonds are backed by the limited tax, full faith and credit of the County, and debt service requirements are to be funded with lease payments.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

There are a number of limitations and restrictions contained in the various bond indentures. All revenue bonds outstanding and interest thereon are secured by a statutory first lien, subject only to prior liens, on the net revenues of the Airport Authority. In compliance with bond agreements, the Airport Authority has available a letter of credit totaling \$17,844,417, which has not been drawn upon. The letter of credit expires on December 1, 2023. In addition, all the bonds bear the limited tax pledge of the full faith and credit of the County to advance necessary amounts to meet principal and interest payments in the event that revenues of the Airport Authority are insufficient to meet requirements.

The tax notes payable are backed by the limited tax, full faith and credit of the County. Current debt service requirements are funded by the collection of delinquent tax revenues and are maintained in an enterprise fund.

Drain special assessment bonds are backed by the limited tax, full faith and credit of the County. Current debt service requirements are funded through special assessments levied against properties or governmental units deemed to benefit from these public improvements.

The compensated absences liability attributable to the governmental activities will be liquidated by the General Fund and various special revenue funds. The pollution remediation liability in governmental activities is expected to be paid from the Capital Improvement Program capital projects fund.

### ***Pledged Revenue***

The Airport Authority has pledged airport revenue as security for outstanding bonds, which were issued to provide funding for various capital projects. The Authority has committed to appropriate each year, from certain airport revenue net of related operating expenses, amounts sufficient to cover the principal and interest requirements of the debt. Total principal and interest remaining on the debt is \$325,885,242, with annual requirements ranging from \$13,753,190 in 2023 to \$6,995,625 in the final year. For the year ended December 31, 2022, there was \$8,795,000 in principal payments and interest expense totaled \$8,961,695. Net revenue pledged for debt service was approximately \$34,350,000 for the year ended December 31, 2022.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 9. LEASES

**Lessee** - The County is involved in four agreements as a lessee that qualifies as long-term lease agreements. Below is a summary of the nature of these agreements. These agreements qualify as intangible, right-to-use assets and not a financed purchases, as the County will not own the asset at the end of the contract term and the noncancelable term of the agreements surpasses one year.

The right-to-use-assets and the related activity are included in Note 7, Capital Assets. The lease liability and related activity are presented in Note 8, Bonds, Notes and Other Long-term Liabilities.

	<b>Remaining Term of Agreement</b>
<b>Asset Type</b>	
Buildings and improvements	1 year
Machinery and equipment	3 years
Vehicles	2-4 years

The assets acquired through leases are summarized as follows:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>
Building and improvements	\$ 27,500	\$ -
Machinery and equipment	83,767	-
Vehicles	137,537	85,475
Less accumulated amortization	<u>(90,098)</u>	<u>(20,933)</u>
<b>Net book value</b>	<u>\$ 158,706</u>	<u>\$ 64,542</u>

The net present value of future minimum payments as of December 31, 2022 were as follows:

<b>Year Ended December 31,</b>	<b>Governmental Activities</b>		<b>Business-type Activities</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2023	\$ 73,180	\$ 4,104	\$ 20,636	\$ 1,432
2024	66,567	1,600	21,170	898
2025	22,475	216	21,719	349
2026	-	-	1,835	4
<b>Totals</b>	<u>\$ 162,222</u>	<u>\$ 5,920</u>	<u>\$ 65,360</u>	<u>\$ 2,683</u>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

**Lessor** - The County is involved in agreements as a lessor that qualifies as long-term lease agreements. Below is a summary of these agreements. These agreements qualify as long-term lease agreements as the County will not surrender control of the assets at the end of the term and the noncancelable term of the agreements surpasses one year. Total lease revenue for the year ended December 31, 2022 was \$3,023,809.

	Remaining Term of Agreements
<b>Asset Type</b>	
Buildings and improvements	5-17 years
Machinery and equipment	17-18 years

Lease receivable activity for the year ended December 31, 2022, was as follows:

	Beginning Balance	Additions	Deductions	Ending Balance
<b>Governmental activities</b>				
Leases receivable	\$ 17,647,029	\$ -	\$ (2,249,241)	\$ 15,397,788

### ***Gerald R. Ford International Airport Authority***

The Airport Authority leases certain assets to various third parties. The assets leased include land, building facilities, and office/operating space inside the airport terminal. Additionally, the Airport Authority is party to certain regulated leases, as defined by GASB 87. The leased assets include land that the lessee uses for hangar construction and use, FBO operations, cargo facilities, hangars, terminal space, and other building facilities. Complete disclosures related to the Airport Authority's lease activity are available in its separately-issued audit report.

## 10. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)

**Subscription-Based Information Technology Arrangements** - The County is involved in eight agreements that qualify as long-term SBITA agreements. Below is a summary of the nature of these agreements. These agreements qualify as intangible, right-to-use assets and not a financed purchases, as the County will not own the asset at the end of the contract term and the noncancelable term of the agreements surpasses one year.

The right-to-use-assets and the related activity are included in Note 7, Capital Assets. The lease liability and related activity are presented in Note 8, Bonds, Notes and Other Long-term Liabilities.

	Remaining Term of Agreement
<b>Asset Type</b>	
Subscription assets	2-8 years



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

The assets acquired through SBITAs are summarized as follows:

	<b>Governmental Activities</b>
Subscription assets	\$ 3,627,132
Less accumulated amortization	<u>(982,455)</u>
<b>Net book value</b>	<b><u>\$ 2,644,677</u></b>

The net present value of future minimum payments as of December 31, 2022 were as follows:

Year Ended December 31,	Governmental Activities	
	Principal	Interest
2023	\$ 962,324	\$ 67,103
2024	773,105	38,113
2025	419,328	15,999
2026	253,544	7,326
2027	70,472	4,528
2028-2032	<u>219,006</u>	<u>5,993</u>
<b>Totals</b>	<b><u>\$ 2,697,779</u></b>	<b><u>\$ 139,062</u></b>

## 11. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is self-insured and retains the risk for deductible amounts under the County's workers' compensation, property, automobile, and certain general and public officials' liability programs. The County purchases commercial insurance for claims in excess of retention deductible amounts of \$1,000,000 for general liability, \$600,000 for each workers' compensation claim and \$100,000 for each property damage claim, up to various maximum and aggregate policy limits. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years. There have been no significant changes in insurance coverage from the prior year. The County is also self-insured for dental and medical benefits provided to employees who meet certain eligibility requirements.

The County manages its risks internally and has set aside assets for claim settlement in its Risk Management and Employee Benefits internal service funds. These funds allocate the cost of providing claims servicing and claims payments by charging a "premium" to each fund based upon various allocation bases. This charge considers recent trends in actual claims experience of the County as a whole and makes provision for catastrophic losses.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Risk Management and Employee Benefits internal service funds liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an accumulation of case estimates for losses reported prior to the close of the accounting period and estimates for claims that have been incurred but not reported (including future claim adjustment expenses) based on past loss experience and consideration of current claim trends, as well as prevailing social, economic and local conditions. Estimated amounts of salvage and subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims.

Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

Changes in the balances of claims liabilities are as follows:

	Employee Benefits		
	Health	Dental	Unemployment
Estimated liability, January 1, 2021	\$ 978,448	\$ 127,110	\$ -
Estimated claims incurred	22,791,611	1,641,120	5,372
Claim payments	(22,845,392)	(1,644,359)	(5,372)
Estimated liability, December 31, 2021	924,667	123,871	-
Estimated claims incurred	25,651,216	1,722,136	47,462
Claim payments	(24,975,316)	(1,713,856)	(47,462)
<b>Estimated liability, December 31, 2022</b>	<b>\$ 1,600,567</b>	<b>\$ 132,151</b>	<b>\$ -</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

	Risk Management		
	Property and Liability	Workers' Compensation	Sick and Accident Plan
Estimated liability, January 1, 2021	\$ 2,557,759	\$ 346,282	\$ -
Estimated claims incurred	2,548,767	344,214	703,838
Claim payments	<u>(1,778,701)</u>	<u>(343,807)</u>	<u>(703,838)</u>
Estimated liability, December 31, 2021	3,327,825	346,689	-
Estimated claims incurred	1,351,255	241,452	599,695
Claim payments	<u>(2,592,825)</u>	<u>(393,448)</u>	<u>(599,695)</u>
<b>Estimated liability, December 31, 2022</b>	<b><u>\$ 2,086,255</u></b>	<b><u>\$ 194,693</u></b>	<b><u>\$ -</u></b>

The Department of Public Works is included in the County's self-insurance program, although separate insurance coverage is maintained for some enterprise-specific operations.

## 12. PROPERTY TAXES

County General Fund property taxes are levied on July 1 of each year (the lien date) and are due in full by September 14, though they do not become delinquent until March 1 of the following year. For levies other than the General Fund, the lien date is December 1.

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.

The taxable value of real and personal property for 2022, for which revenue was recognized in the General Fund, was \$28,356,730,292. The general operating tax rate for this levy was 4.1310 mills. The taxable value of real and personal property for 2021, for which revenue was recognized in all other funds, was \$26,484,553,512. The tax rates for these levies were 0.7645 mills for Correction and Detention operations and debt service related to the expansion of facilities, 0.4842 mills assessed for services provided to senior citizens, 0.0482 mills assessed for services provided to veterans, 0.4261 mills assessed for the zoo and museum and 0.2441 mills assessed for early childhood development.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Tax Abatements*

The County property tax revenues during 2022 were reduced by Industrial Property Tax abatement programs and Brownfield Redevelopment Agreements entered into by other taxing jurisdictions within the County. Accordingly these agreements meet the criteria of “tax abatements” under GASB Statement No. 77.

Industrial property tax abatements are granted in the State of Michigan under Public Act 198, as amended, to promote economic development, creation of jobs, and new or improved facilities. The industrial facilities tax (IFT) exemption must be approved by both the local unit (after a public hearing is held) and the State of Michigan. IFT exemptions can cover real and/or personal property. By State law, the exemption must be applied for no later than six months after commencement of the project, and must be accompanied by a written agreement between the taxpayer and the local unit. An exemption allows for taxation on IFT property at 50% of the local property tax millage rate for a period of 1 to 12 years. Property taxes abated by the County in 2022 amounted to \$1,089,438.

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. These abatements amounted to approximately \$1,514,692 in reduced tax revenues to the County for the fiscal year 2022.

Local governments within Kent County use Payment in Lieu of Taxes (PILOT) Programs that are designed to provide tax abatements primarily for owners of low to moderate income multi-family housing units. Under this program the local governments establish ordinances and enter into agreements that allow the low to moderate multi-family housing unit property owners to make payments at lower amounts than would have been otherwise due in the normal course of property tax collection. The County has estimated the PILOT abatement impact amounted to \$751,959 for the year.

## 13. CONTINGENT LIABILITIES

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County and its Corporate Counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the County. Due to recent court settlements related to sales of auctioned/foreclosed properties the County has estimated a maximum potential impact of \$3.4 million. The County has estimated actual claims to be \$1.2 million which has been recorded as an accrued liability at December 31, 2022. The remaining \$2.2 million is considered a contingent liability at year end.

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

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

In March 2018, the Gerald R. Ford International Airport Authority was approached by the Michigan Department of Environmental Quality (MDEQ) Remediation and Redevelopment Division, Grand Rapids District Office, regarding historical use of firefighting foam. In response, the Authority began a stepwise approach to further understand the use of aqueous film-forming foam (AFFF) at the airport. Use is generally summarized as follows from our April 13, 2018 response to the MDEQ: "Firefighting materials at the airport (and all U.S. commercial airports) are specified and regulated by the Federal Aviation Administration. The military specification (Mil-Spec) specifying which aqueous film-forming foam is permitted to be used pursuant to FAA regulations has changed over time. The latest Mil-Spec from September 2016 requires AFFF formulations, and the immediately prior formulation contained some form of per- and polyfluoroalkyl substances (PFAS)." There are three main scenarios in which AFFF may be used at an airport: training, equipment testing, and to extinguish fuel-fed fires. The Authority has utilized best practices to meet FAA regulations in all of these use scenarios. Following the April 2018 letter, the Authority fostered a collaborative effort with regulatory agencies, including the Michigan Department of Environment, Great Lakes, and Energy (EGLE - formerly the MDEQ), Michigan Department of Health and Human Services, and the Kent County Health Department and conducted numerous water and soil tests in the vicinity of a former on-site firefighter training area. This investigation has continued through 2022 and a settlement agreement was reached between Cascade Charter Township ("Township") and the Authority, effective April 26, 2023. The agreement states that the Authority is obligated to reimburse the Township in the amount of \$515,000 for temporary drinking water relief the Township is providing to affected residents as well as approximately \$1.6 million for capital costs associated with upgrades to the municipal water system that will be made in 2023 and 2024.

#### 14. BENEFIT PLANS

##### *Kent County Employees' Retirement Plan*

The County sponsors and administers the Kent County Employees' Retirement Plan (the "Plan"), a single-employer, defined benefit pension plan, which covers all employees of Kent County, except employees of the Road Commission and Airport Authority. The Plan was established by the Kent County Board of Commissioners and is administered by a seven member Board called the Kent County Employees' Retirement Plan Pension Board (referred to herein as the "Board of Trustees"). The Board is comprised of the Chairperson of the Finance Committee of the Commissioners, one other Commissioner appointed by the Board of Commissioners, three employees covered by the Plan, and two residents of the County that are independent of the County and the Plan. Employee contribution requirements were established and may be amended subject to collective bargaining agreements and approval by the Kent County Board of Commissioners. The Plan provides retirement, disability and death benefits to plan members and their beneficiaries. It is accounted for as a separate pension trust fund. Stand-alone financial reports are issued that include financial statements and required supplementary information for the Plan, which may be obtained from the County of Kent Human Resources Department, 300 Monroe Ave. N.W., Grand Rapids, MI 49503-2222.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Plan members hired through December 31, 2010 are eligible to receive pension benefits upon retirement at age 60 with 5 years of service or at any age with 25 years of service. Members hired on or after January 1, 2011 (January 1, 2012 for the Teamsters-Parks, Circuit Court Referees, and Teamsters-Public Health Nurses) are eligible at age 62 with 5 years of service or at age 60 (55 for captains and lieutenants) with 25 years of service. Members of the KCDSA bargaining unit hired on or after January 1, 2013 are eligible to receive this benefit at age 60 with 5 years of service or age 50 with 25 years of service. An early retirement option is offered for retirement at age 55 with 15 or more years of service. Members of the FOP bargaining unit hired on or after January 1, 2015 are eligible to receive this benefit at age 60 with 5 or more years of service or age 50 with 25 years of service. An early retirement option is offered for retirement at age 55 with 15 or more years of service.

Cost-of-living adjustments (COLAs) vary based on bargaining unit and hire date and range from 1%-3%.

*Benefits Provided.* Employees who retire with minimum age and years of service requirements are entitled to annual retirement benefits, payable in monthly installments for life, in an amount equal to a percentage of their final average compensation times years of credited service.

*Employees Covered by Benefit Terms.* At December 31, 2022, plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	1,664
Terminated employees entitled to but not yet receiving benefits	249
Vested and non-vested active participants	<u>1,563</u>
<b>Total membership</b>	<b><u>3,476</u></b>

### **Contributions**

*Employee Contributions.* After meeting eligibility requirements, active plan members are required to contribute to the Plan based on their bargaining unit or management group contribution rate. The variable rate was 8.71% for the year ended December 31, 2022. The additional amounts paid by the members of the three unions covering public safety officers are a fixed amount added to the variable rate and ranged from 1.75%-3.50%.

*Employer Contributions.* The County's funding policy provides for periodic employer contributions at actuarially determined rates that are expressed as percentages of annual covered payroll, and are designed to accumulate sufficient assets to pay benefits when due. The County's contribution rate for the year ended December 31, 2022, was 8.82% of projected valuation payroll. The normal cost and amortization payment were determined using an entry-age actuarial funding method. Unfunded actuarial accrued liabilities are being amortized as a level percent of payroll over a closed period of 18 years.

*Investment Policy.* The plan's policy in regard to the allocation of invested assets is established and may be amended by the Board of Trustees. The investment policy has been formulated based on consideration of a wide range of policies and describes the prudent investment process that the Board deems appropriate. The Plan's asset allocation policy is detailed below.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

*Rate of Return.* For the year ended December 31, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -13.17%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Concentrations.* Information on the Plan's concentration of credit risk policy and compliance with that policy at December 31, 2022 is disclosed in Note 3 to the separately issued financial statements.

*Net Pension Liability.* The components of the net pension liability of the County at December 31, 2022, were as follows:

Total pension liability	\$ 1,088,736,683
Plan fiduciary net position	<u>957,748,728</u>
County's net pension liability	<u>\$ 130,987,955</u>
Plan fiduciary net position as percentage of total pension liability	87.97%

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation as of December 31, 2021 (rolled forward to December 31, 2022), using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.5% (price inflation of 2.5%)
Salary increases	3.5%-10.5%, including inflation
Investment rate of return	6.50%

Mortality rates were based on the RP-2014 Combined Healthy Mortality Tables with 2-dimensional, fully generational improvements projected with the MP-2018 Mortality Improvement Scales.

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of an actuarial experience study dated November 8, 2018.

## COUNTY OF KENT, 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-estimate ranges of expected future real rates of return (expected returns, net of pension plan 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 pension plan's target asset allocation as of December 31, 2022 (see the discussion of the pension plan's investment policy in Note 2) are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
Core bonds	10.00%	2.58%	0.26%
Multi-sector fixed income	8.00%	3.54%	0.28%
Absolute return	5.00%	3.25%	0.16%
U.S. large cap equity	25.00%	7.17%	1.79%
U.S. small cap equity	10.00%	8.61%	0.86%
International developed equity	15.00%	8.06%	1.21%
Emerging market equity	5.00%	9.33%	0.47%
Private equity	10.00%	10.55%	1.06%
Core real estate	5.00%	6.54%	0.33%
Value add real estate	5.00%	8.04%	0.40%
Infrastructure	2.00%	9.54%	0.19%
	<u>100.00%</u>		7.01%
Inflation			2.75%
Risk adjustment			<u>-3.26%</u>
<b>Investment rate of return</b>			<u><u>6.50%</u></u>

*Discount Rate.* The discount rate used to measure the total pension liability was 6.50%. 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 Plan 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 available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

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

	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (Asset) (a) - (b)</b>
Balances at December 31, 2021	\$ 1,049,564,821	\$ 1,137,038,674	\$ (87,473,853)
Changes for the year:			
Service cost	21,725,306	-	21,725,306
Interest on total pension liability	67,228,999	-	67,228,999
Differences between expected and actual experience	2,487,928	-	2,487,928
Employer contributions	-	9,856,852	(9,856,852)
Employee contributions	-	10,908,114	(10,908,114)
Net investment loss	-	(147,051,611)	147,051,611
Benefit payments	(51,159,393)	(51,159,393)	-
Administrative expenses	-	(732,930)	732,930
Refunds of contributions	(1,110,978)	(1,110,978)	-
Net changes	39,171,862	(179,289,946)	218,461,808
<b>Balances at December 31, 2022</b>	<b>\$ 1,088,736,683</b>	<b>\$ 957,748,728</b>	<b>\$ 130,987,955</b>

*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 6.50%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

	<b>1% Decrease (5.50%)</b>	<b>Current Discount Rate (6.50%)</b>	<b>1% Increase (7.50%)</b>
County's net pension liability	\$ 283,622,872	\$ 130,987,955	\$ 9,648,654

*Pension Plan Fiduciary Net Position.* Detailed information about the pension plan's fiduciary net position is available in the combining statements of fiduciary net position and changes in fiduciary net position in the supplementary information section of this report.

# COUNTY OF KENT, 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, 2022, the County recognized pension expense of \$41,378,622. The pension liability attributable to the governmental activities will be liquidated by the General Fund and substantially all the special revenue funds. At December 31, 2022, the County reported pension-related deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	\$ 6,680,223	\$ 1,127,195	\$ 5,553,028
Changes in assumptions	18,892,254	-	18,892,254
Net difference between projected and actual earnings on pension plan investments	101,405,279	-	101,405,279
Changes in proportion and share of contributions	346,109	346,109	-
<b>Total</b>	<u>\$ 127,323,865</u>	<u>\$ 1,473,304</u>	<u>\$ 125,850,561</u>

Amounts reported as pension-related deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year Ended December 31,	Amount
2023	\$ 11,950,651
2024	31,308,530
2025	38,237,797
2026	<u>44,353,583</u>
<b>Total</b>	<u>\$ 125,850,561</u>

*Payable to the Pension Plan.* At December 31, 2022, the County reported a payable of \$1,257,085 to the pension plan.

### **Road Commission Component Unit**

The Road Commission provides retirement benefits to full-time employees through 401(k) and 457(b)(2) plans. The Road Commission also participates in a defined benefit pension plan with the Municipal Employee's Retirement System of Michigan (MERS). The defined benefit plan is closed to new hires. Complete disclosures related to the Road Commission's retirement plans are available in its separately-issued audit report.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Gerald R. Ford International Airport Authority*

The Airport Authority participates in the Municipal Employees' Retirement System of Michigan (MERS), an agent multiple-employer defined benefit pension plan. Complete disclosures related to the Airport Authority's participation in MERS are available in its separately-issued audit report.

## 15. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

### *Kent County Voluntary Employees' Beneficiary Association*

*Plan Description.* The County administers a single-employer defined benefit healthcare plan (the "Plan") accounted for in the VEBA Trust Fund. In addition to the retirement benefits described in Note 14, the Plan provides health benefits to certain retirees, which are advance funded on an actuarial basis. Stand-alone financial reports are issued that include financial statements and required supplementary information for the Plan, which may be obtained from the County of Kent Fiscal Services Department, 300 Monroe Ave. N.W., Grand Rapids, MI 49503-2221.

*Benefits Provided.* The County provides a fixed monthly dollar subsidy of up to \$400 (\$350 for retirees before December 31, 2018) to be used by retirees toward health insurance premiums in a County-sponsored insurance plan. In addition, the County provides an implicit subsidy due to having one premium based on a blended rate that treats current employees, retirees, eligible beneficiaries and dependents as one homogeneous group. The implicit subsidy is factored into the actuarial computation of the OPEB liability. Effective 2016, the Collective Bargaining groups have begun to place retirees into separate groups for premium rating purposes for employees who were hired on or after January 1, 2016 (January 1, 2015 for Circuit Court Referees, FOP and Teamsters Parks; and July 1, 2016 for TPOAM and KCDSA).

Membership of the Plan consisted of the following at December 31, 2022:

Retirees and beneficiaries receiving benefits	770
Active plan members	<u>1,564</u>
<b>Total</b>	<u><u>2,334</u></u>

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

*Contributions.* The contribution requirements of the Plan members and the County are established and may be amended by the County Board of Commissioners, in accordance with County policies, collective bargaining agreements, and Plan provisions. The Plan covers the Management Pay Plan, both exempt and non-exempt, elected officials, and ten collective bargaining units. Retirees and their beneficiaries are eligible for postemployment healthcare benefits if they are receiving a pension from the Kent County Employees' Retirement Plan. The County's funding policy provides for periodic employer contributions at actuarially determined rates that are expressed as percentages of annual covered payroll, and are designed to accumulate sufficient assets to pay benefits when due. The County's required cash contribution rate for the year ended December 31, 2022 was 3.04% of projected valuation payroll. For the year ended December 31, 2022, the County contributed \$6,919,582, including cash contributions of \$5,263,756 and an implicit rate subsidy (which did not require cash) of \$1,655,826. Cash payments included \$2,089,370 for current premiums and an additional \$3,174,386 to prefund benefits.

Retirees are responsible for reimbursing the County for the cost of premiums for the selected level of coverage in excess of the subsidy. The retiree's share of premiums can be deducted automatically from their monthly pension distribution, or paid directly to the County Treasurer. Since retirees must participate in one of the County's health insurance plans in order to receive the benefit, the entire cost of retiree health care premiums is accounted for in the County's health insurance internal service fund. Retiree reimbursements are reported as operating revenue in the internal service fund. On a quarterly basis, the total amount of retiree subsidies for the previous period is billed to the VEBA. This portion of premium costs, which includes the County subsidy only, comprises the entire amount of benefit payments in the Statement of Changes in Fiduciary Net Position.

*Investment Policy.* The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Board of Trustees. The investment policy has been formulated based on consideration of a wide range of policies and describes the prudent investment process that the Board deems appropriate. The Plan's asset allocation policy is detailed below.

*Rate of Return.* For the year ended December 31, 2022, the annual money-weighted rate of return on investments, net of investment expense, was -14.07%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Concentrations.* Information on the Plan's concentration of credit risk policy and compliance with that policy at December 31, 2022 is disclosed in Note 3 to the separately issued financial statements.

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

*Net OPEB Liability.* The components of the net OPEB liability of the Plan at December 31, 2022, were as follows:

Total OPEB liability	\$ 66,706,364
Plan fiduciary net position	<u>44,330,003</u>
<b>County's net OPEB liability</b>	<b><u>\$ 22,376,361</u></b>
Plan fiduciary net position as percentage of total OPEB liability	66.46%

*Actuarial Assumptions.* The total OPEB liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, Closed
Remaining amortization period	19 years
Asset valuation method	Smoothed fair value
Price inflation	2.5%
Salary increases	3.5% to 10.5%, including inflation
Investment rate of return	6.50%, net of OPEB plan investment expense, including inflation
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to the January 1, 2013 – December 31, 2017 Experience Study for the Retirement Plan and Trust.
Mortality	The RP-2014 Mortality Tables with 2-dimensional, fully generational improvements projected with the MP-2018 Mortality Improvement Scales. These tables were first used for the December 31, 2018 valuation.
Health care trend rates	Non-Medicare trend starting at 7.50% gradually decreasing to an ultimate trend rate of 4.50%. Medicare trend starting at 5.75% gradually decreasing to an ultimate trend rate of 4.50%.
Aging factors	The tables used in developing the retiree premium are based on a recent Society of Actuaries study of health costs.

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

*Long-term Expected Rate of Return.* The long-term expected rate of return on VEBA 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 VEBA plan 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 VEBA plan's target asset allocation as of December 31, 2022 (see the discussion of the VEBA plan's investment policy in Note 2) are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
Core bonds	15.00%	2.58%	0.39%
Multi-sector fixed income	15.00%	3.54%	0.53%
Liquid absolute return	5.00%	3.25%	0.16%
U.S. large cap equity	30.00%	7.17%	2.15%
U.S. small cap equity	10.00%	8.61%	0.86%
Non U.S. equity	20.00%	8.29%	1.66%
Core real estate	5.00%	6.54%	0.33%
	<u>100.00%</u>		6.08%
Inflation			2.50%
Risk adjustment			<u>-2.08%</u>
<b>Investment rate of return</b>			<u><u>6.50%</u></u>

*Discount Rate.* The discount rate used to measure the total OPEB liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that contributions will be made at the current contribution rate and that Plan contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the VEBA 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 VEBA plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

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

	<b>Total OPEB Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net OPEB Liability (a) - (b)</b>
Balances at December 31, 2021	\$ 67,997,078	\$ 48,174,698	\$ 19,822,380
Changes for the year:			
Service cost	1,364,355	-	1,364,355
Interest on total OPEB liability	4,342,433	-	4,342,433
Differences between expected and actual experience	(3,252,306)	-	(3,252,306)
Employer contributions	-	6,919,582	(6,919,582)
Net investment loss	-	(6,962,505)	6,962,505
Benefit payments, including refunds of employee contributions	(3,745,196)	(3,745,196)	-
Administrative expense	-	(61,288)	61,288
Other	-	4,712	(4,712)
Net changes	<u>(1,290,714)</u>	<u>(3,844,695)</u>	<u>2,553,981</u>
<b>Balances at December 31, 2022</b>	<u>\$ 66,706,364</u>	<u>\$ 44,330,003</u>	<u>\$ 22,376,361</u>

*Sensitivity of the Net OPEB Liability to Changes in the Discount Rate.* The following presents the net OPEB liability of the County, calculated using the discount rate of 6.50%, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1% lower (5.50%) or 1% higher (7.50%) than the current rate:

	<b>1% Decrease (5.50%)</b>	<b>Current Discount Rate (6.50%)</b>	<b>1% Increase (7.50%)</b>
County's net OPEB liability	\$ 29,411,363	\$ 22,376,361	\$ 16,325,579

## COUNTY OF KENT, MICHIGAN

### Notes to Financial Statements

*Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate Assumption.* The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (6.50% decreasing to 3.50%) or 1% higher (8.50% increasing to 5.50%) than the current healthcare cost trend rates:

	<b>1% Decrease (6.50% Decreasing to 3.50%)</b>	<b>Healthcare Cost Trend Rates (7.50% to 4.50%)</b>	<b>1% Increase (8.50% Decreasing to 5.50%)</b>
County's net OPEB liability	\$ 19,084,078	\$ 22,376,361	\$ 25,980,929

*OPEB Plan Fiduciary Net Position.* Detailed information about the OPEB plan's fiduciary net position is available in the combining statements of fiduciary net position and changes in fiduciary net position in the supplementary information section of this report.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Other Postemployment Benefit Obligations.* For the year ended December 31, 2022, the County recognized OPEB expense of \$3,403,940. The OPEB liability attributable to the governmental activities will be liquidated by the General Fund and substantially all the special revenue funds. At December 31, 2022, the County reported OPEB-related deferred outflows of resources and deferred inflows of resources from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net Deferred Outflows (Inflows) of Resources</b>
Difference between expected and actual experience	\$ 2,602,218	\$ 5,224,865	\$ (2,622,647)
Changes in assumptions	1,581,173	-	1,581,173
Net difference between projected and actual earnings on OPEB plan investments	5,207,031	-	5,207,031
Changes in proportion and share of contributions	1,219,025	1,219,025	-
<b>Total</b>	<b>\$ 10,609,447</b>	<b>\$ 6,443,890</b>	<b>\$ 4,165,557</b>



# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

Amounts reported as OPEB-related deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year Ended December 31,	Amount
2023	\$ 18,605
2024	729,147
2025	1,790,540
2026	1,917,219
2027	120,248
Thereafter	<u>(410,202)</u>
<b>Total</b>	<b><u>\$ 4,165,557</u></b>

*Payable to the OPEB Plan.* At December 31, 2022, the County reported a payable of \$308,151 to the VEBA plan.

### ***Road Commission Component Unit***

The Road Commission provides a defined benefit healthcare plan (the "Plan"), to certain retirees and their beneficiaries. Complete disclosures related to the Road Commission's other postemployment benefits plan are available in its separately-issued audit report.

### ***Gerald R. Ford International Airport Authority***

The Airport Authority contributes to a retiree health care savings account on behalf of eligible employees. The Airport Authority contributions total \$3,000 per year and employees are required to contribute 1% of covered payroll. Complete disclosures related to the Airport's retiree healthcare savings plan are available in its separately-issued audit report.

## 16. DEFERRED COMPENSATION PLAN

The County offers a supplemental retirement program in accordance with Section 457 of the Internal Revenue Code (IRC) that will provide for payments on retirement, as well as death benefits in the event of death prior to retirement. The benefits of the Plan assets are held in trust for the exclusive benefit of participants and their beneficiaries.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 17. FUND BALANCES - GOVERNMENTAL FUNDS

Detailed information on fund balances of governmental funds is as follows:

	General Fund	Coronavirus	Public Improvement	Nonmajor Funds	Total
<b>Nonspendable</b>					
Inventories	\$ 84,368	\$ -	\$ -	\$ 210,368	\$ 294,736
Prepays	1,620,276	-	-	294,675	1,914,951
Long-term advances	1,036,839	-	-	-	1,036,839
<b>Total nonspendable</b>	<b>2,741,483</b>	<b>-</b>	<b>-</b>	<b>505,043</b>	<b>3,246,526</b>
<b>Restricted</b>					
Fire prevention	-	-	-	456,317	456,317
Correction and detention facilities	-	-	-	7,695,322	7,695,322
Senior services	-	-	-	949,761	949,761
Register of deeds automation	-	-	-	518,163	518,163
Children's services	-	-	-	7,381,446	7,381,446
Indigent defense	-	-	-	8,509,709	8,509,709
Concealed pistol license	-	-	-	735,549	735,549
Correction officer training	-	-	-	542,656	542,656
Drug forfeiture	-	-	-	480,590	480,590
Grant programs	-	212,291	-	867,154	1,079,445
Veterans' services	-	-	-	351,029	351,029
Capital projects	-	-	51,650,204	-	51,650,204
Convention/arena debt service or capital improvements	-	-	-	9,009,372	9,009,372
<b>Total restricted</b>	<b>-</b>	<b>212,291</b>	<b>51,650,204</b>	<b>37,497,068</b>	<b>89,359,563</b>
<b>Committed</b>					
Economic stabilization	27,162,243	-	-	-	27,162,243
<b>Assigned</b>					
Future purchase orders	232,182	-	-	-	232,182
Children's services	-	-	-	249,999	249,999
Child support enforcement	-	-	-	250,002	250,002
Health services	-	-	-	486,107	486,107
Grant programs	-	-	-	3,386,192	3,386,192
Debt service	-	-	-	1,738,012	1,738,012
Coronavirus relief	-	1,853,962	-	-	1,853,962
<b>Total assigned</b>	<b>232,182</b>	<b>1,853,962</b>	<b>-</b>	<b>6,110,312</b>	<b>8,196,456</b>
<b>Unassigned</b>	<b>56,774,430</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>56,774,430</b>
<b>Total fund balances, governmental funds</b>	<b>\$ 86,910,338</b>	<b>\$ 2,066,253</b>	<b>\$ 51,650,204</b>	<b>\$ 44,112,423</b>	<b>\$ 184,739,218</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 18. NET INVESTMENT IN CAPITAL ASSETS

The composition of the County's net investment in capital assets as of December 31, 2022, was as follows:

	Governmental Activities	Business-type Activities	Component Units
Capital assets:			
Capital assets not being depreciated/amortization	\$ 108,869,909	\$ 14,437,844	\$ 137,751,791
Capital assets being depreciated/amortization, net	207,755,612	45,778,033	644,049,821
	<u>316,625,521</u>	<u>60,215,877</u>	<u>781,801,612</u>
Related debt:			
Total bonds, notes and other liabilities	102,071,265	22,180,360	235,888,000
Retainage payable	1,002,210	36,843	11,204,652
Less: bonds issued for KCDA owned assets	(18,240,000)	-	-
Less: bonds issued for Road			
Commission owned assets	(16,720,000)	-	-
Net premium/discount	14,311,489	687,755	44,351,301
Less: premium issued for KCDA owned assets	(2,339,446)	-	-
Less: premium issued for Road			
Commission owned assets	(3,237,412)	-	-
Deferred charge on advance refunding	(625,370)	(186,685)	(3,278,721)
Unexpended bond proceeds	-	-	(75,242,897)
Less: notes payable and net premium related to tax settlement	-	(17,318,367)	-
	<u>76,222,736</u>	<u>5,399,906</u>	<u>212,922,335</u>
<b>Net investment in capital assets</b>	<u><u>\$ 240,402,785</u></u>	<u><u>\$ 54,815,971</u></u>	<u><u>\$ 568,879,277</u></u>

### 19. COMMITMENTS AND CONTINGENCIES

#### *Landfill Closure and Post-closure Care*

The Department of Public Works (DPW) has certain financial requirements related to closure and postclosure care of the landfills it operates. In relation to those requirements, the DPW has a surety bond totaling \$2,100,000 with the Michigan Department of Environment, Great Lakes and Energy as a beneficiary. The surety bond has not been drawn on at December 31, 2022. The DPW has recorded a liability of \$10,552,440 related to the Kentwood landfill, \$28,400,000 for the South Kent Landfill, and \$1,407,650 for the Sparta Landfill, as discussed below.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

During 2008, the County purchased a parcel of land that included an unclosed landfill. This property is adjacent to one of the County's parks and is intended to be used as such after remediation. The remaining liability as of December 31, 2022 was \$24,529.

### Kentwood Landfill

Kent County took over operation of the Kentwood Landfill from the City of Kentwood in 1971. The site was capped and closed in 1976 and has been identified by the Environmental Protection Agency (EPA) as a "superfund". The County and the City of Kentwood entered into an agreement with the EPA in 1991 for remedial action to address the contamination. The County and the City of Kentwood were named as potentially responsible parties at 80% and 20%, respectively. The expected future cost of post-closure care is \$13,190,548 of which the County has recorded a liability for its 80% share of \$10,552,440. The EPA is conducting an on-site review to assess remedial action every five years. The next review is scheduled for 2024. Cleanup and monitoring efforts are on-going and are expected to extend through the year 2057.

### South Kent Landfill

State and federal laws and regulations require the DPW to place a final cover on the South Kent landfill site when waste is no longer accepted and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the DPW reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each financial statement date. The estimated liability for closure and post-closure care was \$28,400,000 at December 31, 2022. The liability represents the cumulative amount reported to date based on the use of 80.37% of the estimated capacity of the landfill as of December 31, 2022. The DPW will recognize the remaining estimated cost of the closure and post-closure care of \$6,977,991 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2022, less expenses paid. The DPW expects the current permitted area of the landfill to be at capacity in 2029 for ash and solid waste. Actual costs may be higher due to inflation, changes in technology or changes in regulations, and an annual adjustment may be required.

The DPW is required by state and federal laws and regulations to make annual contributions to a trust to finance closure and postclosure care. The DPW is in compliance with these requirements, and, at December 31, 2022, investments of \$2,870,968 are held for these purposes. These are reported as restricted assets on the statement of net position.

### Sparta Landfill

The Sparta landfill site was capped and closed in 1995 and has been identified by the EPA as a "superfund". The County entered into an agreement with the EPA in 2000 for remedial action to address the contamination. The expected future cost of post-closure care is \$1,407,650. The EPA is conducting an on-site review to assess remedial action every five years. The next review is scheduled for 2027. Cleanup and monitoring efforts are on-going and are expected to extend through the year 2032.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Commitments*

#### Department of Public Works

The Department of Public Works has also entered into a management agreement to operate the Waste-to-Energy Facility (the "Facility") through the year 2023. The monthly service fee to be paid to the contractor is based on multiple calculations, including an operation and maintenance charge (based on processed waste in tons), pass-through costs, energy payments (based on number of kilowatt hours of net electricity sold), and monthly damages, if any.

The Department of Public Works has committed \$5,998,103 of net position related to waste-to-energy operations.

#### John Ball Zoological Corporation

The County executed a lease and operating agreement with the John Ball Zoological Corporation (the "Zoo Corporation"), a nonprofit corporation, for management of the John Ball Zoo. The County retained ownership of all real property which is being used by the Zoo Corporation for an initial period of 20 years, through December 31, 2034. All personal property and zoo collections, unless otherwise specified in the agreement, became the property of the Zoo Corporation for the term of the agreement. The lease rental rate is \$20 for the entire term of the agreement. This lease is a non-exchange agreement as there is a nominal fee which does not represent an exchange or exchange-like transaction. The lease is renewable for two additional 20-year periods. As compensation for management and maintenance of the zoological gardens, the County pays an annual management fee to the Zoo Corporation. In November 2016, the voters approved a 10-year property tax millage for the Zoo Corporation and Grand Rapids Public Museum. Per the terms of the management agreement, the annual management fee is reduced by any voter-approved property tax millage. Accordingly, the County does not expect to pay a management fee for years 2023-2026. Future minimum commitments are as follows:

<b>Year Ended December 31,</b>	<b>Amount</b>	<b>Covered by Property Tax Millage</b>	<b>Commitment</b>
2023	\$ 2,000,000	\$ (2,000,000)	\$ -
2024	2,000,000	(2,000,000)	-
2025	2,000,000	(2,000,000)	-
2026	2,000,000	(2,000,000)	-
2027	2,000,000	-	2,000,000
2028-2032	10,000,000	-	10,000,000
2033-2034	4,000,000	-	4,000,000
<b>Total</b>	<b>\$ 24,000,000</b>	<b>\$ (8,000,000)</b>	<b>\$ 16,000,000</b>

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### Grand Rapids Whitewater, Inc.

The County has entered into an agreement with Grand Rapids Whitewater, Inc. (GRWW) a Michigan non-profit. GRWW has developed the Restore the Rapids project, which is a plan to restore the Grand River rapids generally from the Ann Street bridge downriver to Fulton Street bridge. The County has committed to contributing a total of \$1,400,000 to the project (\$500,000 was paid in 2020 and \$900,000 is anticipated to be paid in future years based on completion milestones).

### ***Convention Facility Commitment – Primary Government***

Under the terms of a contract with the City of Grand Rapids and County of Kent Joint Building Authority, the County and the City are jointly liable for payments equal to certain bond obligations of the Authority for a convention facility. Annual payments to the Authority are to be funded with lodging excise tax revenue, accounted for in the lodging excise tax special revenue fund. Expenses under this agreement amounted to \$8,280,350 for the year ended December 31, 2022.

Under the terms of agreements with the City of Grand Rapids and County of Kent Joint Building Authority, the County is obligated to use lodging excise tax revenues to pay principal and interest on selected bonds issued by the Joint Building Authority. At December 31, 2022, there are two such bond issues of the Joint Building Authority dated November 29, 2001 and May 15, 2013, with balances of \$20,719,324 and \$310,000, respectively. The County becomes liable for the debt in the event that lodging excise tax revenue is not sufficient to lease obligations. Future minimum rental commitments are as follows:

<b>Year Ended December 31,</b>	<b>Amount</b>
2023	\$ 8,582,400
2024	8,575,000
2025	8,900,000
2026	9,240,000
2027	9,595,000
2028-2031	<u>42,165,000</u>
<b>Total</b>	<b><u>\$ 87,057,400</u></b>

## 20. SUBSEQUENT EVENTS

### ***Delinquent Tax Anticipation Notes***

In May 2023, the County issued \$13,130,000 in general obligation limited tax notes in the Delinquent Tax Revolving enterprise fund. Similar notes are issued each year in order to fund the purchase of delinquent taxes from local taxing authorities (including other funds of the County).

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### *Gerald R. Ford International Airport Authority*

In April, 2023, the Airport Authority issued \$159.4 million in Series 2023A Revenue Bonds. These bonds were issued to provide funds to pay a portion of the costs of certain capital acquisitions and improvements at the Airport Authority and make deposits to Bond Reserve Accounts. The bonds are made up of various components with maturity dates ranging from 5 to 30 years at fixed interest rates ranging from 4.6% to 5.5%.

## 21. OPIOID SETTLEMENT

The County is part of a \$21 billion nationwide settlement reached in July 2021 to resolve all Opioids litigation brought by states and local political subdivisions against the three largest pharmaceutical distributors: McKesson, Cardinal Health, and AmerisourceBergen (Distributors), and a \$5 billion nationwide settlement with manufacturer Janssen Pharmaceuticals, Inc. and its parent company Johnson & Johnson (Janssen). The term of the settlement varies by entity; however, the County expects to receive eighteen (18) installments from the Distributors with the first two installments being paid early in 2023 in the amount of \$626,524 and the remaining 16 installments expected to be made annually beginning in 2024. Additionally, the County expects to receive eleven (11) installments from Janssen with the first five installments being paid early in 2023 in the amount of \$1,347,870 and the remaining installments expected to be made annually beginning in 2026. The County is currently allocated approximately 3.003% of the total State of Michigan local unit settlement and the total amount of the settlement is expected to be \$7,982,065 and \$1,799,195 from the Distributors and Janssen, respectively.

As a result of the payment terms issued to the Directing Administrator of the National Opioid Settlements, the receivable for the Distributor and Janssen settlement agreements was recorded at the net present value, using a discount rate for payments to be received subsequent to 2023 of 3%. The net present value of the combined settlement payments to be received as of December 31, 2022 is \$7,978,493.

Additional settlements with pharmacies and manufacturers were entered into during 2022, including CVS, Walgreens, Walmart, Allergan and Teva. However, as of December 31, 2022, the amounts to be allocated to and collected by the County were not able to be determined, and as such, no amounts have been reported related to these settlements in the financial statements.

## 22. CORONAVIRUS (COVID-19)

In March 2020, the World Health Organization declared the novel coronavirus outbreak (COVID-19) to be a global pandemic. The pandemic has resulted in operational challenges for the County as it determines the impact on employees, vendors, and taxpayers, and the appropriate method for providing services. At this time, management does not believe that any ongoing negative financial impact related to the pandemic, if any, would be material to the County.

# COUNTY OF KENT, MICHIGAN

## Notes to Financial Statements

### 23. RESTATEMENT

The separately issued discretely presented component unit, Airport Authority, restated beginning net position by an increase of \$283,160 during the current year. The restatement was a result of an adoption of new accounting pronouncement.





## **REQUIRED SUPPLEMENTARY INFORMATION**

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## COUNTY OF KENT, MICHIGAN

### Required Supplementary Information

The County Board of Commissioners approves a legally adopted annual budget for the General Fund and each special revenue fund. Most funds are budgeted on the County's fiscal year (calendar year). However, due to unique funding source considerations, certain funds are budgeted on a fiscal year basis. The following budgetary comparison schedules are presented following the applicable fiscal year of the adopted budget as follows:

General Fund - December 31, 2022

Coronavirus Special Revenue Fund - December 31, 2022

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund  
For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 112,301,010	\$ 112,301,010	\$ 113,842,405	\$ 1,541,395
Licenses and permits	30,000	30,976	29,765	(1,211)
Intergovernmental	25,525,143	26,646,689	27,236,029	589,340
Charges for services	27,966,781	27,966,781	30,376,069	2,409,288
Fines and forfeitures	1,579,510	1,586,884	1,304,610	(282,274)
Investment earnings (loss)	1,000,000	1,000,000	(2,213,634)	(3,213,634)
Contributions and reimbursements	5,208,630	8,245,630	7,896,316	(349,314)
Other	3,250,555	3,250,555	3,330,853	80,298
<b>Total revenues</b>	<b>176,861,629</b>	<b>181,028,525</b>	<b>181,802,413</b>	<b>773,888</b>
<b>Expenditures</b>				
Current:				
General government	41,040,539	38,761,133	36,442,352	(2,318,781)
Public safety	71,813,381	73,632,003	72,099,226	(1,532,777)
Health and welfare	7,559,024	8,157,297	7,870,211	(287,086)
Culture and recreation	6,446,275	6,421,271	6,391,393	(29,878)
Judicial	27,459,510	27,188,186	24,954,398	(2,233,788)
Community and economic development	1,273,507	1,273,507	1,139,409	(134,098)
Public works	763,224	763,224	713,193	(50,031)
Debt service:				
Principal	-	890,224	890,224	-
Interest and fiscal charges	-	89,765	89,765	-
<b>Total expenditures</b>	<b>156,355,460</b>	<b>157,176,610</b>	<b>150,590,171</b>	<b>(6,586,439)</b>
Revenues over expenditures	20,506,169	23,851,915	31,212,242	7,360,327
<b>Other financing sources (uses)</b>				
Transfers in	22,487,300	22,487,300	18,787,300	(3,700,000)
Transfers out	(49,718,519)	(52,402,898)	(48,212,277)	(4,190,621)
Proceeds from sale of capital assets	225,050	225,050	435,536	210,486
<b>Total other financing sources (uses)</b>	<b>(27,006,169)</b>	<b>(29,690,548)</b>	<b>(28,989,441)</b>	<b>701,107</b>
<b>Net change in fund balance</b>	<b>(6,500,000)</b>	<b>(5,838,633)</b>	<b>2,222,801</b>	<b>8,061,434</b>
Fund balance, beginning of year	84,687,537	84,687,537	84,687,537	-
<b>Fund balance, end of year</b>	<b>\$ 78,187,537</b>	<b>78,848,904</b>	<b>\$ 86,910,338</b>	<b>\$ 8,061,434</b>

See notes to the required supplementary information.

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Coronavirus Special Revenue Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 6,113,320	\$ 6,157,052	\$ 43,732
Investment earnings	-	851,929	592,017	(259,912)
Contributions and reimbursements	-	70,740	122,655	51,915
<b>Total revenues</b>	-	7,035,989	6,871,724	(164,265)
<b>Expenditures</b>				
Current:				
General government	-	3,405,873	3,405,821	(52)
Health and welfare	-	1,248,161	1,248,002	(159)
Community and economic development	-	518,079	518,079	-
<b>Total expenditures</b>	-	5,172,113	5,171,902	(211)
<b>Net change in fund balance</b>	-	1,863,876	1,699,822	(164,054)
Fund balance, beginning of year	366,431	366,431	366,431	-
<b>Fund balance, end of year</b>	<u>\$ 366,431</u>	<u>\$ 2,230,307</u>	<u>\$ 2,066,253</u>	<u>\$ (164,054)</u>

See notes to the required supplementary information.

## COUNTY OF KENT, MICHIGAN

### Required Supplementary Information

Employees' Retirement Plan

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

	Year Ended December 31,		
	2022	2021	2020
<b>Total pension liability</b>			
Service cost	\$ 21,725,306	\$ 19,898,177	\$ 19,484,646
Interest on total pension liability	67,228,999	64,813,988	62,655,769
Benefit changes	-	-	-
Difference between expected and actual experience	2,487,928	6,465,409	(3,167,615)
Assumption changes	-	32,324,836	-
Benefit payments	(51,159,393)	(47,728,332)	(45,596,530)
Refunds of contributions	(1,110,978)	(663,124)	(423,931)
Distribution to Gerald R. Ford International Airport Authority	-	-	-
<b>Net change in total pension liability</b>	<u>39,171,862</u>	<u>75,110,954</u>	<u>32,952,339</u>
Total pension liability, beginning of year	<u>1,049,564,821</u>	<u>974,453,867</u>	<u>941,501,528</u>
<b>Total pension liability, end of year</b>	<u>1,088,736,683</u>	<u>1,049,564,821</u>	<u>974,453,867</u>
<b>Plan fiduciary net position</b>			
Employer contributions	9,856,852	11,204,271	12,005,262
Employee contributions	10,908,114	10,908,085	10,603,354
Net investment income (loss)	(147,051,611)	132,822,471	103,391,931
Benefit payments	(51,159,393)	(47,728,332)	(45,596,530)
Administrative expense	(732,930)	(722,212)	(672,716)
Refunds of contributions	(1,110,978)	(663,124)	(423,931)
Distribution to Gerald R. Ford International Airport Authority	-	-	-
<b>Net change in plan fiduciary net position</b>	<u>(179,289,946)</u>	<u>105,821,159</u>	<u>79,307,370</u>
Plan fiduciary net position, beginning of year	<u>1,137,038,674</u>	<u>1,031,217,515</u>	<u>951,910,145</u>
<b>Plan fiduciary net position, end of year</b>	<u>957,748,728</u>	<u>1,137,038,674</u>	<u>1,031,217,515</u>
<b>Net pension liability (asset)</b>	<u>\$ 130,987,955</u>	<u>\$ (87,473,853)</u>	<u>\$ (56,763,648)</u>
Plan fiduciary net position as a percentage of total pension liability	87.97%	108.33%	105.83%
Covered payroll <sup>(1)</sup>	<u>\$ 105,916,671</u>	<u>\$ 104,840,613</u>	<u>\$ 97,618,555</u>
Net pension liability (asset) as a percentage of covered payroll	123.67%	-83.44%	-58.15%

<sup>(1)</sup> Valuation payroll as of the previous year ended December 31

See notes to the required supplementary information.

Year Ended December 31,					
2019	2018	2017	2016	2015	2014
\$ 18,181,774	\$ 17,404,156	\$ 16,899,725	\$ 16,888,031	\$ 15,924,610	\$ 16,145,491
59,926,039	59,367,396	57,510,730	54,926,464	51,987,575	49,676,858
-	-	-	(185,975)	(476,713)	-
6,788,289	5,037,610	(8,133,524)	12,418,940	(8,805,534)	-
-	169,077	-	-	27,445,379	-
(43,444,076)	(40,615,954)	(38,366,716)	(35,536,696)	(33,243,393)	(31,099,736)
(749,644)	(549,386)	(478,636)	(725,789)	(477,321)	(582,890)
-	-	-	(19,162,598)	-	-
40,702,382	40,812,899	27,431,579	28,622,377	52,354,603	34,139,723
900,799,146	859,986,247	832,554,668	803,932,291	751,577,688	717,437,965
941,501,528	900,799,146	859,986,247	832,554,668	803,932,291	751,577,688
9,007,032	8,939,628	8,965,098	7,153,893	8,858,387	8,929,617
9,602,636	9,315,169	9,275,253	9,131,552	9,364,823	9,209,179
155,017,171	(50,232,182)	130,100,983	55,834,263	(1,703,474)	47,055,073
(43,444,076)	(40,615,954)	(38,366,716)	(35,536,696)	(33,243,393)	(31,099,736)
(763,201)	(536,943)	(665,347)	(574,426)	(600,482)	(745,779)
(749,644)	(549,386)	(478,636)	(725,789)	(477,321)	(582,890)
-	-	-	(19,162,598)	-	-
128,669,918	(73,679,668)	108,830,635	16,120,199	(17,801,460)	32,765,464
823,240,227	896,919,895	788,089,260	771,969,061	789,770,521	757,005,057
951,910,145	823,240,227	896,919,895	788,089,260	771,969,061	789,770,521
<u>\$ (10,408,617)</u>	<u>\$ 77,558,919</u>	<u>\$ (36,933,648)</u>	<u>\$ 44,465,408</u>	<u>\$ 31,963,230</u>	<u>\$ (38,192,833)</u>
101.11%	91.39%	104.29%	94.66%	96.02%	105.08%
<u>\$ 97,993,092</u>	<u>\$ 91,815,718</u>	<u>\$ 88,577,675</u>	<u>\$ 96,286,815</u>	<u>\$ 90,602,575</u>	<u>\$ 91,944,708</u>
-10.62%	84.47%	-41.70%	46.18%	35.28%	-41.54%

**COUNTY OF KENT, MICHIGAN**

**Required Supplementary Information**

Employees' Retirement Plan

Schedule of the Net Pension Liability (Asset)

Year Ended December 31,	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)	Plan Fiduciary Net Position as Percentage of Total Pension Liability	Covered Payroll <sup>(1)</sup>	Net Pension Liability (Asset) as Percentage of Covered Payroll
2022	\$ 1,088,736,683	\$ 957,748,728	\$ 130,987,955	87.97%	\$ 105,916,671	123.67%
2021	1,049,564,821	1,137,038,674	(87,473,853)	108.33%	104,840,613	-83.44%
2020	974,453,867	1,031,217,515	(56,763,648)	105.83%	97,618,555	-58.15%
2019	941,501,528	951,910,145	(10,408,617)	101.11%	97,993,092	-10.62%
2018	900,799,146	823,240,227	77,558,919	91.39%	91,815,718	84.47%
2017	859,986,247	896,919,895	(36,933,648)	104.29%	88,577,675	-41.70%
2016	832,554,668	788,089,260	44,465,408	94.66%	96,286,815	46.18%
2015	803,932,291	771,969,061	31,963,230	96.02%	90,602,575	35.28%
2014	751,577,688	789,770,521	(38,192,833)	105.08%	91,944,708	-41.54%

<sup>(1)</sup> Valuation payroll as of the previous year ended December 31

See notes to the required supplementary information.



**COUNTY OF KENT, MICHIGAN**

**Required Supplementary Information**

Employees' Retirement Plan  
Schedule of Contributions

Year Ended December 31,	Actuarially Determined Contribution <sup>(1)</sup>	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as Percentage of Covered Payroll
2022	\$ 9,856,852	\$ 9,856,852	\$ -	\$ 109,507,676	9.00%
2021	11,204,271	11,204,271	-	105,916,671	10.58%
2020	12,005,262	12,005,262	-	104,840,613	11.45%
2019	9,007,032	9,007,032	-	97,618,555	9.23%
2018	8,939,628	8,939,628	-	97,993,092	9.12%
2017	8,965,098	8,965,098	-	91,815,718	9.76%
2016	7,153,893	7,153,893	-	88,577,675	8.08%
2015	8,858,387	8,858,387	-	96,286,815	9.20%
2014	8,929,617	8,929,617	-	90,602,575	9.86%
2013	9,741,061	9,741,061	-	91,944,708	10.59%

<sup>(1)</sup> The actuarially determined contribution was calculated based on projected covered payroll. Employer contributions were made in full based on actual covered payroll. Accordingly, the actuarially-determined contribution has been expressed above as a percentage of actual payroll.

See notes to the required supplementary information.

## COUNTY OF KENT, MICHIGAN

### Required Supplementary Information

Employees' Retirement Plan

Schedule of Investment Returns

Year Ended December 31,	Annual Return <sup>(1)</sup>
2022	-13.17%
2021	13.10%
2020	10.97%
2019	19.01%
2018	-5.75%
2017	16.68%
2016	7.37%
2015	-0.31%
2014	6.34%

<sup>(1)</sup> Annual money-weighted rate of return, net of investment expenses

See notes to the required supplementary information.

**COUNTY OF KENT, MICHIGAN**

**Required Supplementary Information**  
 Voluntary Employees' Beneficiary Association (VEBA) Trust Fund  
 Schedule of Changes in the County's Net OPEB Liability and Related Ratios

	Year Ended December 31,					
	2022	2021	2020	2019	2018	2017
<b>Total OPEB liability</b>						
Service cost	\$ 1,364,355	\$ 1,445,063	\$ 1,321,125	\$ 1,359,413	\$ 1,072,729	\$ 1,127,286
Interest	4,342,433	4,094,752	4,065,569	3,807,630	4,038,791	3,974,131
Changes in benefit terms	-	-	-	-	1,527,575	-
Differences between expected and actual experience	(3,252,306)	2,532,526	(1,722,740)	1,832,578	(5,733,050)	-
Changes of assumptions	-	1,615,108	-	-	711,496	2,759,510
Benefit payments, including refunds of employee contributions	(3,745,196)	(3,261,654)	(3,325,532)	(2,992,778)	(3,104,339)	(3,145,772)
<b>Net change in total OPEB liability</b>	<b>(1,290,714)</b>	<b>6,425,795</b>	<b>338,422</b>	<b>4,006,843</b>	<b>(1,486,798)</b>	<b>4,715,155</b>
Total OPEB liability, beginning of year	67,997,078	61,571,283	61,232,861	57,226,018	58,712,816	53,997,661
<b>Total OPEB liability, end of year</b>	<b>66,706,364</b>	<b>67,997,078</b>	<b>61,571,283</b>	<b>61,232,861</b>	<b>57,226,018</b>	<b>58,712,816</b>
<b>Plan fiduciary net position</b>						
Employer contributions	6,919,582	5,434,401	6,909,780	4,475,538	5,321,892	5,271,289
Net investment income (loss)	(6,962,505)	4,759,318	5,037,638	5,422,212	(1,599,916)	3,554,463
Benefit payments, including refunds of employee contributions	(3,745,196)	(3,261,654)	(3,325,532)	(2,992,778)	(3,104,339)	(3,145,772)
Administrative expense	(61,288)	(60,554)	(59,854)	(61,225)	(48,229)	(34,479)
Other	4,712	6,296	-	-	6,132	4,334
<b>Net change in plan fiduciary net position</b>	<b>(3,844,695)</b>	<b>6,877,807</b>	<b>8,562,032</b>	<b>6,843,747</b>	<b>575,540</b>	<b>5,649,835</b>
Plan fiduciary net position, beginning of year	48,174,698	41,296,891	32,734,859	25,891,112	25,315,572	19,665,737
<b>Plan fiduciary net position, end of year</b>	<b>44,330,003</b>	<b>48,174,698</b>	<b>41,296,891</b>	<b>32,734,859</b>	<b>25,891,112</b>	<b>25,315,572</b>
<b>County's net OPEB liability</b>	<b>\$ 22,376,361</b>	<b>\$ 19,822,380</b>	<b>\$ 20,274,392</b>	<b>\$ 28,498,002</b>	<b>\$ 31,334,906</b>	<b>\$ 33,397,244</b>
Plan fiduciary net position as a percentage of total OPEB liability	66.46%	70.85%	67.07%	53.46%	45.24%	43.12%
Covered payroll	\$ 123,626,823	\$ 119,823,309	\$ 119,307,486	\$ 109,665,514	\$ 92,095,534	\$ 88,846,626
County's net OPEB liability as a percentage of covered payroll	18.10%	16.54%	16.99%	25.99%	34.02%	37.59%

See notes to the required supplementary information.

**COUNTY OF KENT, MICHIGAN**

**Required Supplementary Information**

Voluntary Employees' Beneficiary Association (VEBA) Trust Fund  
 Schedule of the Net OPEB Liability

Fiscal Year Ended December 31,	Total OPEB Liability	Plan Net Position	Net OPEB Liability	Plan Net Position as Percentage of Total OPEB Liability	Covered Payroll	Net OPEB Liability as Percentage of Covered Payroll
2022	\$ 66,706,364	\$ 44,330,003	\$ 22,376,361	66.46%	\$ 123,626,823	18.10%
2021	67,997,078	48,174,698	19,822,380	70.85%	119,823,309	16.54%
2020	61,571,283	41,296,891	20,274,392	67.07%	119,307,486	16.99%
2019	61,232,861	32,734,859	28,498,002	53.46%	109,665,514	25.99%
2018	57,226,018	25,891,112	31,334,906	45.24%	92,095,534	34.02%
2017	58,712,816	25,315,572	33,397,244	43.12%	88,846,626	37.59%

See notes to the required supplementary information.

**COUNTY OF KENT, MICHIGAN**

**Required Supplementary Information**

Voluntary Employees' Beneficiary Association (VEBA) Trust Fund  
 Schedule of Contributions

Fiscal Year Ended December 31,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution (Deficiency) Excess	Covered Payroll	Contributions as Percentage of Covered Payroll
2022	\$ 3,416,926	\$ 6,919,582	\$ 3,502,656	\$ 123,626,823	5.60%
2021	3,338,355	5,434,401	2,096,046	119,823,309	4.54%
2020	3,513,339	6,909,780	3,396,441	119,307,486	5.79%
2019	2,908,628	4,475,538	1,566,910	109,665,514	4.08%
2018	3,151,965	5,321,892	2,169,927	92,095,534	5.78%
2017	3,394,981	5,271,289	1,876,308	88,846,626	5.93%

See notes to the required supplementary information.

## COUNTY OF KENT, MICHIGAN

### Required Supplementary Information

Voluntary Employees' Beneficiary Association (VEBA) Trust Fund  
Schedule of Investment Returns

Fiscal Year Ended December 31,	Annual Return <sup>(1)</sup>
2022	-14.07%
2021	11.50%
2020	15.20%
2019	20.98%
2018	-6.09%
2017	17.76%

<sup>(1)</sup> Annual money-weighted rate of return, net of investment expenses

See notes to the required supplementary information.

# COUNTY OF KENT, MICHIGAN

## Notes to Required Supplementary Information

### Budget Policy and Compliance

Budgets presented in the financial statements were prepared on the same basis as the accounting basis used to reflect actual results. The General Fund and special revenue funds are subject to legal budgetary accounting controls and all are budgeted annually. Debt service funds are also included in the budgetary process; however, State statutes do not require legally adopted budgets for such funds. The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The County Administrator submits to the Finance and Physical Resources Committee a proposed operating budget for the fiscal year commencing the first day of the following fiscal year.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to the first day of the following fiscal year, the budget is legally enacted through passage of a resolution.
4. Formal budgetary integration is employed for the governmental fund types as a management control device.
5. Budgets for the General Fund and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. Budgets are adopted and are authorized by resolution at the department (activity) level within funds by the County Board of Commissioners. This is the local legal level of budgetary control. All unexpended and unobligated appropriations lapse at year-end with the exception of grants and capital projects with a multi-year life.
7. Adoption and amendments of all budgets used by the County are governed by Public Act 621, which was followed during the year. The appropriations resolution is based on the projected expenditures budget of the department heads of the County. Any amendment to the original budget must meet the requirements of Public Act 621. Any revisions that increase the total expenditures of any fund must be approved by the County Board of Commissioners. The County Administrator is authorized to transfer budgeted amounts within an activity, subject to the condition that the total expenditures do not exceed the approved appropriations by activity. Supplemental appropriations were necessary during the year.

P.A 621 of 1978, as amended, provides that a local unit shall not incur expenditures in excess of the amount budgeted. The budget is prepared by fund, function (e.g. public safety) and department (e.g. Sheriff). Department heads may transfer resources within the activities they manage up to Board-approved appropriation amounts. These activities may reside in different funds. In special instances related to grants, the County Administrator/Controller is authorized to make budget adjustments within and between categories of budgets up to 15% of the adopted budget. Transfers between departmental budgets and above administrative amounts set by the Board need special approval from the governing body. The budgetary schedules presented in the financial statements are at a greater level of detail than the legal level of budgetary control. During the current year, there were no expenditures in excess of budgeted amounts.

The County issues a separate annual budgetary report which provides additional information on historical budget data.

# COUNTY OF KENT, MICHIGAN

## Notes to Required Supplementary Information

### Employees' Retirement Plan

#### *Notes to the Schedule of Changes in the County's Net Pension Liability (Asset) and Related Ratios*

The December 31, 2021 valuation incorporates an assumption change in the discount rate from 6.75% to 6.50%.

The December 31, 2018 valuation incorporates assumption changes in accordance with the experience study dated November 8, 2018 and adopted by the Board on November 14, 2018. The adopted changes are summarized as follows: 6.75% investment return assumption; 3.50% wage inflation assumption; MP-2018 mortality projection scale; decrease retirement rates; decrease withdrawal rates.

The December 31, 2016 and 2015 valuations incorporate changes to the benefit provisions and assumptions as of the measurement date were reflected in the rolled-forward total pension liability. These changes include updates to the mortality assumption and the non-duty disability provision for certain groups.

The December 31, 2015 valuation incorporates assumption changes that had a significant impact on the total pension liability from the prior measurement date. The most significant changes were related to the non-duty disability provision and the member contribution rate for certain groups.

GASB 67 was implemented in 2014. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

#### *Notes to the Schedule of the Net Pension Liability (Asset)*

GASB 67 was implemented in 2014. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

#### *Notes to the Schedule of Contributions*

Valuation Date Actuarially determined contribution rates are calculated as of December 31, which is 12 months prior to the beginning of the fiscal year in which contributions are reported. The actuarial assumptions noted below relate to the most recent valuation, dated December 31, 2021. Changes in assumptions have been identified where applicable.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	18 years
Asset valuation method	4-year smoothed fair value
Inflation	3.5%
Salary increases	3.5%-10.5%, including inflation
Investment rate of return	6.75%



## COUNTY OF KENT, MICHIGAN

### Notes to Required Supplementary Information

Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to the January 1, 2013 – December 31, 2017 Experience Study.
Mortality	The RP-2014 Mortality Tables with 2-dimensional, fully generational improvements projected with the MP-2018 Mortality Improvement Scales. These tables were first used for the December 31, 2018 valuation
Cost-of-living adjustment	Varies from 1% to 3%, depending on union

#### Other information

Notes	The Employer Contribution for FY 2022 was determined in the December 31, 2020 actuarial valuation.
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#### *Notes to the Schedule of Investment Returns*

GASB 67 was implemented in 2014. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

#### **Voluntary Employees' Beneficiary Association (VEBA) Trust Fund**

#### *Notes to the Schedule of Changes in the County's Net OPEB Liability and Related Ratios*

The December 31, 2021 valuation incorporates assumption changes, including: reduced the assumed rate of return from 6.75% to 6.50% and reset the health care trend rate to increase by 8.25% in 2022 and trending down to 4.5% in 2036.

The December 31, 2018 valuation incorporates assumption changes in accordance with the pension experience study dated November 8, 2018 and adopted by the Board on November 14, 2018. Further the healthcare specific assumptions were investigated in the experience study dated February 8, 2018. The adopted changes are summarized as follows: 6.75% investment return assumption; 3.50% wage inflation assumption; MP-2018 mortality projection scale; decrease retirement rates; decrease withdrawal rates; lowered election percentage assumptions; public act 202 healthcare trend assumption. The overall impact of the assumption changes increased the contribution rate by 0.25% and slightly reduced the funded ratio.

For the December 31, 2018 valuation a benefit change was reflected for future retirees: the maximum monthly flat dollar stipend increased from \$350 to \$400. The benefit change increased the employer contribution rate by 0.18% and slightly reduced the funded ratio.

The December 31, 2017 valuation incorporates assumption changes, including: reduced the assumed rate of return from 7.5% to 7.0%; changed the amortization period from 30 years open to 23 years closed; reset the health care trend rate to increase by 9.0% in 2018 and trending down to 4.0% in 2028.

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

# COUNTY OF KENT, MICHIGAN

## Notes to Required Supplementary Information

### *Notes to the Schedule of the Net OPEB Liability*

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

### *Notes to the Schedule of Contributions*

Valuation Date December 31 of the year prior to the fiscal year in which the contributions are expected to be made

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	20 years
Asset valuation method	Smoothed fair value
Price inflation	2.5%
Salary increases	3.5% to 10.5%, including inflation
Investment rate of return	6.75%, net of OPEB plan investment expense, including inflation
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to the January 1, 2013 – December 31, 2017 Experience Study for the Retirement Plan and Trust.
Mortality	The RP-2014 Mortality Tables with 2-dimensional, fully generational improvements projected with the MP-2018 Mortality Improvement Scales. These tables were first used for the December 31, 2018 valuation.
Health care trend rates	Non-Medicare: Trend starting at 8.25% and gradually decreasing to an ultimate trend rate of 4.50%. Medicare: Trend starting at 6.50% and gradually decreasing to an ultimate trend rate of 4.50%.
Aging factors	The tables used in developing the retiree premium are based on a recent Society of Actuaries study of health costs.
Expenses	Investment expenses are net of the investment returns; Administrative expenses are included in the premium costs

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

### *Notes to the Schedule of Investment Returns*

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

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

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## COUNTY OF KENT, MICHIGAN

### ■ General Fund

The General Fund accounts for resources traditionally associated with the County which are not required to be accounted for in another fund.

## COUNTY OF KENT, MICHIGAN

### Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund  
For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 112,301,010	\$ 112,301,010	\$ 113,842,405	\$ 1,541,395
Licenses and permits	30,000	30,976	29,765	(1,211)
Intergovernmental	25,525,143	26,646,689	27,236,029	589,340
Charges for services	27,966,781	27,966,781	30,376,069	2,409,288
Fines and forfeitures	1,579,510	1,586,884	1,304,610	(282,274)
Investment earnings (loss)	1,000,000	1,000,000	(2,213,634)	(3,213,634)
Contributions and reimbursements	5,208,630	8,245,630	7,896,316	(349,314)
Other	3,250,555	3,250,555	3,330,853	80,298
<b>Total revenues</b>	<b>176,861,629</b>	<b>181,028,525</b>	<b>181,802,413</b>	<b>773,888</b>
<b>Expenditures</b>				
Current:				
General government:				
Information technology	7,748,957	7,209,964	6,309,929	(900,035)
Policy/administration	5,888,027	4,247,754	3,938,336	(309,418)
Clerk	2,824,940	2,824,940	2,531,737	(293,203)
Fiscal services	2,355,738	2,355,738	2,187,792	(167,946)
Facilities management	14,036,429	14,036,429	13,756,027	(280,402)
Equalization	1,581,667	1,581,667	1,544,997	(36,670)
Treasurer	1,454,763	1,430,763	1,362,444	(68,319)
Human resources	2,061,387	1,985,247	1,922,444	(62,803)
Purchasing	664,512	664,512	656,946	(7,566)
Elections	639,572	639,572	550,639	(88,933)
Central services	884,568	884,568	836,119	(48,449)
Corporate counsel	242,500	242,500	238,547	(3,953)
Fleet services	657,479	657,479	606,395	(51,084)
Total general government	<b>41,040,539</b>	<b>38,761,133</b>	<b>36,442,352</b>	<b>(2,318,781)</b>
Public safety:				
Jail	41,357,526	41,570,991	41,516,267	(54,724)
Sheriff and road patrol	24,407,256	25,332,079	24,212,432	(1,119,647)
Animal control	-	680,334	570,117	(110,217)
E-911	6,048,599	6,048,599	5,800,410	(248,189)
Total public safety	<b>71,813,381</b>	<b>73,632,003</b>	<b>72,099,226</b>	<b>(1,532,777)</b>

continued...

## COUNTY OF KENT, MICHIGAN

### Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Expenditures (continued)</b>				
Current (continued):				
Health and welfare:				
Intergovernmental	\$ 3,673,704	\$ 4,271,977	\$ 4,141,626	\$ (130,351)
Prevention programming	1,455,000	1,455,000	1,455,000	-
Medical examiners	1,929,935	1,929,935	1,796,992	(132,943)
Department of Health and Human Services	484,825	484,825	472,703	(12,122)
Area Agency on Aging	15,560	15,560	3,890	(11,670)
Total health and welfare	<u>7,559,024</u>	<u>8,157,297</u>	<u>7,870,211</u>	<u>(287,086)</u>
Culture and recreation:				
Parks	6,413,269	6,388,265	6,358,387	(29,878)
John Ball Zoological Gardens	33,006	33,006	33,006	-
Total culture and recreation	<u>6,446,275</u>	<u>6,421,271</u>	<u>6,391,393</u>	<u>(29,878)</u>
Judicial:				
District court	3,149,203	3,149,203	2,946,868	(202,335)
Probate court	1,664,869	1,866,045	1,734,686	(131,359)
Circuit and family court	17,092,738	16,620,238	14,997,617	(1,622,621)
Probation	42,360	42,360	15,643	(26,717)
Prosecuting attorney	5,510,340	5,510,340	5,259,584	(250,756)
Total judicial	<u>27,459,510</u>	<u>27,188,186</u>	<u>24,954,398</u>	<u>(2,233,788)</u>
Community and economic development:				
Economic development	200,000	200,000	200,000	-
Cooperative extension	483,031	483,031	482,722	(309)
Register of deeds	590,476	590,476	456,687	(133,789)
Total community and economic development	<u>1,273,507</u>	<u>1,273,507</u>	<u>1,139,409</u>	<u>(134,098)</u>
Public works:				
Drain Commission	763,224	763,224	713,193	(50,031)
Debt service:				
Principal	-	890,224	890,224	-
Interest and fiscal charges	-	89,765	89,765	-
Total debt service	<u>-</u>	<u>979,989</u>	<u>979,989</u>	<u>-</u>
<b>Total expenditures</b>	<u>156,355,460</u>	<u>157,176,610</u>	<u>150,590,171</u>	<u>(6,586,439)</u>
Revenues over expenditures	<u>20,506,169</u>	<u>23,851,915</u>	<u>31,212,242</u>	<u>7,360,327</u>

continued...

**COUNTY OF KENT, MICHIGAN**

**Detailed Schedule of Revenues, Expenditures and Changes in Fund Balance**  
 Budget and Actual - General Fund  
 For the Year Ended December 31, 2022

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Actual Over (Under) Final Budget</b>
<b>Other financing sources (uses)</b>				
Transfers in	\$ 22,487,300	\$ 22,487,300	\$ 18,787,300	\$ (3,700,000)
Transfers out	(49,718,519)	(52,402,898)	(48,212,277)	(4,190,621)
Proceeds from sale of capital assets	225,050	225,050	435,536	210,486
<b>Total other financing sources (uses)</b>	<u>(27,006,169)</u>	<u>(29,690,548)</u>	<u>(28,989,441)</u>	<u>701,107</u>
<b>Net change in fund balance</b>	(6,500,000)	(5,838,633)	2,222,801	8,061,434
Fund balance, beginning of year	84,687,537	84,687,537	84,687,537	-
<b>Fund balance, end of year</b>	<u>\$ 78,187,537</u>	<u>\$ 78,848,904</u>	<u>\$ 86,910,338</u>	<u>\$ 8,061,434</u>

concluded



## COUNTY OF KENT, MICHIGAN

### Nonmajor Governmental Funds

#### Special Revenue Funds

**Fire Prevention Fund** – accounts for the acquisition of fire trucks for participating local units of government. Financing is provided by participating units and General Fund appropriations.

**Friend of the Court Fund** – accounts for revenue and expenditures of the Friend of the Court office as required in Public Acts 294 – 298 of 1982. This fund also accounts for administration of the Title IV-D cooperative reimbursement program.

**Health Fund** – accounts for specific revenue set aside for the purpose of providing health protection for people within the County. Revenues are provided through state and federal grants and General Fund appropriations.

**Lodging Excise Tax Fund** – accounts for expenditures incurred in promoting Kent County and maintaining, acquiring, or constructing its public convention and entertainment facilities. Revenues are provided by the excise tax on transient room rentals.

**Ready by Five Millage Fund** – accounts for the proceeds of a dedicated millage levied to support services provided for early childhood development.

**Correction and Detention Facilities Fund** – accounts for the proceeds of a dedicated millage levied to pay for operations and debt service related to the expansion of the correction and detention facilities.

**Register of Deeds Automation Fund** – accounts for funds set aside under provisions of Public Act 698 of 2002 (MCL 600.2568) for upgrading technology in the Register of Deeds' office.

**Zoo and Museum Millage Fund** – accounts for the proceeds of a dedicated millage levied for operations, capital improvements, and educational opportunities at John Ball Zoo and the Grand Rapids Public Museum.

**Senior Millage Fund** – accounts for the proceeds of a dedicated millage levied to plan, coordinate, evaluate and provide services to persons 60 years of age or older.

**Indigent Defense Fund** – accounts for earmarked state grant revenue to provide indigent defendants in criminal cases with effective assistance of counsel. This fund is required by the Michigan Indigent Defense Commission (MIDC) Act, Public Act 93 of 2013, as amended.

**Central Dispatch Collection Fund** – accounts for the collection of 911 surcharge revenue on mobile and other phone devices, and disbursement of such funds to the Kent County Dispatch Authority.

**Concealed Pistol License Fund** – accounts for the deposit of fees collected for the County Clerk under the Firearms Act 372 of 1927 (MCL 28.425x) for the regulation and licensing of certain firearms.

## COUNTY OF KENT, MICHIGAN

### Nonmajor Governmental Funds

**Local Corrections Officers Training Fund** – accounts for the deposit of booking fees charged to each inmate when first admitted into the County jail. The booking fee, when collected, is used as a source of revenue for local correctional officers training programs. The County retains \$10 of the \$12 booking fee and the remaining \$2 is required to be remitted to the State.

**Drug Forfeiture Fund** – accounts for revenue awarded to the County related to assets seized from activities involved in the violation of controlled substances statutes, Public Act 135 of 1985 (MCL 333.7523). Authorized expenditures include expenses of seizure, forfeiture and sale of property. The balance remaining must be used to enhance law enforcement efforts.

**State Project Fund** – accounts for the expenditures and revenues of various activities financed by restricted grants of the State. Projects lengths vary from annually renewable to multi-year.

**Project Fund** – accounts for the expenditures and revenues of various activities financed primarily by restricted grants or special revenues from sources other than the State and Federal government. Projects are renewable annually.

**LTD Project Fund** – accounts for the expenditures and revenues of various activities financed primarily by restricted grants or special revenues from sources other than the State and Federal government. Projects are multi-year.

**Federal Project Fund** – accounts for the expenditures and revenues of various activities financed by restricted grants of the Federal government. Project lengths vary from annually renewable to multi-year.

**Community Development Federal Project Fund** – accounts for the improvement, rehabilitation and preservation of public facilities in target areas as well as the issuance and repayment of rehabilitation loans. Financing is provided by Community Development Block Grants and program income.

**Kent County Community Action Funds** – accounts for the expenditures and revenues of various activities financed by restricted grants of the State and Federal governments, as well as local contributions. Project lengths vary from annually renewable to multi-year.

**Opioid Settlement Fund** – accounts for the expenditures and revenues of the national opioid settlements.

**Child Care Fund** – accounts for the care of neglected, abused and delinquent juveniles. Revenues are provided through state reimbursements and General Fund appropriations.

**Veterans' Millage Fund** – accounts for the proceeds of a dedicated millage levied to plan, coordinate, evaluate and provide services to qualified veterans.

## COUNTY OF KENT, MICHIGAN

### ■ Nonmajor Governmental Funds

#### Debt Service Fund

**General Debt Service Fund** – accounts for the retirement of principal and related interest and fiscal charges on long-term debt issued to fund various capital acquisitions within the County. Financing for the Human Services Complex is supported by a lease with the State of Michigan and the City of Grand Rapids.

**Building Authority Debt Service Fund** – accounts for the retirement of principal and related interest and fiscal charges on long-term debt of the Kent County Building Authority. Such buildings currently include the sheriff's building and the courthouse. Financing for the correctional facility is supported by a dedicated tax millage paid by County property owners.

**COUNTY OF KENT, MICHIGAN**

**Combining Balance Sheet**

Nonmajor Governmental Funds  
December 31, 2022

	Special Revenue Funds				
	Fire Prevention	Friend of the Court	Health	Lodging Excise Tax	Ready by Five Millage
<b>Assets</b>					
Cash, investments, and accrued interest	\$ 489,121	\$ -	\$ 6,254,830	\$ 8,545,294	\$ 7,882,571
Receivables, net:					
Accounts	-	-	2,318,254	768,330	779,339
Property taxes	-	-	-	-	6,312,677
Due from other governments	-	1,438,669	927,044	-	102,042
Loans	-	-	-	-	-
Installment sales agreement	-	-	-	-	-
Due from other funds	-	139,439	346,016	-	-
Inventories	-	-	379,274	-	-
Prepays	194,829	-	4,656	-	-
<b>Total assets</b>	<u>\$ 683,950</u>	<u>\$ 1,578,108</u>	<u>\$ 10,230,074</u>	<u>\$ 9,313,624</u>	<u>\$ 15,076,629</u>
<b>Liabilities</b>					
Accounts payable	\$ 32,728	\$ 8,076	\$ 4,939,115	\$ 298,366	\$ 1,001,033
Accrued liabilities	76	493,325	1,356,362	5,886	-
Due to other governments	-	-	-	-	-
Due to other funds	-	826,705	891,645	-	77
Unearned revenue	-	-	2,341,821	-	-
<b>Total liabilities</b>	<u>32,804</u>	<u>1,328,106</u>	<u>9,528,943</u>	<u>304,252</u>	<u>1,001,110</u>
<b>Deferred inflows of resources</b>					
Property taxes levied for subsequent period	-	-	-	-	6,694,073
Unavailable revenue - installment sales agreement	-	-	-	-	-
Unavailable revenue - opioid settlement	-	-	-	-	-
Unavailable revenue - loans receivable	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,694,073</u>
<b>Fund balances</b>					
Nonspendable	194,829	-	215,024	-	-
Restricted	456,317	-	-	9,009,372	7,381,446
Assigned	-	250,002	486,107	-	-
<b>Total fund balances</b>	<u>651,146</u>	<u>250,002</u>	<u>701,131</u>	<u>9,009,372</u>	<u>7,381,446</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 683,950</u>	<u>\$ 1,578,108</u>	<u>\$ 10,230,074</u>	<u>\$ 9,313,624</u>	<u>\$ 15,076,629</u>

Special Revenue Funds					
Correction and Detention Facilities	Register of Deeds Automation	Zoo and Museum Millage	Senior Millage	Indigent Defense	Central Dispatch Collection
\$ 8,585,772	\$ 532,049	\$ 653,744	\$ 2,952,807	\$ 4,547,283	\$ 1,846,266
-	-	-	1,109,153	-	1,944,814
19,448,724	-	11,022,576	12,885,122	-	-
306,485	-	178,126	203,023	5,369,050	307,912
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 28,340,981</u>	<u>\$ 532,049</u>	<u>\$ 11,854,446</u>	<u>\$ 17,150,105</u>	<u>\$ 9,916,333</u>	<u>\$ 4,098,992</u>
\$ 10	\$ 9,215	\$ 165,764	\$ 2,522,533	\$ 1,348,012	\$ 2,360,980
-	4,671	-	-	58,612	-
-	-	-	-	-	-
285	-	158	180	-	-
-	-	-	-	-	-
<u>295</u>	<u>13,886</u>	<u>165,922</u>	<u>2,522,713</u>	<u>1,406,624</u>	<u>2,360,980</u>
20,645,364	-	11,688,524	13,677,631	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>20,645,364</u>	<u>-</u>	<u>11,688,524</u>	<u>13,677,631</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
7,695,322	518,163	-	949,761	8,509,709	-
-	-	-	-	-	1,738,012
<u>7,695,322</u>	<u>518,163</u>	<u>-</u>	<u>949,761</u>	<u>8,509,709</u>	<u>1,738,012</u>
<u>\$ 28,340,981</u>	<u>\$ 532,049</u>	<u>\$ 11,854,446</u>	<u>\$ 17,150,105</u>	<u>\$ 9,916,333</u>	<u>\$ 4,098,992</u>

continued...

**COUNTY OF KENT, MICHIGAN**

**Combining Balance Sheet**

Nonmajor Governmental Funds  
December 31, 2022

	Special Revenue Funds				
	Concealed Pistol License	Local Corrections Officers Training	Drug Forfeiture	State Project	Project
<b>Assets</b>					
Cash, investments, and accrued interest	\$ 743,217	\$ 548,646	\$ 499,745	\$ -	\$ -
Receivables, net:					
Accounts	-	-	-	-	-
Property taxes	-	-	-	-	-
Due from other governments	-	-	-	649,731	1,618,428
Loans	-	-	-	-	-
Installment sales agreement	-	-	-	-	-
Due from other funds	-	-	-	39,403	235,662
Inventories	-	-	-	-	-
Prepays	-	-	-	-	30,500
<b>Total assets</b>	<u>\$ 743,217</u>	<u>\$ 548,646</u>	<u>\$ 499,745</u>	<u>\$ 689,134</u>	<u>\$ 1,884,590</u>
<b>Liabilities</b>					
Accounts payable	\$ 2,627	\$ 5,990	\$ 13,703	\$ 179,408	\$ 151,138
Accrued liabilities	5,041	-	5,046	83,386	607,152
Due to other governments	-	-	-	-	-
Due to other funds	-	-	406	361,070	867,560
Unearned revenue	-	-	-	65,270	56,250
<b>Total liabilities</b>	<u>7,668</u>	<u>5,990</u>	<u>19,155</u>	<u>689,134</u>	<u>1,682,100</u>
<b>Deferred inflows of resources</b>					
Property taxes levied for subsequent period	-	-	-	-	-
Unavailable revenue - installment sales agreement	-	-	-	-	-
Unavailable revenue - opioid settlement	-	-	-	-	-
Unavailable revenue - loans receivable	-	-	-	-	-
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances</b>					
Nonspendable	-	-	-	-	30,500
Restricted	735,549	542,656	480,590	-	168,525
Assigned	-	-	-	-	3,465
<b>Total fund balances</b>	<u>735,549</u>	<u>542,656</u>	<u>480,590</u>	<u>-</u>	<u>202,490</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 743,217</u>	<u>\$ 548,646</u>	<u>\$ 499,745</u>	<u>\$ 689,134</u>	<u>\$ 1,884,590</u>

Special Revenue Funds						
LTD Project	Federal Project	Community Development Federal Project	Kent County Community Action	Opioid Settlement	Child Care	Veterans' Millage
\$ 4,031,896	\$ -	\$ -	\$ 13,509	\$ -	\$ -	\$ 579,353
253	248,737	5,833	9,380	7,978,493	-	-
-	-	-	-	-	-	1,287,400
12,500	711,558	487,191	874,494	-	3,487,758	20,211
-	-	1,530,891	-	-	-	-
-	-	-	-	-	-	-
-	140,078	-	217,984	-	5,147,869	-
-	-	-	559,119	-	-	-
47,840	-	-	-	-	-	16,850
<u>\$ 4,092,489</u>	<u>\$ 1,100,373</u>	<u>\$ 2,023,915</u>	<u>\$ 1,674,486</u>	<u>\$ 7,978,493</u>	<u>\$ 8,635,627</u>	<u>\$ 1,903,814</u>
\$ 58,201	\$ 46,655	\$ 291,872	\$ 114,339	\$ -	\$ 1,922,910	\$ 98,156
10,996	173,538	15,944	135,732	-	758,438	39,396
-	812	66,950	14,160	-	90,880	-
150	822,497	117,587	801,462	-	5,613,400	31,869
491	-	671	559,119	-	-	-
69,838	1,043,502	493,024	1,624,812	-	8,385,628	169,421
-	-	-	-	-	-	1,366,514
-	-	-	-	-	-	-
-	-	-	-	7,978,493	-	-
-	-	1,530,891	-	-	-	-
-	-	1,530,891	-	7,978,493	-	1,366,514
47,840	-	-	-	-	-	16,850
592,084	56,871	-	49,674	-	-	351,029
3,382,727	-	-	-	-	249,999	-
4,022,651	56,871	-	49,674	-	249,999	367,879
<u>\$ 4,092,489</u>	<u>\$ 1,100,373</u>	<u>\$ 2,023,915</u>	<u>\$ 1,674,486</u>	<u>\$ 7,978,493</u>	<u>\$ 8,635,627</u>	<u>\$ 1,903,814</u>

continued...

**COUNTY OF KENT, MICHIGAN**

**Combining Balance Sheet**

Nonmajor Governmental Funds  
December 31, 2022

	Debt Service Fund		Total
	General	Building Authority	
<b>Assets</b>			
Cash, investments, and accrued interest	\$ -	\$ -	\$ 48,706,103
Receivables, net:			
Accounts	-	-	15,162,586
Property taxes	-	-	50,956,499
Due from other governments	-	-	16,694,222
Loans	-	-	1,530,891
Installment sales agreement	20,217,379	-	20,217,379
Due from other funds	-	-	6,266,451
Inventories	-	-	938,393
Prepays	-	-	294,675
<b>Total assets</b>	<u>\$ 20,217,379</u>	<u>\$ -</u>	<u>\$ 160,767,199</u>
<b>Liabilities</b>			
Accounts payable	\$ -	\$ -	\$ 15,570,831
Accrued liabilities	-	-	3,753,601
Due to other governments	-	-	172,802
Due to other funds	-	-	10,335,051
Unearned revenue	-	-	3,023,622
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>32,855,907</u>
<b>Deferred inflows of resources</b>			
Property taxes levied for subsequent period	-	-	54,072,106
Unavailable revenue - installment sales agreement	20,217,379	-	20,217,379
Unavailable revenue - opioid settlement	-	-	7,978,493
Unavailable revenue - loans receivable	-	-	1,530,891
<b>Total deferred inflows of resources</b>	<u>20,217,379</u>	<u>-</u>	<u>83,798,869</u>
<b>Fund balances</b>			
Nonspendable	-	-	505,043
Restricted	-	-	37,497,068
Assigned	-	-	6,110,312
<b>Total fund balances</b>	<u>-</u>	<u>-</u>	<u>44,112,423</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 20,217,379</u>	<u>\$ -</u>	<u>\$ 160,767,199</u>

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## COUNTY OF KENT, MICHIGAN

### Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds For the Year Ended December 31, 2022

	Special Revenue Funds				
	Fire Prevention	Friend of the Court	Health	Lodging Excise Tax	Ready by Five Millage
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ -	\$ 12,489,808	\$ 6,357,048
Licenses and permits	-	-	660,786	-	-
Intergovernmental	297,137	6,723,631	18,051,113	-	282,151
Charges for services	-	855,517	908,089	-	-
Fines and forfeitures	-	6,507	57,036	12,550	-
Investment earnings (loss)	(682)	-	-	(12,290)	(8,510)
Contributions and reimbursements	73,414	197,953	6,706,155	-	-
Other	-	-	34,358	-	-
<b>Total revenues</b>	<b>369,869</b>	<b>7,783,608</b>	<b>26,417,537</b>	<b>12,490,068</b>	<b>6,630,689</b>
<b>Expenditures</b>					
Current:					
General government	-	-	-	-	-
Public safety	367,771	-	2,493,202	-	-
Health and welfare	-	-	31,797,366	-	8,450,788
Culture and recreation	-	-	-	-	-
Judicial	-	9,827,978	-	-	-
Community and economic development	-	-	-	10,674,676	-
Debt service:					
Principal	-	-	125,711	-	-
Interest and fiscal charges	-	-	11,591	-	-
<b>Total expenditures</b>	<b>367,771</b>	<b>9,827,978</b>	<b>34,427,870</b>	<b>10,674,676</b>	<b>8,450,788</b>
Revenues over (under) expenditures	2,098	(2,044,370)	(8,010,333)	1,815,392	(1,820,099)
<b>Other financing sources (uses)</b>					
Transfers in	260,000	2,044,372	8,011,473	-	-
Transfers out	-	-	-	-	-
Proceeds from sale of capital assets	30,000	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>290,000</b>	<b>2,044,372</b>	<b>8,011,473</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>292,098</b>	<b>2</b>	<b>1,140</b>	<b>1,815,392</b>	<b>(1,820,099)</b>
Fund balances, beginning of year	359,048	250,000	699,991	7,193,980	9,201,545
<b>Fund balances, end of year</b>	<b>\$ 651,146</b>	<b>\$ 250,002</b>	<b>\$ 701,131</b>	<b>\$ 9,009,372</b>	<b>\$ 7,381,446</b>

Special Revenue Funds					
Correction and Detention Facilities	Register of Deeds Automation	Zoo and Museum Millage	Senior Millage	Indigent Defense	Central Dispatch Collection
\$ 19,643,541	\$ -	\$ 11,098,205	\$ 12,438,485	\$ -	\$ -
-	-	-	-	-	-
306,485	-	492,514	559,548	7,427,654	-
-	491,125	-	-	-	9,814,404
-	-	-	-	-	-
50,828	(2,240)	(5,532)	17,612	14,725	23,857
-	-	-	-	-	-
-	-	-	-	-	-
<u>20,000,854</u>	<u>488,885</u>	<u>11,585,187</u>	<u>13,015,645</u>	<u>7,442,379</u>	<u>9,838,261</u>
-	-	-	-	-	-
-	-	-	-	-	7,793,403
-	-	-	13,734,029	-	-
-	-	11,585,187	-	-	-
-	-	-	-	8,059,764	-
-	645,696	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	645,696	11,585,187	13,734,029	8,059,764	7,793,403
<u>20,000,854</u>	<u>(156,811)</u>	<u>-</u>	<u>(718,384)</u>	<u>(617,385)</u>	<u>2,044,858</u>
-	-	-	-	2,468,268	-
(22,606,250)	(50,416)	-	-	-	(1,694,325)
-	-	-	-	-	-
<u>(22,606,250)</u>	<u>(50,416)</u>	<u>-</u>	<u>-</u>	<u>2,468,268</u>	<u>(1,694,325)</u>
(2,605,396)	(207,227)	-	(718,384)	1,850,883	350,533
10,300,718	725,390	-	1,668,145	6,658,826	1,387,479
<u>\$ 7,695,322</u>	<u>\$ 518,163</u>	<u>\$ -</u>	<u>\$ 949,761</u>	<u>\$ 8,509,709</u>	<u>\$ 1,738,012</u>

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**COUNTY OF KENT, MICHIGAN**

**Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances - Nonmajor Governmental Funds  
For the Year Ended December 31, 2022**

	Special Revenue Funds				
	Concealed Pistol License	Local Corrections Officers Training	Drug Forfeiture	State Project	Project
<b>Revenues</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	214,214	-	-	-	-
Intergovernmental	-	-	-	2,948,960	528,639
Charges for services	-	115,641	-	-	10,232,991
Fines and forfeitures	-	-	191,185	-	-
Investment earnings (loss)	(3,580)	(2,980)	(2,600)	-	(1,305)
Contributions and reimbursements	-	-	-	-	409,402
Other	-	-	-	-	-
<b>Total revenues</b>	<b>210,634</b>	<b>112,661</b>	<b>188,585</b>	<b>2,948,960</b>	<b>11,169,727</b>
<b>Expenditures</b>					
Current:					
General government	155,874	-	-	-	136,675
Public safety	-	84	179,326	492,269	11,537,083
Health and welfare	-	-	-	276,410	609,396
Culture and recreation	-	-	-	-	-
Judicial	-	-	-	2,351,463	-
Community and economic development	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<b>155,874</b>	<b>84</b>	<b>179,326</b>	<b>3,120,142</b>	<b>12,283,154</b>
Revenues over (under) expenditures	54,760	112,577	9,259	(171,182)	(1,113,427)
<b>Other financing sources (uses)</b>					
Transfers in	-	-	-	170,534	1,179,235
Transfers out	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>170,534</b>	<b>1,179,235</b>
<b>Net change in fund balances</b>	<b>54,760</b>	<b>112,577</b>	<b>9,259</b>	<b>(648)</b>	<b>65,808</b>
Fund balances, beginning of year	680,789	430,079	471,331	648	136,682
<b>Fund balances, end of year</b>	<b>\$ 735,549</b>	<b>\$ 542,656</b>	<b>\$ 480,590</b>	<b>\$ -</b>	<b>\$ 202,490</b>

**Special Revenue Funds**

<b>LTD Project</b>	<b>Federal Project</b>	<b>Community Development Federal Project</b>	<b>Kent County Community Action</b>	<b>Opioid Settlement</b>	<b>Child Care</b>	<b>Veterans' Millage</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,237,258
-	-	-	-	-	-	-
195,157	2,719,206	6,144,814	4,520,664	-	12,411,060	55,732
68,067	-	-	-	-	121,293	-
-	-	-	-	-	-	-
(342)	-	-	13	-	-	(2,339)
118,076	385	53,715	8,905	-	85,162	-
-	-	-	-	-	-	-
<u>380,958</u>	<u>2,719,591</u>	<u>6,198,529</u>	<u>4,529,582</u>	<u>-</u>	<u>12,617,515</u>	<u>1,290,651</u>
518,378	-	-	-	-	-	-
14,031	916,943	-	-	-	-	-
71,029	195,129	6,224,546	4,768,764	-	25,616,799	1,581,999
-	-	-	-	-	-	-
111,900	3,538,334	-	-	-	-	-
303,702	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,019,040</u>	<u>4,650,406</u>	<u>6,224,546</u>	<u>4,768,764</u>	<u>-</u>	<u>25,616,799</u>	<u>1,581,999</u>
<u>(638,082)</u>	<u>(1,930,815)</u>	<u>(26,017)</u>	<u>(239,182)</u>	<u>-</u>	<u>(12,999,284)</u>	<u>(291,348)</u>
1,208,577	1,930,814	10,955	217,533	-	12,999,283	300,000
-	-	-	-	-	-	-
-	-	15,062	-	-	-	-
<u>1,208,577</u>	<u>1,930,814</u>	<u>26,017</u>	<u>217,533</u>	<u>-</u>	<u>12,999,283</u>	<u>300,000</u>
570,495	(1)	-	(21,649)	-	(1)	8,652
3,452,156	56,872	-	71,323	-	250,000	359,227
<u>\$ 4,022,651</u>	<u>\$ 56,871</u>	<u>\$ -</u>	<u>\$ 49,674</u>	<u>\$ -</u>	<u>\$ 249,999</u>	<u>\$ 367,879</u>

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**COUNTY OF KENT, MICHIGAN**

**Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances - Nonmajor Governmental Funds  
For the Year Ended December 31, 2022**

	Debt Service Fund		
	General	Building Authority	Total
<b>Revenues</b>			
Taxes	\$ -	\$ -	\$ 63,264,345
Licenses and permits	-	-	875,000
Intergovernmental	-	-	63,664,465
Charges for services	-	-	22,607,127
Fines and forfeitures	-	-	267,278
Investment earnings (loss)	-	-	64,635
Contributions and reimbursements	2,317,513	-	9,970,680
Other	-	4,339,775	4,374,133
<b>Total revenues</b>	<b>2,317,513</b>	<b>4,339,775</b>	<b>165,087,663</b>
<b>Expenditures</b>			
Current:			
General government	-	-	810,927
Public safety	-	-	23,794,112
Health and welfare	-	-	93,326,255
Culture and recreation	-	-	11,585,187
Judicial	-	-	23,889,439
Community and economic development	-	-	11,624,074
Debt service:			
Principal	8,136,044	3,410,000	11,671,755
Interest and fiscal charges	3,964,063	929,775	4,905,429
<b>Total expenditures</b>	<b>12,100,107</b>	<b>4,339,775</b>	<b>181,607,178</b>
Revenues over (under) expenditures	(9,782,594)	-	(16,519,515)
<b>Other financing sources (uses)</b>			
Transfers in	9,782,594	-	40,583,638
Transfers out	-	-	(24,350,991)
Proceeds from sale of capital assets	-	-	45,062
<b>Total other financing sources (uses)</b>	<b>9,782,594</b>	<b>-</b>	<b>16,277,709</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>-</b>	<b>(241,806)</b>
Fund balances, beginning of year	-	-	44,354,229
<b>Fund balances, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 44,112,423</b>

concluded

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Fire Prevention Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	260,000	260,000	297,137	37,137
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	5,500	5,500	(682)	(6,182)
Contributions and reimbursements	444,000	-	73,414	73,414
Other	-	-	-	-
<b>Total revenues</b>	<b>709,500</b>	<b>265,500</b>	<b>369,869</b>	<b>104,369</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	1,010,551	367,772	367,771	(1)
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>1,010,551</b>	<b>367,772</b>	<b>367,771</b>	<b>(1)</b>
Revenues over (under) expenditures	(301,051)	(102,272)	2,098	104,370
<b>Other financing sources (uses)</b>				
Transfers in	260,000	260,000	260,000	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	32,800	32,800	30,000	(2,800)
<b>Total other financing sources (uses)</b>	<b>292,800</b>	<b>292,800</b>	<b>290,000</b>	<b>(2,800)</b>
<b>Net change in fund balances</b>	<b>(8,251)</b>	<b>190,528</b>	<b>292,098</b>	<b>101,570</b>
Fund balances, beginning of year	359,048	359,048	359,048	-
<b>Fund balances, end of year</b>	<b>\$ 350,797</b>	<b>\$ 549,576</b>	<b>\$ 651,146</b>	<b>\$ 101,570</b>

# COUNTY OF KENT, MICHIGAN

## Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Friend of the Court Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	7,469,881	7,469,881	6,735,654	(734,227)
Charges for services	985,000	985,000	849,676	(135,324)
Fines and forfeitures	4,000	4,000	5,785	1,785
Investment earnings	-	-	-	-
Contributions and reimbursements	220,000	220,000	201,012	(18,988)
Other	-	-	-	-
<b>Total revenues</b>	<b>8,678,881</b>	<b>8,678,881</b>	<b>7,792,127</b>	<b>(886,754)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	10,736,824	10,736,824	9,853,090	(883,734)
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>10,736,824</b>	<b>10,736,824</b>	<b>9,853,090</b>	<b>(883,734)</b>
Revenues over (under) expenditures	(2,057,943)	(2,057,943)	(2,060,963)	(3,020)
<b>Other financing sources (uses)</b>				
Transfers in	2,057,943	2,057,943	2,060,963	3,020
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>2,057,943</b>	<b>2,057,943</b>	<b>2,060,963</b>	<b>3,020</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



# COUNTY OF KENT, MICHIGAN

## Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Health Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	822,275	822,275	702,323	(119,952)
Intergovernmental	21,445,262	22,624,937	17,847,042	(4,777,895)
Charges for services	2,794,822	1,521,711	1,111,927	(409,784)
Fines and forfeitures	103,525	103,525	67,330	(36,195)
Investment earnings	-	-	-	-
Contributions and reimbursements	4,874,626	5,803,796	6,457,513	653,717
Other	45,080	45,080	45,153	73
<b>Total revenues</b>	<b>30,085,590</b>	<b>30,921,324</b>	<b>26,231,288</b>	<b>(4,690,036)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	2,660,917	2,721,058	2,607,690	(113,368)
Health and welfare	37,461,912	39,755,057	31,570,877	(8,184,180)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>40,122,829</b>	<b>42,476,115</b>	<b>34,178,567</b>	<b>(8,297,548)</b>
Revenues over (under) expenditures	(10,037,239)	(11,554,791)	(7,947,279)	3,607,512
<b>Other financing sources (uses)</b>				
Transfers in	9,346,070	10,856,267	7,948,402	(2,907,865)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>9,346,070</b>	<b>10,856,267</b>	<b>7,948,402</b>	<b>(2,907,865)</b>
<b>Net change in fund balances</b>	<b>\$ (691,169)</b>	<b>\$ (698,524)</b>	<b>\$ 1,123</b>	<b>\$ 699,647</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Lodging Excise Tax Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 9,750,000	\$ 9,750,000	\$ 12,489,808	\$ 2,739,808
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	100	100	-	(100)
Fines and forfeitures	7,500	7,500	12,550	5,050
Investment earnings (loss)	100,000	100,000	(12,290)	(112,290)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>9,857,600</u>	<u>9,857,600</u>	<u>12,490,068</u>	<u>2,632,468</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	10,423,925	11,008,925	10,674,676	(334,249)
<b>Total expenditures</b>	<u>10,423,925</u>	<u>11,008,925</u>	<u>10,674,676</u>	<u>(334,249)</u>
Revenues over (under) expenditures	<u>(566,325)</u>	<u>(1,151,325)</u>	<u>1,815,392</u>	<u>2,966,717</u>
<b>Other financing sources (uses)</b>				
Transfers in	300,000	300,000	-	(300,000)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>(300,000)</u>
<b>Net change in fund balances</b>	<u>(266,325)</u>	<u>(851,325)</u>	<u>1,815,392</u>	<u>2,666,717</u>
Fund balances, beginning of year	<u>7,193,980</u>	<u>7,193,980</u>	<u>7,193,980</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 6,927,655</u>	<u>\$ 6,342,655</u>	<u>\$ 9,009,372</u>	<u>\$ 2,666,717</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Ready by Five Millage Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 6,532,600	\$ 6,532,600	\$ 6,357,048	\$ (175,552)
Licenses and permits	-	-	-	-
Intergovernmental	200,000	200,000	282,151	82,151
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	60,000	60,000	(8,510)	(68,510)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>6,792,600</u>	<u>6,792,600</u>	<u>6,630,689</u>	<u>(161,911)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	9,878,557	10,170,325	8,450,788	(1,719,537)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>9,878,557</u>	<u>10,170,325</u>	<u>8,450,788</u>	<u>(1,719,537)</u>
Revenues over (under) expenditures	<u>(3,085,957)</u>	<u>(3,377,725)</u>	<u>(1,820,099)</u>	<u>1,557,626</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(3,085,957)</u>	<u>(3,377,725)</u>	<u>(1,820,099)</u>	<u>1,557,626</u>
Fund balances, beginning of year	<u>9,201,545</u>	<u>9,201,545</u>	<u>9,201,545</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 6,115,588</u>	<u>\$ 5,823,820</u>	<u>\$ 7,381,446</u>	<u>\$ 1,557,626</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Correction and Detention Facilities Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 20,457,910	\$ 20,457,910	\$ 19,643,541	\$ (814,369)
Licenses and permits	-	-	-	-
Intergovernmental	320,000	320,000	306,485	(13,515)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	275,000	275,000	50,828	(224,172)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>21,052,910</u>	<u>21,052,910</u>	<u>20,000,854</u>	<u>(1,052,056)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	2,000,000	2,000,000	-	(2,000,000)
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>	<u>(2,000,000)</u>
Revenues over (under) expenditures	<u>19,052,910</u>	<u>19,052,910</u>	<u>20,000,854</u>	<u>947,944</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(22,607,250)	(22,607,250)	(22,606,250)	(1,000)
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>(22,607,250)</u>	<u>(22,607,250)</u>	<u>(22,606,250)</u>	<u>(1,000)</u>
<b>Net change in fund balances</b>	<u>(3,554,340)</u>	<u>(3,554,340)</u>	<u>(2,605,396)</u>	<u>948,944</u>
Fund balances, beginning of year	<u>10,300,718</u>	<u>10,300,718</u>	<u>10,300,718</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 6,746,378</u>	<u>\$ 6,746,378</u>	<u>\$ 7,695,322</u>	<u>\$ 948,944</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Register of Deeds Automation Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	700,000	700,000	491,125	(208,875)
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	10,000	10,000	(2,240)	(12,240)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>710,000</b>	<b>710,000</b>	<b>488,885</b>	<b>(221,115)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	793,394	743,394	645,696	(97,698)
<b>Total expenditures</b>	<b>793,394</b>	<b>743,394</b>	<b>645,696</b>	<b>(97,698)</b>
Revenues over (under) expenditures	(83,394)	(33,394)	(156,811)	(123,417)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(98,235)	(148,235)	(50,416)	(97,819)
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(98,235)</b>	<b>(148,235)</b>	<b>(50,416)</b>	<b>(97,819)</b>
<b>Net change in fund balances</b>	<b>(181,629)</b>	<b>(181,629)</b>	<b>(207,227)</b>	<b>(25,598)</b>
Fund balances, beginning of year	725,390	725,390	725,390	-
<b>Fund balances, end of year</b>	<b>\$ 543,761</b>	<b>\$ 543,761</b>	<b>\$ 518,163</b>	<b>\$ (25,598)</b>

# COUNTY OF KENT, MICHIGAN

## Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Zoo and Museum Millage Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 11,405,790	\$ 11,405,790	\$ 11,098,205	\$ (307,585)
Licenses and permits	-	-	-	-
Intergovernmental	400,000	400,000	492,514	92,514
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	5,000	5,000	(5,532)	(10,532)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>11,810,790</b>	<b>11,810,790</b>	<b>11,585,187</b>	<b>(225,603)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	11,810,790	11,810,790	11,585,187	(225,603)
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>11,810,790</b>	<b>11,810,790</b>	<b>11,585,187</b>	<b>(225,603)</b>
Revenues over (under) expenditures	-	-	-	-
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balances, beginning of year	-	-	-	-
<b>Fund balances, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Senior Millage Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 12,957,000	\$ 12,957,000	\$ 12,438,485	\$ (518,515)
Licenses and permits	-	-	-	-
Intergovernmental	400,000	400,000	559,548	159,548
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	60,000	60,000	17,612	(42,388)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>13,417,000</b>	<b>13,417,000</b>	<b>13,015,645</b>	<b>(401,355)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	13,937,000	13,734,029	13,734,029	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>13,937,000</b>	<b>13,734,029</b>	<b>13,734,029</b>	<b>-</b>
Revenues over (under) expenditures	(520,000)	(317,029)	(718,384)	(401,355)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(520,000)</b>	<b>(317,029)</b>	<b>(718,384)</b>	<b>(401,355)</b>
Fund balances, beginning of year	1,668,145	1,668,145	1,668,145	-
<b>Fund balances, end of year</b>	<b>\$ 1,148,145</b>	<b>\$ 1,351,116</b>	<b>\$ 949,761</b>	<b>\$ (401,355)</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Indigent Defense Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	5,999,666	4,867,233	4,867,233	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	7,183	7,183
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>5,999,666</u>	<u>4,867,233</u>	<u>4,874,416</u>	<u>7,183</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	8,424,800	8,424,800	7,625,220	(799,580)
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>8,424,800</u>	<u>8,424,800</u>	<u>7,625,220</u>	<u>(799,580)</u>
Revenues over (under) expenditures	<u>(2,425,134)</u>	<u>(3,557,567)</u>	<u>(2,750,804)</u>	<u>806,763</u>
<b>Other financing sources (uses)</b>				
Transfers in	2,425,134	2,425,134	2,425,134	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>2,425,134</u>	<u>2,425,134</u>	<u>2,425,134</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (1,132,433)</u>	<u>\$ (325,670)</u>	<u>\$ 806,763</u>



## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Central Dispatch Collection Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	9,259,950	9,730,290	9,814,404	84,114
Fines and forfeitures	-	-	-	-
Investment earnings	16,000	16,000	23,857	7,857
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>9,275,950</u>	<u>9,746,290</u>	<u>9,838,261</u>	<u>91,971</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	7,323,175	7,793,515	7,793,403	(112)
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>7,323,175</u>	<u>7,793,515</u>	<u>7,793,403</u>	<u>(112)</u>
Revenues over (under) expenditures	<u>1,952,775</u>	<u>1,952,775</u>	<u>2,044,858</u>	<u>92,083</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(1,694,825)	(1,694,825)	(1,694,325)	(500)
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>(1,694,825)</u>	<u>(1,694,825)</u>	<u>(1,694,325)</u>	<u>(500)</u>
<b>Net change in fund balances</b>	257,950	257,950	350,533	92,583
Fund balances, beginning of year	<u>1,387,479</u>	<u>1,387,479</u>	<u>1,387,479</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 1,645,429</u>	<u>\$ 1,645,429</u>	<u>\$ 1,738,012</u>	<u>\$ 92,583</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Concealed Pistol License Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	175,000	175,000	214,214	39,214
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	3,000	3,000	(3,580)	(6,580)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>178,000</b>	<b>178,000</b>	<b>210,634</b>	<b>32,634</b>
<b>Expenditures</b>				
Current:				
General government	170,357	170,357	155,874	(14,483)
Public safety	-	-	-	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>170,357</b>	<b>170,357</b>	<b>155,874</b>	<b>(14,483)</b>
Revenues over (under) expenditures	7,643	7,643	54,760	47,117
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>7,643</b>	<b>7,643</b>	<b>54,760</b>	<b>47,117</b>
Fund balances, beginning of year	680,789	680,789	680,789	-
<b>Fund balances, end of year</b>	<b>\$ 688,432</b>	<b>\$ 688,432</b>	<b>\$ 735,549</b>	<b>\$ 47,117</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Local Corrections Officers Training Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	100,000	100,000	115,641	15,641
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	2,000	2,000	(2,980)	(4,980)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<b>102,000</b>	<b>102,000</b>	<b>112,661</b>	<b>10,661</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	84	84	84	-
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>84</b>	<b>84</b>	<b>84</b>	<b>-</b>
Revenues over (under) expenditures	101,916	101,916	112,577	10,661
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>101,916</b>	<b>101,916</b>	<b>112,577</b>	<b>10,661</b>
Fund balances, beginning of year	430,079	430,079	430,079	-
<b>Fund balances, end of year</b>	<b>\$ 531,995</b>	<b>\$ 531,995</b>	<b>\$ 542,656</b>	<b>\$ 10,661</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Drug Forfeiture Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	247,761	247,761	191,185	(56,576)
Investment earnings (loss)	500	500	(2,600)	(3,100)
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>248,261</u>	<u>248,261</u>	<u>188,585</u>	<u>(59,676)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	621,025	331,025	179,326	(151,699)
Health and welfare	-	-	-	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>621,025</u>	<u>331,025</u>	<u>179,326</u>	<u>(151,699)</u>
Revenues over (under) expenditures	<u>(372,764)</u>	<u>(82,764)</u>	<u>9,259</u>	<u>92,023</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(372,764)</u>	<u>(82,764)</u>	<u>9,259</u>	<u>92,023</u>
Fund balances, beginning of year	<u>471,331</u>	<u>471,331</u>	<u>471,331</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 98,567</u>	<u>\$ 388,567</u>	<u>\$ 480,590</u>	<u>\$ 92,023</u>

# COUNTY OF KENT, MICHIGAN

## Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

State Project Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	2,392,611	2,764,754	2,826,568	61,814
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>2,392,611</u>	<u>2,764,754</u>	<u>2,826,568</u>	<u>61,814</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	384,437	471,383	470,973	(410)
Health and welfare	-	292,899	292,899	-
Culture and recreation	-	-	-	-
Judicial	2,289,408	2,349,404	2,232,928	(116,476)
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>2,673,845</u>	<u>3,113,686</u>	<u>2,996,800</u>	<u>(116,886)</u>
Revenues over (under) expenditures	<u>(281,234)</u>	<u>(348,932)</u>	<u>(170,232)</u>	<u>178,700</u>
<b>Other financing sources (uses)</b>				
Transfers in	281,234	217,566	170,232	(47,334)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>281,234</u>	<u>217,566</u>	<u>170,232</u>	<u>(47,334)</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (131,366)</u>	<u>\$ -</u>	<u>\$ 131,366</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Project Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	486,592	504,470	528,639	24,169
Charges for services	10,483,323	10,690,137	10,232,991	(457,146)
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	800	(1,305)	(1,305)	-
Contributions and reimbursements	458,060	409,402	409,402	-
Other	-	-	-	-
<b>Total revenues</b>	<b>11,428,775</b>	<b>11,602,704</b>	<b>11,169,727</b>	<b>(432,977)</b>
<b>Expenditures</b>				
Current:				
General government	115,772	136,683	136,675	(8)
Public safety	11,872,725	12,110,209	11,537,083	(573,126)
Health and welfare	691,773	609,396	609,396	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>12,680,270</b>	<b>12,856,288</b>	<b>12,283,154</b>	<b>(573,134)</b>
Revenues over (under) expenditures	(1,251,495)	(1,253,584)	(1,113,427)	140,157
<b>Other financing sources (uses)</b>				
Transfers in	1,241,885	1,303,285	1,179,235	(124,050)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>1,241,885</b>	<b>1,303,285</b>	<b>1,179,235</b>	<b>(124,050)</b>
<b>Net change in fund balances</b>	<b>(9,610)</b>	<b>49,701</b>	<b>65,808</b>	<b>16,107</b>
Fund balances, beginning of year	136,682	136,682	136,682	-
<b>Fund balances, end of year</b>	<b>\$ 127,072</b>	<b>\$ 186,383</b>	<b>\$ 202,490</b>	<b>\$ 16,107</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

LTD Project Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	14,756	195,157	195,157	-
Charges for services	68,000	67,067	68,067	1,000
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	12,050	11,196	(342)	(11,538)
Contributions and reimbursements	57,046	58,279	118,076	59,797
Other	4,000	923	-	(923)
<b>Total revenues</b>	<b>155,852</b>	<b>332,622</b>	<b>380,958</b>	<b>48,336</b>
<b>Expenditures</b>				
Current:				
General government	134,546	518,378	518,378	-
Public safety	2,299	14,031	14,031	-
Health and welfare	5,776	71,029	71,029	-
Culture and recreation	49,391	-	-	-
Judicial	74,000	111,900	111,900	-
Community and economic development	50,712	303,702	303,702	-
<b>Total expenditures</b>	<b>316,724</b>	<b>1,019,040</b>	<b>1,019,040</b>	<b>-</b>
Revenues over (under) expenditures	(160,872)	(686,418)	(638,082)	48,336
<b>Other financing sources (uses)</b>				
Transfers in	256,397	1,208,577	1,208,577	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>256,397</b>	<b>1,208,577</b>	<b>1,208,577</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>95,525</b>	<b>522,159</b>	<b>570,495</b>	<b>48,336</b>
Fund balances, beginning of year	3,452,156	3,452,156	3,452,156	-
<b>Fund balances, end of year</b>	<b>\$ 3,547,681</b>	<b>\$ 3,974,315</b>	<b>\$ 4,022,651</b>	<b>\$ 48,336</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Federal Project Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	1,661,959	4,645,228	2,093,220	(2,552,008)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	500	500	404	(96)
Other	-	-	-	-
<b>Total revenues</b>	<u>1,662,459</u>	<u>4,645,728</u>	<u>2,093,624</u>	<u>(2,552,104)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	206,904	3,053,448	542,454	(2,510,994)
Health and welfare	150,000	175,839	175,839	-
Culture and recreation	-	-	-	-
Judicial	3,317,412	3,492,440	3,193,135	(299,305)
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>3,674,316</u>	<u>6,721,727</u>	<u>3,911,428</u>	<u>(2,810,299)</u>
Revenues over (under) expenditures	<u>(2,011,857)</u>	<u>(2,075,999)</u>	<u>(1,817,804)</u>	<u>258,195</u>
<b>Other financing sources (uses)</b>				
Transfers in	2,011,857	2,011,857	1,817,804	(194,053)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>2,011,857</u>	<u>2,011,857</u>	<u>1,817,804</u>	<u>(194,053)</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (64,142)</u>	<u>\$ -</u>	<u>\$ 64,142</u>



## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Community Development Federal Project Fund

For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	4,512,552	7,865,316	3,571,302	(4,294,014)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	75,000	57,040	57,040	-
Other	-	-	-	-
<b>Total revenues</b>	<u>4,587,552</u>	<u>7,922,356</u>	<u>3,628,342</u>	<u>(4,294,014)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	4,599,452	3,655,304	3,655,304	-
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>4,599,452</u>	<u>3,655,304</u>	<u>3,655,304</u>	<u>-</u>
Revenues over (under) expenditures	<u>(11,900)</u>	<u>4,267,052</u>	<u>(26,962)</u>	<u>(4,294,014)</u>
<b>Other financing sources (uses)</b>				
Transfers in	11,900	11,900	11,900	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	15,062	15,062	-
<b>Total other financing sources (uses)</b>	<u>11,900</u>	<u>26,962</u>	<u>26,962</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ 4,294,014</u>	<u>\$ -</u>	<u>\$ (4,294,014)</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Kent County Community Action Fund - September 30 Budget Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	2,040,498	4,207,895	2,324,684	(1,883,211)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>2,040,498</u>	<u>4,207,895</u>	<u>2,324,684</u>	<u>(1,883,211)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	2,234,577	2,757,579	2,440,467	(317,112)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>2,234,577</u>	<u>2,757,579</u>	<u>2,440,467</u>	<u>(317,112)</u>
Revenues over (under) expenditures	<u>(194,079)</u>	<u>1,450,316</u>	<u>(115,783)</u>	<u>(1,566,099)</u>
<b>Other financing sources (uses)</b>				
Transfers in	194,079	192,048	112,996	(79,052)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>194,079</u>	<u>192,048</u>	<u>112,996</u>	<u>(79,052)</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ 1,642,364</u>	<u>\$ (2,787)</u>	<u>\$ (1,645,151)</u>

# COUNTY OF KENT, MICHIGAN

## Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Kent County Community Action Fund - June 30 Budget Fund

For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	1,177,847	1,177,847	530,792	(647,055)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>1,177,847</u>	<u>1,177,847</u>	<u>530,792</u>	<u>(647,055)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	1,177,847	1,177,847	530,792	(647,055)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>1,177,847</u>	<u>1,177,847</u>	<u>530,792</u>	<u>(647,055)</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Kent County Community Action Fund - December 31 Budget Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	470,366	691,450	629,815	(61,635)
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	5,200	3,451	8,905	5,454
Other	-	-	-	-
<b>Total revenues</b>	<u>475,566</u>	<u>694,901</u>	<u>638,720</u>	<u>(56,181)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	564,185	718,196	717,802	(394)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>564,185</u>	<u>718,196</u>	<u>717,802</u>	<u>(394)</u>
Revenues over (under) expenditures	<u>(88,619)</u>	<u>(23,295)</u>	<u>(79,082)</u>	<u>(55,787)</u>
<b>Other financing sources (uses)</b>				
Transfers in	88,619	78,772	73,246	(5,526)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>88,619</u>	<u>78,772</u>	<u>73,246</u>	<u>(5,526)</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ 55,477</u>	<u>\$ (5,836)</u>	<u>\$ (61,313)</u>

# COUNTY OF KENT, MICHIGAN

## Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual - Budgetary Basis

Child Care Fund

For the Year Ended September 30, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	18,171,057	18,171,057	11,854,565	(6,316,492)
Charges for services	269,000	269,000	133,498	(135,502)
Fines and forfeitures	-	-	-	-
Investment earnings	-	-	-	-
Contributions and reimbursements	160,000	160,000	100,338	(59,662)
Other	-	-	-	-
<b>Total revenues</b>	<b>18,600,057</b>	<b>18,600,057</b>	<b>12,088,401</b>	<b>(6,511,656)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	33,651,885	33,651,885	23,623,862	(10,028,023)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<b>33,651,885</b>	<b>33,651,885</b>	<b>23,623,862</b>	<b>(10,028,023)</b>
Revenues over (under) expenditures	(15,051,828)	(15,051,828)	(11,535,461)	3,516,367
<b>Other financing sources (uses)</b>				
Transfers in	15,051,828	15,051,828	11,535,461	(3,516,367)
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>15,051,828</b>	<b>15,051,828</b>	<b>11,535,461</b>	<b>(3,516,367)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## COUNTY OF KENT, MICHIGAN

### Schedule of Revenues, Expenditures

and Changes in Fund Balances - Budget and Actual

Veterans' Millage Fund

For the Year Ended December 31, 2022

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
<b>Revenues</b>				
Taxes	\$ 1,232,514	\$ 1,232,514	\$ 1,237,258	\$ 4,744
Licenses and permits	-	-	-	-
Intergovernmental	45,000	45,000	55,732	10,732
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment earnings (loss)	5,000	5,000	(2,339)	(7,339)
Contributions and reimbursements	4,725	4,725	-	(4,725)
Other	-	-	-	-
<b>Total revenues</b>	<u>1,287,239</u>	<u>1,287,239</u>	<u>1,290,651</u>	<u>3,412</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Health and welfare	1,634,727	1,634,727	1,581,999	(52,728)
Culture and recreation	-	-	-	-
Judicial	-	-	-	-
Community and economic development	-	-	-	-
<b>Total expenditures</b>	<u>1,634,727</u>	<u>1,634,727</u>	<u>1,581,999</u>	<u>(52,728)</u>
Revenues over (under) expenditures	<u>(347,488)</u>	<u>(347,488)</u>	<u>(291,348)</u>	<u>56,140</u>
<b>Other financing sources (uses)</b>				
Transfers in	300,000	300,000	300,000	-
Transfers out	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(47,488)</u>	<u>(47,488)</u>	<u>8,652</u>	<u>56,140</u>
Fund balances, beginning of year	<u>359,227</u>	<u>359,227</u>	<u>359,227</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 311,739</u>	<u>\$ 311,739</u>	<u>\$ 367,879</u>	<u>\$ 56,140</u>

## COUNTY OF KENT, MICHIGAN

### Internal Service Funds

#### Employee Benefits Funds

**Health Fund** – accounts for the costs of providing healthcare benefits to employees.

**Dental Fund** – accounts for the costs of providing dental benefits to employees.

**Unemployment Fund** – accounts for the costs of providing unemployment benefits to employees.

#### Risk Management Funds

**Property and Liability Fund** – accounts for the County's property and liability self-insurance.

**Workers' Compensation Fund** – accounts for the County's workers' compensation self-insurance.

**Sick and Accident Plan Fund** – accounts for the County's sick and accident self-insurance.

#### Other Internal Service Funds

**Motor Pool Fund** – accounts for the purchase of capital vehicles and rental to various County departments.

**Office Equipment Pool Fund** – accounts for the purchase of capital equipment and rental to various County departments.

# COUNTY OF KENT, MICHIGAN

## Combining Statement of Net Position

Internal Service Funds

December 31, 2022

	Employee Benefits		
	Health	Dental	Unemployment
<b>Assets</b>			
Current assets:			
Cash, investments, and accrued interest	\$ 7,647,514	\$ 634,483	\$ 187,220
Accounts receivable, net	1,442,613	71,913	68
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Prepays	-	-	-
<b>Total current assets</b>	<u>9,090,127</u>	<u>706,396</u>	<u>187,288</u>
Noncurrent assets:			
Capital assets being depreciated, net	-	-	-
<b>Total assets</b>	<u>9,090,127</u>	<u>706,396</u>	<u>187,288</u>
<b>Liabilities</b>			
Accounts payable	271,851	80,863	47,462
Accrued liabilities	1,600,567	132,151	-
Due to other funds	-	-	-
<b>Total liabilities (all current)</b>	<u>1,872,418</u>	<u>213,014</u>	<u>47,462</u>
<b>Net position</b>			
Investment in capital assets	-	-	-
Unrestricted	7,217,709	493,382	139,826
<b>Total net position</b>	<u>\$ 7,217,709</u>	<u>\$ 493,382</u>	<u>\$ 139,826</u>



Risk Management					
Property and Liability	Workers' Compensation	Sick and Accident Plan	Motor Pool	Office Equipment Pool	Total
\$ 1,882,257	\$ 1,062,581	\$ 647,744	\$ 476,536	\$ 529,093	\$ 13,067,428
-	374,756	40,650	-	-	1,930,000
1,000	-	19,250	-	-	20,250
225,000	-	-	468,131	2,836	695,967
-	-	-	-	676	676
767,683	37,823	-	-	-	805,506
<u>2,875,940</u>	<u>1,475,160</u>	<u>707,644</u>	<u>944,667</u>	<u>532,605</u>	<u>16,519,827</u>
-	-	-	556,051	282,607	838,658
<u>2,875,940</u>	<u>1,475,160</u>	<u>707,644</u>	<u>1,500,718</u>	<u>815,212</u>	<u>17,358,485</u>
34,789	-	13,022	28,497	-	476,484
2,093,350	194,693	-	-	-	4,020,761
-	-	-	8,089	4,420	12,509
<u>2,128,139</u>	<u>194,693</u>	<u>13,022</u>	<u>36,586</u>	<u>4,420</u>	<u>4,509,754</u>
-	-	-	556,051	282,607	838,658
<u>747,801</u>	<u>1,280,467</u>	<u>694,622</u>	<u>908,081</u>	<u>528,185</u>	<u>12,010,073</u>
<u>\$ 747,801</u>	<u>\$ 1,280,467</u>	<u>\$ 694,622</u>	<u>\$ 1,464,132</u>	<u>\$ 810,792</u>	<u>\$ 12,848,731</u>

# COUNTY OF KENT, MICHIGAN

## Combining Statement of Revenues, Expenses and

Changes in Fund Net Position

Internal Service Funds

For the Year Ended December 31, 2022

	Employee Benefits		
	Health	Dental	Unemployment
<b>Operating revenues</b>			
Charges for services	\$ 23,420,035	\$ 1,712,542	\$ 1,229
<b>Operating expenses</b>			
Salaries and fringes	-	-	-
Contractual services	-	-	-
Benefit payments and refunds	25,651,216	1,722,136	47,462
Depreciation	-	-	-
Other	-	-	-
<b>Total operating expenses</b>	<u>25,651,216</u>	<u>1,722,136</u>	<u>47,462</u>
Operating income (loss)	<u>(2,231,181)</u>	<u>(9,594)</u>	<u>(46,233)</u>
<b>Nonoperating revenues (expenses)</b>			
Investment earnings (loss)	(22,973)	(3,545)	(862)
Gain on sale of capital asset	-	-	-
<b>Total nonoperating revenues (expenses)</b>	<u>(22,973)</u>	<u>(3,545)</u>	<u>(862)</u>
Income (loss) before transfers	(2,254,154)	(13,139)	(47,095)
<b>Transfers in</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	(2,254,154)	(13,139)	(47,095)
Net position, beginning of year	9,471,863	506,521	186,921
<b>Net position, end of year</b>	<u>\$ 7,217,709</u>	<u>\$ 493,382</u>	<u>\$ 139,826</u>



Risk Management					
Property and Liability	Workers' Compensation	Sick and Accident Plan	Motor Pool	Office Equipment Pool	Total
\$ 2,113,691	\$ 691,311	\$ 823,287	\$ 210,907	\$ 153,720	\$ 29,126,722
126,972	-	-	-	-	126,972
11,467	-	39,427	-	-	50,894
1,351,256	241,452	602,922	-	-	29,616,444
-	-	-	121,932	112,838	234,770
1,295,856	145,021	-	-	63,652	1,504,529
2,785,551	386,473	642,349	121,932	176,490	31,533,609
(671,860)	304,838	180,938	88,975	(22,770)	(2,406,887)
561,371	(4,116)	(3,514)	(187)	(2,792)	523,382
-	-	-	3,376	5,000	8,376
561,371	(4,116)	(3,514)	3,189	2,208	531,758
(110,489)	300,722	177,424	92,164	(20,562)	(1,875,129)
-	-	-	170,000	30,000	200,000
(110,489)	300,722	177,424	262,164	9,438	(1,675,129)
858,290	979,745	517,198	1,201,968	801,354	14,523,860
<u>\$ 747,801</u>	<u>\$ 1,280,467</u>	<u>\$ 694,622</u>	<u>\$ 1,464,132</u>	<u>\$ 810,792</u>	<u>\$ 12,848,731</u>

# COUNTY OF KENT, MICHIGAN

## Combining Statement of Cash Flows

Internal Service Funds

For the Year Ended December 31, 2022

	Employee Benefits		
	Health	Dental	Unemployment
<b>Cash flows from operating activities</b>			
Receipts from customers and users	\$ 23,373,021	\$ 1,713,249	\$ 43,741
Payments to vendors	-	-	-
Payments for personnel services	-	-	-
Benefit payments	(24,703,465)	(1,650,760)	(47,462)
<b>Net cash provided by (used in) operating activities</b>	<u>(1,330,444)</u>	<u>62,489</u>	<u>(3,721)</u>
<b>Cash flows from noncapital financing activities</b>			
Transfers from other funds	-	-	-
<b>Cash flows from capital and related financing activities</b>			
Proceeds from sale of capital assets	-	-	-
Purchase of capital assets	-	-	-
Transfers of capital assets	-	-	-
<b>Net cash used in capital and related financing activities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities</b>			
Interest received on investments	(22,973)	(3,545)	(862)
<b>Net change in cash and cash equivalents</b>	<u>(1,353,417)</u>	<u>58,944</u>	<u>(4,583)</u>
Cash and cash equivalents, beginning of year	9,000,931	575,539	191,803
<b>Cash and cash equivalents, end of year</b>	<u>\$ 7,647,514</u>	<u>\$ 634,483</u>	<u>\$ 187,220</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities</b>			
Operating income (loss)	\$ (2,231,181)	\$ (9,594)	\$ (46,233)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	-	-	-
Change in:			
Accounts receivable	(47,014)	(231)	413
Due from other governments	-	-	-
Due from other funds	-	938	-
Inventories	-	-	-
Prepays	-	-	-
Accounts payable	271,851	63,096	42,099
Accrued liabilities	675,900	8,280	-
Due to other funds	-	-	-
<b>Net cash provided by (used in) operating activities</b>	<u>\$ (1,330,444)</u>	<u>\$ 62,489</u>	<u>\$ (3,721)</u>

Risk Management					
Property and Liability	Workers' Compensation	Sick and Accident Plan	Motor Pool	Office Equipment Pool	Total
\$ 1,988,191	\$ 562,317	\$ 819,402	\$ (220,638)	\$ 150,884	\$ 28,430,167
(1,343,877)	(69,165)	(39,427)	-	(48,070)	(1,500,539)
(126,972)	-	-	-	-	(126,972)
(2,592,869)	(393,448)	(602,224)	-	-	(29,990,228)
<u>(2,075,527)</u>	<u>99,704</u>	<u>177,751</u>	<u>(220,638)</u>	<u>102,814</u>	<u>(3,187,572)</u>
-	-	-	170,000	30,000	200,000
-	-	-	8,626	5,000	13,626
-	-	-	(286,813)	(83,015)	(369,828)
-	-	-	77,666	-	77,666
-	-	-	(200,521)	(78,015)	(278,536)
561,371	(4,116)	(3,514)	(187)	(2,792)	523,382
(1,514,156)	95,588	174,237	(251,346)	52,007	(2,742,726)
3,396,413	966,993	473,507	727,882	477,086	15,810,154
<u>\$ 1,882,257</u>	<u>\$ 1,062,581</u>	<u>\$ 647,744</u>	<u>\$ 476,536</u>	<u>\$ 529,093</u>	<u>\$ 13,067,428</u>
\$ (671,860)	\$ 304,838	\$ 180,938	\$ 88,975	\$ (22,770)	\$ (2,406,887)
-	-	-	121,932	112,838	234,770
100,000	(128,994)	(3,885)	-	-	(79,711)
(500)	-	-	-	-	(500)
(225,000)	-	-	(468,131)	(2,836)	(695,029)
-	-	-	-	30,474	30,474
13,000	75,856	-	-	-	88,856
(49,554)	-	698	28,497	(19,312)	337,375
(1,241,613)	(151,996)	-	-	-	(709,429)
-	-	-	8,089	4,420	12,509
<u>\$ (2,075,527)</u>	<u>\$ 99,704</u>	<u>\$ 177,751</u>	<u>\$ (220,638)</u>	<u>\$ 102,814</u>	<u>\$ (3,187,572)</u>

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## COUNTY OF KENT, MICHIGAN

### Fiduciary Funds

#### Pension and Other Postemployment Benefits Trust Funds

***Pension Trust Fund*** – accounts for the activity of the Employees' Retirement Plan, a defined-benefit pension plan, which accumulates resources for retiree benefit payments to qualified employees.

***Other Postemployment Benefits Trust Fund*** – accounts for the activity of the Voluntary Employees' Beneficiary Association (VEBA), a defined-benefit postemployment healthcare plan, which accumulates resources for retiree health insurance subsidies to qualified employees.

## COUNTY OF KENT, MICHIGAN

### Combining Statement of Fiduciary Net Position

Pension and Other Postemployment Benefits Trust Funds

December 31, 2022

	Pension Trust Fund	VEBA Trust Fund	Total
<b>Assets</b>			
Cash and cash equivalents	\$ -	\$ 860,127	\$ 860,127
Contributions receivable	1,257,085	308,151	1,565,236
Interest receivable	934,845	-	934,845
Due from brokers	88,899	-	88,899
Investments, at fair value:			
U.S. government obligations	27,794,685	-	27,794,685
U.S. government agency obligations	354,060	-	354,060
Municipal obligations	452,608	-	452,608
Corporate obligations	23,911,599	-	23,911,599
Common stock	398,099,712	-	398,099,712
Foreign obligations	10,878,211	-	10,878,211
Foreign common stock	3,178,995	-	3,178,995
Money market funds	22,887,191	-	22,887,191
International equity mutual funds	182,946,739	8,791,900	191,738,639
Domestic equity mutual funds	-	17,741,658	17,741,658
Domestic fixed income mutual funds	-	5,709,260	5,709,260
International fixed income mutual funds	137,958,489	8,629,992	146,588,481
Real estate and infrastructure securities	91,116,027	2,848,415	93,964,442
Asset-backed securities	9,536,477	-	9,536,477
Mortgage-backed securities fund	47,887,083	-	47,887,083
Total investments	<u>957,001,876</u>	<u>43,721,225</u>	<u>1,000,723,101</u>
<b>Total assets</b>	<u>959,282,705</u>	<u>44,889,503</u>	<u>1,004,172,208</u>
<b>Liabilities</b>			
Accounts payable	794,331	559,500	1,353,831
Due to brokers	739,646	-	739,646
<b>Total liabilities</b>	<u>1,533,977</u>	<u>559,500</u>	<u>2,093,477</u>
<b>Net position</b>			
Restricted for:			
Employees' pension benefits	957,748,728	-	957,748,728
Other postemployment benefits	-	44,330,003	44,330,003
<b>Total net position</b>	<u>\$ 957,748,728</u>	<u>\$ 44,330,003</u>	<u>\$ 1,002,078,731</u>



## COUNTY OF KENT, MICHIGAN

### Combining Statement of Changes in Fiduciary Net Position

Pension and Other Postemployment Benefits Trust Funds

For the Year Ended December 31, 2022

	Pension Trust Fund	VEBA Trust Fund	Total
<b>Additions</b>			
Contributions:			
Employer	\$ 9,856,852	\$ 5,263,756	\$ 15,120,608
Employer - implicit rate subsidy	-	1,655,826	1,655,826
Plan members	10,908,114	-	10,908,114
<b>Total contributions</b>	<b>20,764,966</b>	<b>6,919,582</b>	<b>27,684,548</b>
Investment earnings (loss):			
Net depreciation in fair value of securities	(156,021,263)	(7,848,190)	(163,869,453)
Dividends and interest	12,232,569	1,016,054	13,248,623
Total investment loss	(143,788,694)	(6,832,136)	(150,620,830)
Investment expense	(3,262,917)	(130,369)	(3,393,286)
<b>Net investment earnings (loss)</b>	<b>(147,051,611)</b>	<b>(6,962,505)</b>	<b>(154,014,116)</b>
Other income	-	4,712	4,712
<b>Total additions (net of investment loss)</b>	<b>(126,286,645)</b>	<b>(38,211)</b>	<b>(126,324,856)</b>
<b>Deductions</b>			
Benefit payments	51,159,393	2,089,370	53,248,763
Benefit payments - implicit rate subsidy	-	1,655,826	1,655,826
Administrative expenses	732,930	61,288	794,218
Refunds of contributions	1,110,978	-	1,110,978
<b>Total deductions</b>	<b>53,003,301</b>	<b>3,806,484</b>	<b>56,809,785</b>
<b>Change in net position</b>	<b>(179,289,946)</b>	<b>(3,844,695)</b>	<b>(183,134,641)</b>
Net position, beginning of year	1,137,038,674	48,174,698	1,185,213,372
<b>Net position, end of year</b>	<b>\$ 957,748,728</b>	<b>\$ 44,330,003</b>	<b>\$ 1,002,078,731</b>

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## COUNTY OF KENT, MICHIGAN

### **Drainage Districts Component Unit**

The drainage districts consist of over 500 individual districts created for alleviating drainage problems. Each drainage district accounts for the construction, maintenance, and financing costs associated with its drain program. Each individual district is a separate legal entity with power to assess the benefiting communities, including the County and the State of Michigan, for road drainage. The Kent County Drain Commissioner manages the drainage districts with the Kent County Board of Commissioners exercising legislative oversight. The County is a direct beneficiary of the service provided and its employees run the day-to-day operations. In addition, the County often pledges its full faith and credit for the long-term debt of the drainage districts.

# COUNTY OF KENT, MICHIGAN

## Combining Balance Sheet

Drainage Districts Component Unit  
December 31, 2022

	Governmental Funds			
	Special Revenue	Debt Service	Capital Projects	Total
<b>Assets</b>				
Cash, investments, and accrued interest	\$ 2,885,186	\$ 16,506	\$ 4,983,240	\$ 7,884,932
Special assessments receivable	3,910,274	-	-	3,910,274
Due from other governments	39,171	-	-	39,171
Due from other funds	-	-	376,922	376,922
Installment sales agreement	-	-	5,953,123	5,953,123
Prepays	-	1,000	-	1,000
<b>Total assets</b>	<b>\$ 6,834,631</b>	<b>\$ 17,506</b>	<b>\$ 11,313,285</b>	<b>\$ 18,165,422</b>
<b>Liabilities</b>				
Accounts payable	\$ 343,213	\$ -	\$ 26,613	\$ 369,826
Accrued liabilities	254,950	-	-	254,950
Due to other funds	376,922	-	-	376,922
Due to primary government	1,346,383	-	-	1,346,383
Advances from primary government	1,036,839	-	-	1,036,839
<b>Total liabilities</b>	<b>3,358,307</b>	<b>-</b>	<b>26,613</b>	<b>3,384,920</b>
<b>Deferred inflows of resources</b>				
Unavailable revenue - special assessments receivable	3,428,798	-	-	3,428,798
Unavailable revenue - installment sales agreement	-	-	5,953,123	5,953,123
<b>Total deferred inflows of resources</b>	<b>3,428,798</b>	<b>-</b>	<b>5,953,123</b>	<b>9,381,921</b>
<b>Fund balances</b>				
Nonspendable	-	1,000	-	1,000
Restricted	-	16,506	5,333,549	5,350,055
Committed	47,526	-	-	47,526
<b>Total fund balances</b>	<b>47,526</b>	<b>17,506</b>	<b>5,333,549</b>	<b>5,398,581</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 6,834,631</b>	<b>\$ 17,506</b>	<b>\$ 11,313,285</b>	<b>\$ 18,165,422</b>

# COUNTY OF KENT, MICHIGAN

## Reconciliation

Fund Balances for Governmental Funds  
to Net Position of Component Units  
Drainage Districts Component Unit  
December 31, 2022

**Fund balances - total governmental funds** \$ 5,398,581

Amounts reported for the *component unit* in the statement of net position are different because:

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

Capital assets not being depreciated	10,825,572
Capital assets being depreciated, net	4,953,045

Certain assets, such as assessments receivable from local units, are not due and receivable in the current period and therefore are offset with deferred inflows of resources in the fund statement.

Deferred inflows for special assessments receivable	3,428,798
Deferred inflows for installment sales agreement	5,953,123

Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.

Bonds payable	(12,383,000)
Bond premiums, net	(1,240,301)
Accrued interest on bonds payable	(76,475)

**Net position of component unit** \$ 16,859,343

# COUNTY OF KENT, MICHIGAN

## Combining Statement of Revenues, Expenditures

and Changes in Fund Balances

Drainage Districts Component Unit

For the Year Ended December 31, 2022

	Governmental Funds				
	Special Revenue	Debt Service	Capital Projects	Eliminations	Total
<b>Revenues</b>					
Intergovernmental:					
Operating grants	\$ 660,872	\$ 989,046	\$ -	\$ -	\$ 1,649,918
Capital grants	1,337,420	-	-	(165,421)	1,171,999
Investment earnings (loss)	(12,693)	1,797	(20,746)	-	(31,642)
<b>Total revenues</b>	<u>1,985,599</u>	<u>990,843</u>	<u>(20,746)</u>	<u>(165,421)</u>	<u>2,790,275</u>
<b>Expenditures</b>					
Current:					
General government	3,076,182	-	233,669	(165,421)	3,144,430
Debt service:					
Principal	-	694,000	-	-	694,000
Interest and fiscal charges	12,950	506,071	-	-	519,021
<b>Total expenditures</b>	<u>3,089,132</u>	<u>1,200,071</u>	<u>233,669</u>	<u>(165,421)</u>	<u>4,357,451</u>
Revenues over (under) expenditures	<u>(1,103,533)</u>	<u>(209,228)</u>	<u>(254,415)</u>	<u>-</u>	<u>(1,567,176)</u>
<b>Other financing sources (uses)</b>					
Transfers in	-	190,268	-	(190,268)	-
Transfers out	(190,268)	-	-	190,268	-
<b>Total other financing sources (uses)</b>	<u>(190,268)</u>	<u>190,268</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in fund balances</b>	<u>(1,293,801)</u>	<u>(18,960)</u>	<u>(254,415)</u>	<u>-</u>	<u>(1,567,176)</u>
Fund balances, beginning of year	<u>1,341,327</u>	<u>36,466</u>	<u>5,587,964</u>	<u>-</u>	<u>6,965,757</u>
<b>Fund balances, end of year</b>	<u>\$ 47,526</u>	<u>\$ 17,506</u>	<u>\$ 5,333,549</u>	<u>\$ -</u>	<u>\$ 5,398,581</u>

## COUNTY OF KENT, MICHIGAN

### Reconciliation

Net Changes in Fund Balances of Governmental Funds  
to Change in Net Position of Component Units  
Drainage Districts Component Unit  
For the Year Ended December 31, 2022

**Net change in fund balances - total governmental funds** \$ (1,567,176)

Amounts reported for the *component unit* 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.

Depreciation expense	(490,711)
Capital assets purchased/constructed	304,672

Special assessments receivable are long-term in nature and are collectable over several years. However, the current receipts are reflected as revenues on the fund statements.

Change in deferred inflows for installment sales agreement receivable	(598,302)
Change in deferred inflows for special assessments receivable	(139,366)

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

Principal payments on bonds	694,000
Amortization of bond premium	90,679
Change in accrued interest payable on bonds payable	<u>3,786</u>

**Change in net position of component unit** \$ (1,702,418)

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## **STATISTICAL SECTION**

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# COUNTY OF KENT, MICHIGAN

## Statistical Section Table of Contents

This part of the County's Annual Comprehensive Financial Report presents detailed information to assist the user in understanding what the financial statements, note disclosures and required supplementary information say about the overall economic condition of Kent County.

		<u>Page</u>
<b>Financial Trends</b> <b>Tables 1 - 4</b>	These schedules contain trend information to help the reader understand and evaluate how the County's financial condition, performance and well-being have changed over time.	212
<b>Revenue Capacity</b> <b>Tables 5 - 8</b>	These schedules contain information to help the reader assess the County's ability to generate its most significant local revenue source, the property tax.	224
<b>Debt Capacity</b> <b>Tables 9 - 12</b>	These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and its ability to issue additional debt in the future.	232
<b>Demographic and Economic Information</b> <b>Tables 13 - 14</b>	These schedules present various demographic and economic indicators to help the reader understand the environment within which the County operates and how they affect the County's financial activities.	240
<b>Operating Information</b> <b>Tables 15 - 17</b>	These schedules contain information about the County's operations and resources to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	244

## COUNTY OF KENT, MICHIGAN

### Net Position By Component Last Ten Fiscal Years (Unaudited)

<i>December 31,</i>	2022	2021	2020	2019
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 240,402,785	\$ 224,846,542	\$ 209,720,320	\$ 196,646,702
Restricted	99,080,626	65,434,858	43,795,073	42,578,405
Unrestricted	56,664,500	107,584,521	80,857,415	41,562,599
<b>Total Governmental Activities Net Position</b>	<b>396,147,911</b>	<b>397,865,921</b>	<b>334,372,808</b>	<b>280,787,706</b>
<b>Business-type Activities</b>				
Net investment in capital assets	54,815,971	48,693,187	44,302,293	43,039,033
Restricted	6,883,195	7,866,679	6,691,728	6,785,567
Unrestricted	66,104,807	65,688,259	63,130,840	58,074,113
<b>Total Business-type Activities Net Position</b>	<b>127,803,973</b>	<b>122,248,125</b>	<b>114,124,861</b>	<b>107,898,713</b>
<b>Primary Government</b>				
Net investment in capital assets	295,218,756	273,539,729	254,022,613	239,685,735
Restricted	105,963,821	73,301,537	50,486,801	49,363,972
Unrestricted	122,769,307	173,272,780	143,988,255	99,636,712
<b>Total Primary Government Net Position</b>	<b>\$ 523,951,884</b>	<b>\$ 520,114,046</b>	<b>\$ 448,497,669</b>	<b>\$ 388,686,419</b>

<sup>(1)</sup> GASB 68 was implemented for the fiscal year ended December 31, 2015. This resulted in presentation of the County's net pension liability on the statement of net position. Prior years were not restated.

<sup>(2)</sup> Effective July 1, 2016, operations of the Kent County Airport were transferred to a legally-separate authority. The Authority is reported as a discretely-presented component unit and is not included in the table above.

<sup>(3)</sup> GASB 75 was implemented for the fiscal year ended December 31, 2017. This resulted in presentation of the County's net OPEB liability on the statement of net position. Prior years were not restated.

**Table 1**

2018	2017 <sup>(3)</sup>	2016 <sup>(2)</sup>	2015 <sup>(1)</sup>	2014	2013
\$ 181,071,887	\$ 166,022,017	\$ 169,625,052	\$ 144,841,222	\$ 137,317,974	\$ 134,749,571
26,286,651	22,033,504	15,660,065	12,429,488	15,008,391	14,939,951
45,368,761	72,207,515	107,209,919	119,734,209	84,106,474	83,654,458
252,727,299	260,263,036	292,495,036	277,004,919	236,432,839	233,343,980
40,470,296	42,330,098	41,693,740	204,739,054	194,890,258	187,333,318
7,306,693	7,633,013	7,191,825	36,058,623	36,074,751	33,112,338
58,748,669	55,618,810	56,181,965	85,352,356	80,190,415	74,976,292
106,525,658	105,581,921	105,067,530	326,150,033	311,155,424	295,421,948
221,542,183	208,352,115	211,318,792	349,580,276	332,208,232	322,082,889
33,593,344	29,666,517	22,851,890	48,488,111	51,083,142	48,052,289
104,117,430	127,826,325	163,391,884	205,086,565	164,296,889	158,630,750
\$ 359,252,957	\$ 365,844,957	\$ 397,562,566	\$ 603,154,952	\$ 547,588,263	\$ 528,765,928

## COUNTY OF KENT, MICHIGAN

### Changes in Net Position Last Ten Fiscal Years (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
<b>Primary Government Expenses</b>				
Governmental activities:				
General government	\$ 49,155,410	\$ 36,467,822	\$ 54,020,162	\$ 37,806,709
Public safety	112,552,754	85,101,261	87,709,328	96,210,088
Health and welfare	109,822,919	92,680,153	99,995,881	85,750,320
Cultural and recreation	18,762,631	16,560,246	18,111,214	18,753,539
Judicial	56,277,471	41,584,864	41,334,970	42,798,692
Community and economic development	13,403,529	11,311,250	60,809,969	11,136,156
Public works	707,593	22,728,361	808,594	683,478
Interest and fiscal charges	3,466,676	3,423,351	3,742,616	4,651,833
<b>Total governmental activities expenses</b>	<b>364,148,983</b>	<b>309,857,308</b>	<b>366,532,734</b>	<b>297,790,815</b>
Business-type activities:				
Airport operations	-	-	-	-
Public works	49,217,773	41,028,425	35,476,856	40,991,239
Delinquent tax collection and administration	744,677	1,896,875	882,892	937,812
<b>Total business-type activities expenses</b>	<b>49,962,450</b>	<b>42,925,300</b>	<b>36,359,748</b>	<b>41,929,051</b>
<b>Total Primary Government Expenses</b>	<b>\$ 414,111,433</b>	<b>\$ 352,782,608</b>	<b>\$ 402,892,482</b>	<b>\$ 339,719,866</b>
<b>Primary Government Program Revenues</b>				
Governmental activities:				
Charges for services:				
General government	\$ 14,315,812	\$ 15,552,197	\$ 16,753,902	\$ 17,280,387
Public safety	30,555,939	28,265,270	25,388,690	29,651,104
Health and welfare	1,648,037	2,193,967	3,540,499	4,323,571
Cultural and recreation	3,042,185	2,774,636	2,184,561	2,363,843
Judicial	4,287,707	4,280,111	4,079,940	5,184,021
Community and economic development	9,268,987	9,817,258	7,367,912	6,655,952
Public works	50,231	57,664	61,686	51,903
Operating grants and contributions	85,732,656	116,890,860	174,515,173	68,080,880
Capital grants and contributions	1,509,590	5,134,103	5,923,593	6,892,650
<b>Total governmental activities program revenues</b>	<b>150,411,144</b>	<b>184,966,066</b>	<b>239,815,956</b>	<b>140,484,311</b>

**Table 2**

2018	2017	2016 <sup>(1)</sup>	2015	2014	2013
\$ 37,702,435	\$ 42,862,570	\$ 38,218,905	\$ 37,929,237	\$ 37,821,762	\$ 37,897,662
114,428,078	97,192,006	85,758,049	76,807,751	72,136,071	72,186,534
71,226,745	70,223,101	77,975,773	84,000,390	69,449,438	68,667,812
17,099,832	15,563,307	9,076,548	9,488,048	9,346,586	10,603,153
46,040,382	34,698,720	36,717,659	37,321,998	33,157,928	33,382,950
14,269,821	12,554,063	11,764,186	13,160,594	11,568,226	10,800,313
664,910	-	-	-	-	-
5,335,224	6,238,433	5,524,853	5,106,216	5,445,115	5,642,451
<u>306,767,427</u>	<u>279,332,200</u>	<u>265,035,973</u>	<u>263,814,234</u>	<u>238,925,126</u>	<u>239,180,875</u>
-	-	23,016,276	45,049,985	43,499,655	43,890,966
37,298,349	35,381,206	36,892,123	31,000,535	30,359,452	28,914,109
879,357	824,162	637,425	782,829	677,818	842,489
<u>38,177,706</u>	<u>36,205,368</u>	<u>60,545,824</u>	<u>76,833,349</u>	<u>74,536,925</u>	<u>73,647,564</u>
<u>\$ 344,945,133</u>	<u>\$ 315,537,568</u>	<u>\$ 325,581,797</u>	<u>\$ 340,647,583</u>	<u>\$ 313,462,051</u>	<u>\$ 312,828,439</u>
\$ 15,731,621	\$ 16,640,809	\$ 16,717,554	\$ 14,818,640	\$ 14,080,877	\$ 14,465,624
27,282,082	14,719,759	10,852,983	10,714,765	14,857,858	9,232,063
4,201,812	3,623,435	3,663,851	4,269,416	3,673,754	3,554,912
2,341,234	2,322,374	2,228,892	2,177,498	2,032,421	4,078,062
5,265,195	5,159,807	6,008,464	5,787,836	5,168,180	5,324,415
6,546,416	9,007	15,831	128,991	17,252	6,597
40,423	-	-	-	-	-
65,290,979	73,691,229	70,326,431	83,317,159	72,012,278	77,011,338
850,481	728,376	1,128,144	3,904,476	155,712	1,697,906
<u>127,550,243</u>	<u>116,894,796</u>	<u>110,942,150</u>	<u>125,118,781</u>	<u>111,998,332</u>	<u>115,370,917</u>

continued...

**COUNTY OF KENT, MICHIGAN**

Changes in Net Position  
Last Ten Fiscal Years  
(Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
Business-type activities:				
Charges for services:				
Airport operations:				
Passenger airlines	\$ -	\$ -	\$ -	\$ -
Ground transportation	-	-	-	-
Car rental agencies	-	-	-	-
Cargo airlines	-	-	-	-
Other	-	-	-	-
Public works:				
Charges for services	53,470,454	47,162,183	41,310,871	41,502,362
Delinquent tax collection and administrative:				
Interest and penalties on				
delinquent taxes	1,504,277	1,714,793	1,837,993	1,897,652
Collection fees	601,462	629,980	644,174	646,087
Title search fees	266,350	266,350	295,400	317,450
Auction proceeds	74,319	527,421	255,205	111,398
Other	174,739	227,498	238,764	262,496
Operating grants and contributions	(449,100)	225,709	1,160,070	2,142,981
Capital grants and contributions	-	71,803	339,121	-
<b>Total business-type activities program revenues</b>	<b>55,642,501</b>	<b>50,825,737</b>	<b>46,081,598</b>	<b>46,880,426</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 206,053,645</b>	<b>\$ 235,791,803</b>	<b>\$ 285,897,554</b>	<b>\$ 187,364,737</b>
<b>Primary Government Net (Expense) Revenue</b>				
Governmental activities	\$(213,737,839)	\$(124,891,242)	\$(126,716,778)	\$(157,306,504)
Business-type activities	5,680,051	7,900,437	9,721,850	4,951,375
<b>Total Primary Government Net Expense</b>	<b>\$(208,057,788)</b>	<b>\$(116,990,805)</b>	<b>\$(116,994,928)</b>	<b>\$(152,355,129)</b>



**Table 2**

	2018	2017	2016 <sup>(1)</sup>	2015	2014	2013
\$	-	\$ -	\$ 6,039,754	\$ 12,120,448	\$ 11,475,779	\$ 10,267,491
	-	-	8,849,794	15,471,428	14,276,394	13,305,649
	-	-	1,768,293	3,856,055	3,544,348	3,474,840
	-	-	126,669	2,551,693	2,493,862	2,459,388
	-	-	3,259,864	4,219,582	4,052,047	3,682,551
	37,771,639	37,267,654	34,540,752	31,438,816	32,014,002	30,245,817
	1,857,255	1,760,737	2,075,709	2,376,219	2,939,949	2,959,361
	624,655	669,909	711,907	778,238	799,609	947,053
	350,350	343,175	392,864	453,950	531,125	602,350
	369,929	689,707	223,820	42,063	543,764	677,589
	280,659	292,649	258,869	270,458	269,288	256,054
	1,329,814	712,662	653,736	435,677	408,902	344,591
	319,946	-	3,498,996	18,831,319	21,434,625	10,710,724
	42,904,247	41,736,493	62,401,027	92,845,946	94,783,694	79,933,458
	\$ 170,454,490	\$ 169,286,736	\$ 179,295,823	\$ 203,788,096	\$ 219,902,475	\$ 191,931,790
	\$ (179,217,184)	\$ (179,217,184)	\$ (162,437,404)	\$ (154,093,823)	\$ (138,695,453)	\$ (126,926,794)
	4,726,541	3,558,787	26,195,659	32,300,122	17,950,345	5,396,533
	\$ (174,490,643)	\$ (175,658,397)	\$ (136,241,745)	\$ (121,793,701)	\$ (120,745,108)	\$ (121,530,261)

continued...

## COUNTY OF KENT, MICHIGAN

### Changes in Net Position Last Ten Fiscal Years (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
<b>Primary Government General Revenues and Other Changes in Net Position</b>				
Governmental activities:				
Property taxes	\$ 165,180,412	\$ 157,101,386	\$ 150,254,258	\$ 145,121,691
Lodging excise taxes	12,489,808	8,968,752	5,107,828	11,432,225
Coronavirus State and Local Fiscal Recovery funds	4,481,281	-	-	-
State revenue sharing	22,878,619	21,303,129	17,864,593	20,349,897
Opioid settlement	7,978,493	-	-	-
Unrestricted investment earnings (loss)	(1,022,850)	969,720	3,323,420	4,323,119
Gain on sale of capital assets	-	-	-	-
Other revenues	34,066	41,368	51,781	39,979
Transfers	-	-	3,700,000	4,100,000
<b>Total governmental activities</b>	<b>212,019,829</b>	<b>188,384,355</b>	<b>180,301,880</b>	<b>185,366,911</b>
Business-type activities:				
Unrestricted investment earnings (loss)	(124,203)	26,909	204,298	395,056
Gain on sale of capital assets	-	195,918	-	126,624
Transfers	-	-	(3,700,000)	(4,100,000)
<b>Total business-type activities</b>	<b>(124,203)</b>	<b>222,827</b>	<b>(3,495,702)</b>	<b>(3,578,320)</b>
<b>Total Primary Government General Revenues and Other Changes in Net Position</b>	<b>\$ 211,895,626</b>	<b>\$ 188,607,182</b>	<b>\$ 176,806,178</b>	<b>\$ 181,788,591</b>
<b>Primary Government Change in Net Position Before Special and Extraordinary Items</b>				
Governmental activities	\$ (1,718,010)	\$ 63,493,113	\$ 53,585,102	\$ 28,060,407
Business-type activities	5,555,848	8,123,264	6,226,148	1,373,055
Special items, net	-	-	-	-
<b>Total Primary Government Change in Net Position</b>	<b>\$ 3,837,838</b>	<b>\$ 71,616,377</b>	<b>\$ 59,811,250</b>	<b>\$ 29,433,462</b>

<sup>(1)</sup> Effective July 1, 2016, operations of the Kent County Airport were transferred to a legally-separate authority. The Authority is reported as a discretely-presented component unit and is not included in the table above.

**Table 2**

2018	2017	2016 <sup>(1)</sup>	2015	2014	2013
\$ 133,474,951	\$ 128,060,651	\$ 115,262,736	\$ 114,415,844	\$ 106,210,619	\$ 104,454,749
10,807,009	10,205,658	9,494,361	8,786,045	7,660,224	6,897,106
-	-	-	-	-	-
18,026,778	19,237,522	18,408,464	12,027,403	10,384,212	9,329,896
-	-	-	-	-	-
2,791,475	1,592,269	1,095,490	455,004	412,719	407,043
2,404,705	-	-	-	-	-
76,529	243,349	38,813	104,165	142,328	198,649
4,100,000	4,100,000	4,100,000	8,758,731	5,205,551	5,104,153
171,681,447	163,439,449	148,399,864	144,547,192	130,015,653	126,391,596
317,196	181,145	142,251	78,625	93,639	90,392
-	-	30,227	30,895	93,068	477,050
(4,100,000)	(4,100,000)	(4,100,000)	(4,600,000)	(4,700,000)	(5,720,000)
(3,782,804)	(3,918,855)	(3,927,522)	(4,490,480)	(4,513,293)	(5,152,558)
\$ 167,898,643	\$ 159,520,594	\$ 144,472,342	\$ 140,056,712	\$ 125,502,360	\$ 121,239,038
\$ (7,535,737)	\$ 1,002,045	\$ (30,817,320)	\$ (17,890,212)	\$ (24,078,170)	\$ (12,303,857)
943,737	1,612,270	(368,735)	21,705,179	27,786,829	12,797,787
-	-	(197,826,108)	-	-	-
\$ (6,592,000)	\$ 2,614,315	\$ (229,012,163)	\$ 3,814,967	\$ 3,708,659	\$ 493,930

## COUNTY OF KENT, MICHIGAN

### Fund Balances, Governmental Funds Last Ten Fiscal Years (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
General Fund				
Nonspendable	\$ 2,741,483	\$ 1,709,838	\$ 1,251,722	\$ 894,979
Committed	27,162,243	31,004,887	27,913,617	27,513,807
Assigned	232,182	25,329	3,424,133	2,921,941
Unassigned	56,774,430	51,947,483	49,942,812	49,447,703
<b>Total General Fund</b>	<b>86,910,338</b>	<b>84,687,537</b>	<b>82,532,284</b>	<b>80,778,430</b>
All other governmental funds:				
Nonspendable	505,043	228,437	736,903	403,054
Restricted	89,359,563	39,083,981	43,155,920	42,164,426
Committed	-	-	-	-
Assigned	7,964,274	61,017,866	43,184,480	33,053,492
Unassigned	-	-	-	-
<b>Total all other governmental funds</b>	<b>97,828,880</b>	<b>100,330,284</b>	<b>87,077,303</b>	<b>75,620,972</b>
<b>Total Fund Balance for Governmental Funds</b>	<b>\$ 184,739,218</b>	<b>\$ 185,017,821</b>	<b>\$ 169,609,587</b>	<b>\$ 156,399,402</b>

**Table 3**

2018	2017	2016	2015	2014	2013
\$ 844,968	\$ 1,195,550	\$ 980,017	\$ 1,196,918	\$ 1,972,795	\$ 1,724,116
26,635,550	25,524,542	26,013,929	24,580,290	23,861,959	23,380,820
2,220,558	-	-	47,850	68,871	15,969
44,785,918	44,071,718	42,569,416	43,277,242	42,936,312	43,552,031
74,486,994	70,791,810	69,563,362	69,102,300	68,839,937	68,672,936
934,539	400,621	99,465	102,066	167,430	243,036
27,622,244	42,176,419	30,766,471	12,202,392	13,050,442	11,292,058
-	-	336,064	336,064	-	-
33,403,042	20,717,767	21,613,570	19,524,030	10,971,700	9,061,379
-	-	-	-	-	(70,036)
61,959,825	63,294,807	52,815,570	32,164,552	24,189,572	20,526,437
\$ 136,446,819	\$ 134,086,617	\$ 122,378,932	\$ 101,266,852	\$ 93,029,509	\$ 89,199,373

## COUNTY OF KENT, MICHIGAN

### Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
<b>Revenues</b>				
Taxes	\$ 177,106,750	\$ 166,450,781	\$ 156,427,665	\$ 156,237,265
Licenses and permits	904,765	1,122,211	1,154,751	1,049,928
Intergovernmental	97,311,991	104,540,542	182,770,894	77,265,050
Charges for services	52,983,196	52,532,853	48,321,647	54,057,789
Fines and forfeitures	1,571,888	1,497,101	1,785,986	2,126,338
Investment earnings (loss)	(1,556,982)	510,598	2,617,415	3,585,051
Contributions and reimbursements	18,006,603	15,650,023	10,017,491	13,012,705
Other	7,704,986	8,603,884	9,700,210	11,912,974
<b>Total revenues</b>	<b>354,033,197</b>	<b>350,907,993</b>	<b>412,796,059</b>	<b>319,247,100</b>
<b>Expenditures</b>				
General government	40,659,100	37,119,586	53,538,736	33,495,272
Public safety	95,893,338	92,705,205	93,492,081	85,587,751
Health and welfare	102,444,468	99,181,828	106,114,317	82,914,380
Cultural and recreation	17,976,580	17,345,535	16,605,383	16,264,910
Judicial	48,843,837	46,484,506	44,986,793	42,277,630
Community and economic development	13,281,562	11,505,212	60,968,586	11,067,526
Public works	713,193	22,729,579	813,891	683,478
Debt principal retirement	12,561,979	10,274,356	9,838,077	9,609,810
Debt interest and fiscal charges	4,995,194	4,614,688	5,004,920	5,640,602
Bond issuance costs	-	-	-	158,579
Capital outlay	17,223,147	16,101,964	17,340,901	15,803,300
<b>Total expenditures</b>	<b>354,592,398</b>	<b>358,062,459</b>	<b>408,703,685</b>	<b>303,503,238</b>
<b>Revenues over (under) expenditures</b>	<b>(559,201)</b>	<b>(7,154,466)</b>	<b>4,092,374</b>	<b>15,743,862</b>
<b>Other Financing Sources (Uses)</b>				
Issuance of long-term debt	-	18,744,357	5,190,384	-
Issuance of refunding debt	-	-	-	18,850,000
Payment to refunded bond escrow agent	-	-	-	(21,974,683)
Premium on issuance of long-term debt	-	3,673,218	-	3,396,362
Proceeds from sale of capital assets	480,598	345,125	489,327	337,042
Transfers in	73,188,643	79,082,626	79,445,438	69,491,389
Transfers out	(73,388,643)	(79,282,626)	(76,007,338)	(65,891,389)
<b>Total other financing sources (uses)</b>	<b>280,598</b>	<b>22,562,700</b>	<b>9,117,811</b>	<b>4,208,721</b>
<b>Net Change in Fund Balances</b>	<b>\$ (278,603)</b>	<b>\$ 15,408,234</b>	<b>\$ 13,210,185</b>	<b>\$ 19,952,583</b>
<b>Debt Service as a Percentage of</b>				
Noncapital Expenditures	5.23%	4.35%	3.79%	5.32%

**Table 4**

2018	2017	2016	2015	2014	2013
\$ 144,220,328	\$ 138,620,627	\$ 125,254,523	\$ 123,219,119	\$ 114,062,333	\$ 111,502,155
988,465	920,977	853,858	2,619,680	2,169,687	2,048,435
67,734,097	67,787,833	63,986,277	69,551,746	60,763,335	59,138,391
51,591,122	30,714,783	27,317,220	25,697,103	23,788,612	26,402,338
916,355	956,362	1,277,683	725,444	634,117	595,310
2,224,166	1,209,495	737,968	425,839	383,895	376,973
11,917,808	27,144,737	26,269,177	26,873,997	22,505,656	20,725,437
12,420,580	15,208,357	15,223,272	15,982,293	15,986,979	16,148,193
292,012,921	282,563,171	260,919,978	265,095,221	240,294,614	236,937,232
32,085,439	40,622,907	39,351,341	39,791,579	39,429,914	39,917,794
81,106,209	79,877,862	74,745,204	71,789,412	69,129,351	68,006,701
77,226,809	76,209,699	73,343,748	81,767,800	68,130,806	67,103,479
15,111,676	14,547,986	7,118,024	7,208,482	6,940,088	8,474,782
39,836,275	35,159,912	32,728,314	34,426,661	31,392,404	31,335,266
14,173,344	12,558,039	11,664,297	13,104,272	11,538,115	10,796,942
664,910	-	-	-	-	-
9,579,810	8,802,790	8,397,930	8,146,537	6,982,041	6,516,576
6,345,678	6,604,132	5,635,575	5,414,587	5,616,405	5,918,707
-	400,679	255,195	-	112,548	-
22,694,142	25,584,314	16,016,864	8,678,718	7,325,207	6,775,034
298,824,292	300,368,320	269,256,492	270,328,048	246,596,879	244,845,281
(6,811,371)	(17,805,149)	(8,336,514)	(5,232,827)	(6,302,265)	(7,908,049)
-	21,930,000	20,675,000	4,724,050	4,697,811	-
-	22,780,000	-	-	4,460,000	-
-	(26,500,894)	-	-	(4,860,748)	-
-	7,153,728	4,823,670	-	443,943	-
5,376,574	50,000	349,924	287,389	185,844	117,998
61,316,876	53,159,368	48,824,626	57,414,419	48,823,589	48,511,001
(57,521,877)	(49,059,368)	(45,224,626)	(48,955,688)	(43,618,038)	(43,406,848)
9,171,573	29,512,834	29,448,594	13,470,170	10,132,401	5,222,151
\$ 2,360,202	\$ 11,707,685	\$ 21,112,080	\$ 8,237,343	\$ 3,830,136	\$ (2,685,898)
5.62%	5.42%	5.49%	5.21%	5.29%	5.25%

## COUNTY OF KENT, MICHIGAN

### Assessed and Estimated Actual Value of Taxable Property Last Ten Fiscal Years (Unaudited)

Fiscal Year	Real Property				
	Agricultural	Commercial	Industrial	Residential	Developmental
2013	\$ 316,506,600	\$ 4,259,065,700	\$ 1,058,172,900	\$ 13,429,948,693	\$ -
2014	327,526,500	4,255,861,650	1,082,395,400	13,999,731,225	-
2015	340,968,100	4,407,074,300	1,127,884,700	15,094,776,165	-
2016	349,792,700	4,662,215,500	1,158,645,200	16,306,359,600	992,100
2017	359,750,646	5,105,513,010	1,210,706,400	17,638,777,919	-
2018	375,061,400	5,408,307,200	1,316,905,800	18,411,167,221	-
2019	382,120,000	5,911,965,222	1,438,231,200	20,119,508,050	-
2020	408,240,000	6,467,804,433	1,530,251,000	21,861,286,615	-
2021	422,897,800	6,853,645,300	1,683,738,300	23,471,075,720	-
2022	493,519,200	7,636,476,285	1,904,313,500	25,559,212,450	7,968,500

<sup>(1)</sup> For taxes levied in 1995, and each year thereafter, the legislature shall provide for the taxable value of each parcel of property not to increase by more than the increase in the immediately preceding general price level (CPI), or 5%, whichever is less, until such time as ownership of the property is transferred. When ownership of the parcel is transferred, the parcel shall be assessed at the applicable proportion of the current true cash value.

<sup>(2)</sup> Includes tax-exempt property

<sup>(3)</sup> Includes taxes that have been abated (i.e. Renaissance Zones) and/or have been captured by other tax increment finance authorities.

According to State statute, taxable property is to be assessed at 50% of market value (State equalized assessed value)

Source: Kent County Bureau of Equalization



**Table 5**

Personal Property	Total Taxable Value <sup>(1)</sup>	Total Assessed Value <sup>(2)</sup>	Total Estimated Actual Value <sup>(3)</sup>	Percentage of Assessed to Estimated Values	Percent Increase in Estimated Value Over Prior Year	County Direct Rate
\$ 1,929,155,113	\$ 20,025,808,959	\$ 20,992,849,006	\$ 42,230,266,045	49.71%	0.04%	5.3940
1,945,821,829	20,353,174,066	21,611,336,604	43,453,665,525	49.73%	2.90%	5.6196
2,065,745,858	20,989,594,390	23,036,449,123	46,369,630,278	49.68%	6.71%	5.6196
1,651,410,955	21,119,691,880	24,129,416,055	48,495,297,813	49.76%	4.58%	6.0596
1,599,663,700	21,838,346,564	25,914,411,675	52,131,927,299	49.71%	7.50%	6.0518
1,620,522,000	22,889,416,524	27,131,963,621	54,515,199,465	49.77%	4.57%	6.2947
1,650,256,100	24,219,497,487	29,502,080,572	59,255,353,533	49.79%	8.70%	6.2584
1,641,479,841	25,416,817,753	31,909,061,889	64,169,554,816	49.73%	8.29%	6.2100
1,662,253,730	26,557,114,520	34,093,610,850	68,594,577,537	49.70%	6.90%	6.1521
1,703,616,000	28,418,785,125	37,305,105,935	74,992,055,368	49.75%	9.33%	6.0971

## COUNTY OF KENT, MICHIGAN

### Property Tax Rates (\$1 per \$1,000 of Taxable Value) - Direct and Overlapping Governments Last Ten Fiscal Years (Unaudited)

	Year Taxes Are Payable			
	2022	2021	2020	2019
<b>County Direct Rates:</b>				
Allocated Operating	4.1310	4.1850	4.2243	4.2571
Correctional Facility	0.7546	0.7645	0.7717	0.7777
Senior Services	0.5000	0.4842	0.4888	0.4926
Veterans Services	0.0500	0.0482	0.0487	0.0491
Zoo/Museum	0.4206	0.4261	0.4301	0.4335
Ready by Five	0.2409	0.2441	0.2464	0.2484
<b>Total County Direct Rate</b>	<b>6.0971</b>	<b>6.1521</b>	<b>6.2100</b>	<b>6.2584</b>
<b>City Rates:</b>				
Cedar Springs	19.3639	18.9913	19.0335	16.4414
East Grand Rapids	14.3796	14.4792	14.8250	14.9649
Grand Rapids	8.8331	8.9950	8.8070	8.9011
Grandville	11.0500	11.0500	11.0500	11.0500
Kentwood	9.4780	9.5459	9.6066	9.6066
Lowell	15.9259	15.9281	15.9335	15.9423
Rockford	12.9000	12.9000	12.9000	12.9000
Walker	1.3360	1.3360	1.3360	1.3360
Wyoming	11.7404	11.8947	11.9788	12.0309
<b>Township Rates</b>	<b>.7360-4.8372</b>	<b>.7476-4.8749</b>	<b>.7501-4.9016</b>	<b>.7100-4.1953</b>
<b>Village Rates</b>	<b>7.9440-17.7150</b>	<b>7.9440-18.2118</b>	<b>7.9440-18.4054</b>	<b>7.9440-18.4561</b>
District Library	1.2355	1.2484	1.2581	1.2661
Interurban Transit Partnership	1.4074	1.4308	1.4457	1.4556
Rockford DDA	1.9603	1.8030	1.9226	1.9226
Ada DDA	1.9060	1.9724	1.9724	1.9724
School Districts <sup>(1)</sup>	1.7085-34.8230	1.7307-35.0535	1.7472-33.4633	1.7606-33.5116

Source: Kent County Bureau of Equalization

<sup>(1)</sup> Includes Community Colleges and Intermediate School Districts

**Table 6**

Year Taxes Are Payable					
2018	2017	2016	2015	2014	2013
4.2803	4.2803	4.2803	4.2803	4.2803	4.2803
0.7828	0.7859	0.7893	0.7893	0.7893	0.7893
0.4958	0.4978	0.5000	0.5000	0.5000	0.3244
0.0495	0.0497	0.0500	0.0500	0.0500	0.0000
0.4363	0.4381	0.4400	0.0000	0.0000	0.0000
0.2500	0.0000	0.0000	0.0000	0.0000	0.0000
6.2947	6.0518	6.0596	5.6196	5.6196	5.3940
16.4414	16.3414	16.3214	16.3214	16.3214	16.3214
15.2157	15.6146	15.8366	16.0791	14.2891	14.2287
8.9710	9.0258	9.1166	9.1515	9.1518	8.1719
11.0500	10.3000	10.3000	10.3000	10.3000	9.1540
9.6066	9.6066	9.6066	9.6066	9.6066	9.7064
15.9423	15.9423	15.9424	15.9424	15.9424	15.9424
12.9000	12.9000	10.9000	10.9000	10.9000	10.9000
1.3360	1.3360	1.3360	1.3360	1.3360	1.3360
12.1192	12.1192	11.9073	11.9073	11.9073	11.6573
.7100-4.1953	.7100-4.1977	.7100-4.2000	.7100-3.7000	.7100-3.5244	.7100-3.7626
7.9440-18.4561	7.9440-18.1761	6.4440-19.6261	6.4440-19.6261	6.4440-19.6261	6.4440-18.5761
1.2733	1.2774	1.2800	1.2800	1.2800	0.8800
1.4658	1.4632	1.4688	1.4700	1.4700	1.4700
1.9271	1.9351	1.9628	1.9942	2.0000	2.0000
1.9940	0.0000	0.0000	0.0000	0.0000	0.0000
1.7716-32.5282	1.7788-32.5476	1.7865-38.5476	1.7865-38.5876	1.7865-37.1176	1.7865-35.4765

## COUNTY OF KENT, MICHIGAN

### Profile of Ten Largest Ad Valorem Taxpayers Current Year and Nine Years Ago (Unaudited)

Taxpayer	Principal Product or Service	2022 Taxable Valuation	Rank	Percent of 2022 Taxable Valuation
Consumers Energy	Public utility	\$ 429,449,360	1	1.51%
DTE Energy/Gas Co.	Utility	176,748,380	2	0.62%
Amway Corp/Alticor	Household products	158,331,121	3	0.56%
Meijer / Goodwill / Co	Retail sales	134,715,783	4	0.47%
PR Woodland LP	Retail shopping center	78,033,120	5	0.27%
Holland Home	Senior citizens residence	56,529,483	6	0.20%
TEG	Housing/Apartments	54,771,758	7	0.19%
Steelcase, Inc.	Office equipment/furniture	48,364,294	8	0.17%
Rivertown Crossings	Retail shopping center	45,447,400	9	0.16%
Comcast	Telecommunications	40,026,782	10	0.14%
Keebler Company	Food distributor/retailer			
Foremost Insurance	Insurance			
General Growth Properties, Grandville	Retail Shopping Center			
		<b>\$ 1,222,417,481</b>		<b>4.29%</b>

Source: County of Kent

**Table 7**

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2013 Taxable Valuation	Rank	Percent of 2013 Taxable Valuation
\$ 254,640,727	1	1.27%
74,069,899	6	0.37%
146,840,499	2	0.73%
103,314,272	3	0.52%
58,227,838	7	0.29%
43,080,421	10	0.22%
87,262,546	5	0.44%
88,105,900	4	0.44%
46,143,837	8	0.23%
43,322,588	9	0.22%
<hr/>		
\$ 945,008,527		4.73%

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## COUNTY OF KENT, MICHIGAN

### Property Taxes, Levies and Collections Last Ten Fiscal Years (Unaudited)

Tax Year	Fiscal Year	Total Tax Levy <sup>(1)</sup>	Current Tax Collections <sup>(2)</sup>	Percent of Levy Collected Current	Delinquent Tax Collections
2013	2014	\$ 107,089,614	\$ 100,710,662	94.04%	\$ 6,377,975
2014	2015	113,079,325	106,850,820	94.49%	6,227,240
2015	2016	117,005,336	109,543,141	93.62%	7,460,914
2016	2017	127,153,181	118,842,367	93.46%	8,310,409
2017	2018	131,664,667	123,510,169	93.81%	8,153,357
2018	2019	143,744,229	134,267,071	93.41%	9,475,192
2019	2020	150,915,274	140,644,952	93.20%	10,267,580
2020	2021	156,505,188	145,555,517	93.00%	10,889,066
2021	2022	162,803,831	151,340,957	92.96%	11,140,797
2022	2023	172,932,520	160,627,921	92.89%	-

<sup>(1)</sup> The levy does not include taxes from Sections 198 and 255 property.

<sup>(2)</sup> Balance on March 1st of each Fiscal Year.

**Table 8**

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	Total	Total	Outstanding	Outstanding
	Tax	Collections	Delinquent	Delinquent as
	Collections	As	Delinquent	Percent of
		Percent of	Taxes	Current Levy
		Current Levy		Current Levy
\$	107,088,637	100.00%	\$ 977	0.00%
	113,078,060	100.00%	1,265	0.00%
	117,004,055	100.00%	1,281	0.00%
	127,152,776	100.00%	405	0.00%
	131,663,526	100.00%	1,141	0.00%
	143,742,263	100.00%	1,966	0.00%
	150,912,532	100.00%	2,742	0.00%
	156,444,583	99.96%	60,605	0.04%
	162,481,754	99.80%	322,077	0.20%
	160,627,921	92.89%	12,304,599	7.12%

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## COUNTY OF KENT, MICHIGAN

### Ratio of Outstanding Debt by Type Last Ten Fiscal Years (Unaudited)

Fiscal Year	Governmental Activities <sup>(1)</sup>					Business-type Activities			
	General Obligation Debt	Contracts Payable	Leases	SBITAs	Revenue Bonds	General Obligation Debt	Delinquent Tax Notes	Leases	
2013	\$ 119,546,567	\$ 127,057	\$ -	\$ -	\$ 181,726,240	\$ 11,430,000	\$ 31,500,000	\$ -	-
2014	115,818,825	1,237,827	-	-	175,527,055	10,454,860	26,408,586	-	-
2015	108,818,005	4,455,340	-	-	190,200,516	9,322,790	24,640,935	-	-
2016 <sup>(2)</sup>	126,940,166	2,932,410	-	-	-	8,810,721	22,917,827	-	-
2017	143,791,730	1,889,620	-	-	-	8,705,151	21,701,452	-	-
2018	134,090,708	944,810	-	-	-	8,074,757	20,148,301	-	-
2019	122,072,670	-	-	-	-	7,419,363	20,229,678	-	-
2020	111,908,485	4,152,307	-	-	-	6,796,038	20,338,299	-	-
2021	123,309,913	3,477,308	-	-	-	6,152,713	20,381,941	-	-
2022	111,141,489	2,381,264	162,222	2,697,779	-	5,484,388	17,318,367	65,360	-

<sup>(1)</sup> Includes information from blended component units

<sup>(2)</sup> Effective July 1, 2016, operations of the Kent County Airport were transferred to a legally-separate authority. The Authority is reported as a discretely-pres table above.

N/A Data is Not Available



**Table 9**

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Total Primary Government	Percentage of Personal Income	Per Capita
\$ 344,329,864	1.39%	\$ 553.85
329,447,153	1.12%	523.57
337,437,586	1.09%	530.25
161,601,124	0.51%	251.65
176,087,953	0.52%	271.49
163,258,576	0.46%	249.71
149,721,711	0.42%	227.90
143,195,129	0.38%	217.39
153,321,875	0.38%	233.00
139,250,869	N/A	211.28

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ented component unit and is not included in the

## COUNTY OF KENT, MICHIGAN

### Ratio of Net General Bonded Debt to Estimated Actual Value and Net General Bonded Debt Per Capita Last Ten Fiscal Years (Unaudited)

Fiscal Year	Population <sup>(1)</sup>	Estimated Actual Value in (000's)	Gross Bonded Debt	Debt Payable By Others	Net General Bonded Debt
2013	621,700	\$ 42,230,266	\$ 344,202,807	\$ 217,510,000	\$ 126,692,807
2014	629,237	43,453,666	328,209,326	212,390,501	115,818,825
2015	636,369	46,369,630	332,982,246	224,164,241	108,818,005
2016	642,173	48,495,298	158,668,714	31,728,548	126,940,166
2017	648,594	52,131,927	174,198,333	30,406,603	143,791,730
2018	653,786	54,515,199	162,313,766	28,223,058	134,090,708
2019	656,955	59,255,354	149,721,711	27,649,041	122,072,670
2020	658,708	64,169,555	139,042,822	27,134,337	111,908,485
2021	658,046	68,594,578	149,844,567	48,470,614	101,373,953
2022	659,083	74,992,055	133,944,244	42,760,167	91,184,077

<sup>(1)</sup> Source: U.S. Census Bureau

<sup>(2)</sup> This balance includes debt being repaid from general resources.

<sup>(3)</sup> This balance excludes restricted assets from the business-type activities as the amounts will not be used to liquidate general bonded debt.

**Table 10**

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Debt Service Funds Available <sup>(3)</sup>	Net Bonded Debt <sup>(2)</sup>	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt Per Capita
\$ -	\$ 126,692,807	0.30%	\$ 203.78
50,267	115,768,558	0.27%	183.98
51,369	108,766,636	0.23%	170.92
55,841	126,884,325	0.26%	197.59
601,900	143,189,830	0.27%	220.77
612,692	133,478,016	0.24%	204.16
-	122,072,670	0.21%	185.82
-	111,908,485	0.17%	169.89
-	101,373,953	0.15%	154.05
-	91,184,077	0.12%	138.35

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## COUNTY OF KENT, MICHIGAN

Computation of Direct and Overlapping Debt  
December 31, 2022  
(Unaudited)

### DEBT STATEMENT

The following table reflects a breakdown of the County's direct and overlapping debt as of December 31, 2022.

Bonds designated as LTGO are limited tax pledge bonds or notes.

Direct Debt	Gross	Self Supporting or Portion Paid by Benefitting Municipality	Net	Per Capita	Percent of Estimated Actual Value
CIP Bond Series	\$ 75,048,365	\$ 31,005,976	\$ 44,042,389		
Contracts Payable	2,381,264	-	2,381,264		
Leases	162,222	-	162,222		
SBITAs	2,697,779	-	2,697,779		
Kent County Building Authority (LTGO)	16,135,712	4,221,102	11,914,610		
Michigan Transportation Fund Bonds	19,957,412	19,957,412	-		
<b>Total Direct Debt</b>	<b>\$ 116,382,754</b>	<b>\$ 55,184,490</b>	<b>\$ 61,198,264</b>	<b>\$ 176.58</b>	<b>0.16%</b>
County Overlapping Debt <sup>(1) (2)</sup>					
Cities, Villages and Townships	235,824,708		\$ 235,824,708		
School Districts	1,631,020,609		1,631,020,609		
Community College and Intermediate School Districts	23,541,076		23,541,076		
<b>Total Overlapping Debt</b>	<b>\$ 1,890,386,393</b>		<b>\$ 1,890,386,393</b>	<b>\$ 2,868.21</b>	<b>2.52%</b>
<b>Total County Direct Debt and Overlapping Debt</b>	<b>\$ 2,006,769,147</b>	<b>\$ 55,184,490</b>	<b>\$ 1,951,584,657</b>	<b>\$ 3,044.79</b>	<b>2.68%</b>

<sup>(1)</sup> Overlapping debt is the portion of other public debt for which a County taxpayer is liable in addition to the Direct Debt of the County. It is calculated based on the local unit's proportionate share of real property taxable values.

<sup>(2)</sup> Outstanding balances are reported as of December 31, 2022

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## COUNTY OF KENT, MICHIGAN

### Computation of Legal Debt Margin for General Obligation Bonds Last Ten Fiscal Years (Unaudited)

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Constitutional Debt Limitation

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Article VII, Section 6 of the Michigan Constitution states: "No County shall incur any indebtedness which shall increase its total debt beyond 10% of its assessed valuation."

Statement of Legal Debt Margin (as of December 31,)	2022	2021	2020	2019
State Equalized Valuation	\$ 37,305,105,935	\$ 34,093,610,850	\$ 31,909,061,889	\$ 29,502,080,572
Legal Debt Limit (10% of SEV)	3,730,510,594	3,409,361,085	31,190,906,189	2,950,208,057
Debt Outstanding	359,452,325	385,805,856	293,566,425	314,606,601
Margin of additional debt which could be incurred subject to debt limit	\$ 3,371,058,269	\$ 3,023,555,229	\$ 2,897,339,764	\$ 2,635,601,456
Percentage of debt outstanding to SEV	0.96%	1.13%	0.92%	1.07%

Source: County of Kent

**Table 12**

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2018	2017	2016	2015	2014	2013
\$ 27,131,963,621	\$ 25,914,411,675	\$ 24,129,416,055	\$ 23,036,449,123	\$ 21,611,336,604	\$ 20,992,849,006
2,713,196,362	2,591,441,168	2,412,941,606	2,303,644,912	2,161,133,660	2,099,284,901
341,085,551	364,750,203	368,252,897	360,196,633	374,926,731	392,130,961
\$ 2,372,110,811	\$ 2,226,690,965	\$ 2,044,688,709	\$ 1,943,448,279	\$ 1,786,206,929	\$ 1,707,153,940
1.26%	1.41%	1.53%	1.56%	1.73%	1.87%

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## COUNTY OF KENT, MICHIGAN

### Demographic Statistics Last Ten Fiscal Years (Unaudited)

Fiscal Year	Population <sup>(1)(2)</sup>	Personal Income Thousands of Dollars <sup>(2)</sup>	Per Capita Income <sup>(2)</sup>	School Enrollment <sup>(3), (5)</sup>	Unemployment <sup>(4)</sup>
2013	621,700	\$ 24,747,216	\$ 39,806	110,268	6.5%
2014	629,237	29,328,952	46,610	109,106	4.9%
2015	636,369	30,861,524	48,496	108,981	3.6%
2016	642,173	31,850,853	49,599	108,768	3.4%
2017	648,594	33,597,704	51,801	108,708	3.5%
2018	653,786	35,262,035	53,935	108,376	3.0%
2019	656,955	35,255,155	53,664	106,176	2.9%
2020	658,708	37,807,976	57,397	106,293	7.6%
2021	658,046	40,701,778	61,852	104,424	4.7%
2022	659,083	N/A	N/A	102,993	3.5%

<sup>(1)</sup> Source: U.S. Census Bureau

<sup>(2)</sup> Source: Bureau of Economic Analysis (for years without a census)

<sup>(3)</sup> Source: Michigan Department of Education (Fourth Friday Count)

<sup>(4)</sup> Source: Michigan Bureau of Labor Market Information and Strategic Initiatives

<sup>(5)</sup> Source: Michigan Department of Education-Kent ISD State Aid Financial Status Report for years 2014 and forward

N/A Data is Not Available



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## COUNTY OF KENT, MICHIGAN

### Principal Employers Current and Nine Years Ago (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022		
Employer	Employees <sup>(1)</sup>	Rank	Percentage of Total Employment
Spectrum Health	25,000	1	6.95%
Meijer, Inc.	10,340	2	2.88%
Mercy Health/St. Mary's Health	8,500	3	2.36%
Gordon Food Service	5,000	4	1.39%
Amway Corp./Alticor, Inc.	3,791	5	1.05%
Steelcase, Inc.	3,500	6	0.97%
Farmers Insurance Group	3,500	6	0.97%
Lacks Enterprises	3,000	8	0.83%
Grand Rapids Public Schools	2,800	9	0.78%
Hope Network	2,162	10	0.60%
Axios, Inc.			
Johnson Controls			
Spartan Nash/Stores			
Walmart			
Fifth Third Bank			
<b>Total</b>	<b>67,593</b>		<b>18.78%</b>

<sup>(1)</sup> Source: The Right Place, Inc.

**Table 14**

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2013		
Employees <sup>(1)</sup>	Rank	Percentage of Total Employment
19,100	1	5.96%
7,725	3	2.41%
4,000	4	1.25%
3,227	7	1.01%
2,907	9	0.91%
8,000	2	2.50%
3,900	5	1.22%
3,608	6	1.13%
3,131	8	0.98%
2,729	10	0.85%
58,327		18.22%

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## COUNTY OF KENT, MICHIGAN

### Full-Time Equivalent Government Employees by Function/Program Last Ten Fiscal Years (Unaudited)

<i>December 31,</i>	2022	2021	2020	2019
<b>Function/Program</b>				
General Government:				
Administrator's Office	38	27	24	23
Bureau of Equalization	14	15	14	14
County Clerk	48	46	47	45
Drain Commissioner	6	6	6	5
Facilities Management	30	30	30	27
Fiscal Services	36	36	36	37
Human Resources	14	14	14	15
Information Technology	37	37	36	37
Kent/MSU Cooperative Extension	1	1	1	1
Prosecutor's Office - Criminal/Juvenile	59	59	59	60
Treasurer's Office	12	12	12	12
Public Safety:				
Sheriff's Department	621	627	621	617
Judicial:				
17th Circuit Court	232	227	230	230
63rd District Court	33	33	33	33
Community Corrections	1	2	2	2
Probate Court	16	15	15	15
Prosecutor's Office - Cooperative Reimbursement	20	20	18	19

**Table 15**

2018	2017	2016	2015	2014	2013
32	32	32	32	31	31
14	14	14	15	16	15
45	44	45	44	44	44
6	6	5	6	7	7
30	30	30	21	21	21
33	33	31	31	31	33
15	15	16	16	16	17
37	37	39	38	38	36
2	2	3	3	3	3
59	59	57	57	57	57
12	12	12	12	12	12
604	594	557	550	547	547
228	228	222	223	223	225
33	33	32	32	32	32
3	3	3	3	3	3
15	15	15	15	15	15
19	19	19	19	19	19

continued...

## COUNTY OF KENT, MICHIGAN

### Full-Time Equivalent Government Employees by Function/Program Last Ten Fiscal Years (Unaudited)

<i>December 31,</i>	2022	2021	2020	2019
<b>Community and Economic Development:</b>				
Community Development	5	5	5	4
Housing Commission	4	6	5	4
Lodging Excise Tax	1	1	1	1
<b>Cultural and Recreation:</b>				
John Ball Zoological Gardens	-	-	-	-
Parks	65	65	64	64
<b>Health and Welfare:</b>				
Child Care	160	154	145	146
Health Department	279	267	268	254
Veteran's Affairs Department	9	9	8	8
Community Action Agency <sup>(2)</sup>	31	26	28	23
<b>Enterprise Activities:</b>				
Aeronautics <sup>(1)</sup>	-	-	-	-
Public works	61	61	60	60
<b>Other:</b>				
Risk Management	1	1	1	1
<b>Total</b>	<b>1,834</b>	<b>1,802</b>	<b>1,783</b>	<b>1,757</b>

<sup>(1)</sup> Effective July 1, 2016, operations of the Kent County Airport were transferred to a legally-separate authority. The Authority is reported as a discretely-presented component unit and is not included in the table above.

<sup>(2)</sup> During 2017 an agreement with Area Community Services Employment & Training Council was executed to create a joined Community Action Agency within the County, adding employees to the County.

Source: County of Kent

**Table 15**

2018	2017	2016	2015	2014	2013
6	6	6	4	5	7
4	4	4	5	4	4
1	1	2	2	2	2
-	-	-	-	47	47
64	63	59	57	57	57
132	132	133	132	132	133
247	245	240	245	244	248
7	7	7	7	3	3
21	21	-	-	-	-
-	-	-	99	99	108
54	54	54	53	52	62
1	1	1	1	1	1
1,724	1,710	1,638	1,722	1,761	1,789

concluded

## COUNTY OF KENT, MICHIGAN

### Operating Indicators by Function/Program Last Ten Fiscal Years (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
<b>Function/Program</b>				
General Government:				
County bond rating (Per S&P/Moody's)	AAA/Aaa	AAA/Aaa	AAA/Aaa	AAA/Aaa
Dollars saved or leveraged due to collaboration with other agencies	N/A	N/A <sup>(4)</sup>	N/A <sup>(4)</sup>	N/A <sup>(4)</sup>
Number of programs or collaborative partnerships developed	N/A	N/A <sup>(4)</sup>	N/A <sup>(4)</sup>	N/A <sup>(4)</sup>
General Fund cost per resident for all County services	\$ 302	\$ 290	\$ 278	\$ 275
Number of voter registrations processed	889	2,284	12,144	12,060
Number of invoices processed	60,530	64,820	54,562	57,258
Number of vehicles in County fleet	304	308	294	291
Number of tax receipts processed	34,877	15,192	14,973	16,637
General Fund investment income	\$ (2,213,634)	\$ 34,076	\$ 1,330,427	\$ 2,009,372
Public Safety:				
Percentage of 911 calls answered within 15 seconds	98%	98%	98%	96%
Percentage of 911 calls answered within 40 seconds	100%	100%	100%	100%
Neighborhood Watch satisfaction rating <sup>(1)</sup>	N/A	N/A	N/A	N/A
Number of School Resource Officers	14	13	13	14
Judicial:				
Number of case filings District Court trials	63	33	6	37
Amount of Restitution Awarded via the Crime Victims Compensation Board	\$ 247,313	\$ 189,196	\$ 207,729	\$ 128,841
Community and Economic Development:				
Percent of clients enrolled in financial literacy classes	N/A	N/A	N/A	N/A
Percent of clients enrolled in the Family Self Sufficiency program	15%	14%	17%	17%
Percent of participants who are referred to financial literacy and homeownership classes	100%	100%	100%	100%
Number of food boxes distributed to households	11,011	14,200	15,564	15,180



**Table 16**

2018	2017	2016	2015	2014	2013
AAA/Aaa	AAA/Aaa	AAA/Aaa	AAA/Aaa	AAA/Aaa	AAA/Aaa
\$ 3,699,840	\$ 163,000	\$ 711,785	\$ 3,140,421	\$ 3,985,000	\$ 1,050,000
4	3	7	8	6	5
\$ 260	\$ 252	\$ 254	\$ 253	\$ 255	\$ 259
15,089	9,467	29,340	10,044	14,820	26,244
58,693	57,402	60,578	62,448	61,542	61,240
288	236	239	239	230	200
17,255	19,812	20,186	22,306	22,937	24,808
\$ 1,595,335	\$ 837,799	\$ 524,165	\$ 274,733	\$ 275,759	\$ 232,607
95%	94%	96%	97%	98%	97%
100%	100%	100%	100%	100%	100%
N/A	N/A	N/A	N/A	4.8	4.6
N/A	N/A	N/A	N/A	N/A	N/A
47	50	62	88	112	89
\$ 175,538	\$ 246,689	\$ 273,896	\$ 218,826	\$ 295,674	\$ 540,897
N/A	N/A	N/A	N/A	20%	20%
23%	24%	25%	24%	20%	20%
100%	100%	100%	95%	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A

continued...

## COUNTY OF KENT, MICHIGAN

### Operating Indicators by Function/Program Last Ten Fiscal Years (Unaudited)

<i>Fiscal Year Ended December 31,</i>	2022	2021	2020	2019
<b>Cultural and Recreation:</b>				
Beach/splash pad attendance through SPLASH program	7,064	67	N/A	12,885
Total Millennium Park beach/splash pad attendance	92,678	90,174	91,780	85,204
Number of project collaborations with outside agencies	93	75	24	86
Number of Action Plan items completed from				
Parks Action Plan	9	12	9	9
Acres of park land acquired	38.24	247.80	1.00	164.00
<b>Health and Welfare:<sup>(2)</sup></b>				
Percent of children aged 19-35 months who are fully immunized	64%	64%	65%	81%
Number of children receiving Hearing/Vision screenings	82,000	60,222	72,180	93,724
Number of outreach programs participated in	N/A	N/A	N/A	N/A
<b>Enterprise Activities:</b>				
Airfield operations-takeoffs and landings <sup>(3)</sup>				
Airline passengers <sup>(3)</sup>				
General aviation: total based aircraft <sup>(3)</sup>				
Number of households served/year	N/A	N/A	N/A	5,981
Solid waste landfilled (in tons)	306,803	312,672	275,874	328,183
Electricity sold (Mwh)	96,624	101,300	101,198	96,332
Tons of solid waste processed (Waste to Energy)	183,112	183,885	186,517	188,182
Recyclable materials processed (in tons)	31,285	33,850	28,336	31,089

<sup>(1)</sup> Five Point Scale

<sup>(2)</sup> Children within Kent County

<sup>(3)</sup> Effective July 1, 2016, operations of the Kent County Airport were transferred to a legally-separate authority. The Authority is reported as a discretely-presented component unit and is not included in the table above.

<sup>(4)</sup> Due to the COVID-19 crisis this data was not available for inclusion in the Annual Comprehensive Financial Report.

N/A Data is Not Available

Source: County of Kent

**Table 16**

2018	2017	2016	2015	2014	2013
12,393	13,368	16,997	40,388	24,825	12,203
83,642	89,995	101,709	135,908	90,780	63,431
83	87	81	90	55	73
7	9	8	9	13	8
-	12.80	170.50	-	-	22.00
82%	83%	82%	82%	82%	83%
93,698	91,804	92,927	89,490	84,360	89,677
N/A	N/A	39	32	14	13
			76,256	75,128	75,998
			2,550,193	2,335,105	2,237,979
			92	89	86
5,500	5,039	4,563	3,930	3,500	3,284
347,121	347,464	312,256	289,410	N/A	N/A
102,288	99,570	100,944	100,234	100,000	104,438
185,413	185,209	182,470	178,434	189,000	189,321
33,133	32,132	34,821	33,396	32,000	30,000

concluded

## COUNTY OF KENT, MICHIGAN

### Capital Asset Statistics by Function/Program Last Ten Fiscal Years (Unaudited)

<i>December 31,</i>	2022	2021	2020	2019
<b>Function/Program</b>				
General Government:				
Number of buildings	16	15	15	15
Video conferencing sites	2	2	2	2
Computer training facilities	1	1	1	1
Public Safety:				
Fire engines	16	16	15	15
Patrol vehicles/motorcycles	98	90	90	90
Jail	1	1	1	1
Sheriff's stations/substations	4	4	4	4
Communications towers	6	6	6	6
Video arraignment stations	11	11	11	8
Judicial:				
Video arraignment stations	48	48	48	48
Cultural and Recreation:				
Number of parks	42	42	42	42
Number of golf courses	1	1	1	1
Number of zoos	1	1	1	1
Acres of public space	7,349	7,322	7,381	7,077
Health and Welfare:				
Number of clinics	5	5	5	5
Enterprise Activities:				
Number of landfills	4	4	4	4
Number of recycling facilities	1	1	1	1
Airports <sup>(1)</sup>	-	-	-	-

<sup>(1)</sup> Effective July 1, 2016, operations of the Kent County Airport were transferred to a legally-separate authority. The Authority is reported as a discretely-presented component unit and is not included in the table above.

Source: County of Kent

**Table 17**

2018	2017	2016	2015	2014	2013
15	15	15	15	14	14
2	2	2	2	2	2
1	1	1	1	1	1
15	15	15	16	16	16
89	82	70	70	68	69
1	1	1	1	1	1
4	4	4	5	6	8
7	7	7	7	7	8
8	8	8	8	8	8
48	49	53	53	53	52
42	42	42	42	42	42
1	1	1	1	1	1
1	1	1	1	1	1
6,923	6,921	6,906	6,735	6,708	6,739
5	5	5	5	5	6
4	4	4	4	4	4
1	1	1	1	1	1
-	-	-	1	1	1