

PLAINFIELD CHARTER TOWNSHIP

COUNTY OF KENT, MICHIGAN



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31,

2015

PLAINFIELD CHARTER TOWNSHIP
COUNTY OF KENT, MICHIGAN
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015

*Prepared by: Accounting Department
Plainfield Charter Township
Belmont, Michigan*

Plainfield Charter Township

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INTRODUCTORY SECTION



"Rolling Plains and Beautiful Fields"

PLAINFIELD CHARTER TOWNSHIP

May 10, 2016

Members of the Board of Trustees and Citizens of Plainfield Charter Township:

With this letter we are submitting the Comprehensive Annual Financial Report (CAFR) of Plainfield Charter Township for fiscal year 2015, ending December 31, 2015. Plainfield Township is responsible for both the accuracy of the data contained in this report, as well as the complete and fair presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data are accurate in all material respects, and the data are reported in a manner that is designed to fairly present the financial positions and results of the operations of the various funds and component units of Plainfield Township. We have included all disclosures that the reader needs to understand the Township's financial activities.

The CAFR includes all funds of Plainfield Township, as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. The Comstock Park Downtown Development Authority and the Plainfield Avenue Corridor Improvement Authority are component units, whose financial reports are discretely presented in separate columns in the government-wide financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position and changes in financial position from those of Plainfield Township.

State law mandates that Plainfield Township provide certain governmental functions, such as assessing property, collecting and distributing taxes to various local government entities, and conducting elections. Other services provided are: planning and zoning, building permits and inspections, administration and maintenance of two cemeteries, parks and recreation, public water and sewer systems, fire protection and emergency medical services, and the operation and maintenance of several Township-owned buildings. Through its representative, Plainfield Township participates as a member of the North Kent Sewer Authority (NKSA) with four other municipalities. The Authority is a distinct and separate unit of government, having its own financial reporting requirements. The Township is responsible, through its Sewer Enterprise Fund, for paying its obligatory share of the Authority's debt service and operational costs. This share is based on the current metered flow of wastewater from the Township's collection system compared to the metered flow of all of the participating communities.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of management's discussion & analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it.

Government Structure, Local Economic Condition and Outlook

Plainfield Township was established in 1838 as a township, and in 1978 became a charter township by resolution of the Township Board. A Superintendent, serving at the pleasure of the seven-member Board of Trustees, provides the day-to-day management of Plainfield Charter Township. The Township Supervisor, Treasurer and Clerk also serve as part-time administrators, executing the statutory duties of their offices. Encompassing an area of 36 square miles, Plainfield Township has a 2010 Census population of 30,952. The Township's Total Taxable Value for 2015 is \$1,141,528,381. 75% of this is residential, 19% is commercial, and 6% is other.

Building permits have averaged 389 annually for the past five years. The number of building permits issued in 2015 was 473. The value of the new construction represented by those permits has risen from \$21,237,268 in 2011 to \$51,365,654 in 2015.

The property tax base is very diversified, with the ten largest property tax payers comprising only 6.4% of the total. There is a wide variety of housing choices available for all income levels. Plainfield Township is the home of the West Michigan Whitecaps Baseball organization, whose stadium is located adjacent to US 131 in the Comstock Park area of the Township.

Plainfield Avenue has been a growing and developing commercial corridor for the past 45 years. Prior to the economic slowdown, a significant number of older buildings and vacant parcels were being torn down or developed as new commercial uses. We hope that this redevelopment of the Plainfield Avenue Corridor will resume as local and regional business enterprises recognize the profitability of serving the market area of Plainfield Township and adjacent communities. In 2006, the Plainfield Charter Township Board established the Plainfield Avenue Corridor Improvement Authority (PACIA) in conjunction with Grand Rapids Township for the purpose of enhancing redevelopment of the corridor and maintaining its viability. The PACIA received revenue for the first year in 2008. Revenues in 2008 through 2012 amounted to \$135,753. Due to the decrease in Taxable Value below its base value in 2006, there were no revenues in 2013 through 2015. The PACIA is set to expire in 2016, but work is being done to reestablish the PACIA using 2016 as the new base year.

Plainfield Township remains a desirable place for businesses and residents. The water and sewer infrastructure in Plainfield Township have been expanded and improved over the past decade to provide for anticipated growth. The Township's low property tax rate and the quality of the schools in the area also make Plainfield Township attractive for new residents and new businesses. We have seen economic activity and growth increase the last three years, and we are reasonably optimistic that it will continue to increase in 2016. In 2015, Plainfield Township changed the method of calculating water and sewer connection charges from Residential

Equivalent Unit (REU) to Meter Equivalent Unit (MEU). This change has resulted in significant reductions to connection charges for new commercial and industrial customers, which makes Plainfield Township more attractive for new commercial and industrial customers.

Financial Information

Management of Plainfield Township is responsible for establishing and maintaining internal control designed to ensure that the assets of the Township are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control is designed to provide reasonable (but not absolute) assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

- **Budgetary Controls**

The Township maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Township Board. Activities of the General Fund, Special Revenue Funds, and Proprietary Funds, as well as the activities of the DDA and PACIA, are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) for fiscal year 2015 was the “functional level” within each fund; however, management requires tighter budgetary awareness and attention from department managers down to the line item level. Unexpended appropriations lapse at year-end, but funding appropriated, but not spent, for committed capital projects is typically re-appropriated in the following year’s budget.

As demonstrated by the statements and schedules included in the financial section of this report, Plainfield Township continues to meet its responsibility for sound financial management.

- **Financial Policies**

During 2015, Plainfield Charter Township continued practicing sound financial decisions by exercising tighter spending controls and examining areas that will, or could, result in cost savings. Examples include:

- Financing sewer system projects with State Revolving Funds (SRF) at a very low interest rate and through Stormwater/Asset Management/Wastewater grant program (SAW).
- Managing capital spending by using a five year, or longer, capital spending plan.
- 20 % cost sharing for employee health insurance.
- Utilize vehicles longer before replacement.

- Partnerships with nonprofit organizations and neighboring township to finance new park development.

Most of these changes resulted in immediate financial improvement and will carry cost savings forward to future years as well. We revised retirement benefits in 2011 resulting in a financial impact in 2011, 2012, and 2013. These changes will significantly reduce future years' liabilities and costs.

- **Long-term Financial Planning**

Being in close proximity to the City of Grand Rapids is a benefit to the citizens of Plainfield Charter Township. Proximity to Grand Rapids' cultural, health care, higher education, and other institutions is only one of many reasons for the attraction of Plainfield Charter Township. Our community also benefits from three very prominent school systems, a wide range of homes and neighborhoods, rivers and streams, a popular minor league professional baseball stadium, several golf courses, nearby entertainment and shopping areas, many natural, pristine, and wooded areas, and miles of river valleys along the Grand and the Rogue rivers. Recent acquisition and beginning development of over 150 acres of new park land carries great promise for the recreation opportunities that will be available to residents of our community. We still have substantial growth potential that would allow our tax base to grow as the economy continues to recover. With our current tax rate at 3.70 mills, which is lower than the allowable maximum of 4.1772 mills, there is room to generate the revenue needed to sustain operations and continue to grow.

The largest portion of our General Fund expenditures is our fire department. The majority of these expenses increase each year by a percentage very close to the inflation rate. The fire department expense that typically has greater fluctuations is Capital Outlay for equipment replacement. Several years ago, our fire chief created a long-range equipment replacement plan that extends out 20 years, providing accurate data to plan for the best way to finance these equipment replacement needs. Management was recommending that a dedicated source of funding be considered for these predictable and quantifiable recurring needs. Beginning in 2014, the Board approved dedicating 0.5 mills of property tax to be used for capital needs for all General Fund departments, including the Fire Department. This option was made possible due to paying off General Fund bonds in 2013 and increasing the millage rate by only 0.01.

Over the past few years, we took advantage of using low-interest loans through the State of Michigan's Drinking Water Revolving Fund, supplemented by federal stimulus money in order to continue with our planned water system capital projects. These improvements have positioned Plainfield Township to deal more effectively with water system long-term capital improvement planning.

Over the past 9 years, there have been significant improvements made to our sewer collection system, which have mostly been paid for out of cash reserves. We have additional sewer capital improvement projects that commenced in 2012 and are being financed using Sewer Revolving Funds (SRF) and Stormwater/Asset Management/Wastewater grant program (SAW).

We continue to upgrade and improve both our water and sewer systems. We will attempt to fund smaller projects with cash reserves and will try to maximize any advantages of low interest loans and grant opportunities as they present themselves and fit our needs.

Over the last five years Plainfield Charter Township's unassigned fund balance in the General Fund has averaged 29 percent of total general fund expenditures. This gives us the flexibility to manage unplanned expenses, deal with changes in state shared revenue and property tax revenue, and manage cash flow needs.

The Township's consistently conservative approach to local government services and taxes positioned us to manage in a severe economic downturn in Michigan several years ago. Plainfield Township will endeavor to maintain enough flexibility and reserves in its major funds to handle necessary capital improvement and replacement expenditures. Our bond rating from Standard & Poor's stands at "AAa."

- **Independent Audit Requirements**

State statutes (MCL 141.425) require financial records, accounts and procedures to be audited annually by a certified public accountant selected by the Township or by the state treasurer if the Township fails to do so. The accounting firm of Vredeveld Haefner LLC was selected by Plainfield Township to perform the audit for the fiscal year of 2015. The auditor's report on the basic financial statements and combining and individual funds statements and schedules are included in the financial section of this report.

- **Governmental Accounting Standards Board – Statement No. 34**

The Governmental Accounting Standards Board (GASB), Statement Number 34, has completely revised how state and local governments report their finances to the public. The Township's accounting staff has prepared financial statements that have been fully compliant since fiscal year 2002.

One of the main differences between our previous years' financial statements and the GASB 34 compliant financial statements is the emphasis on the economic cost of delivering services to our citizens. Measuring the cost-benefit relationships of government activities has been difficult in the past. These new statements provide our elected and appointed officials useful information to make efficient and effective use of taxpayer dollars and give the readers of our statements better ability to evaluate how we are doing.

- **Governmental Accounting Standards Board – Statement No. 45**

For our 2008 financial reports, Plainfield Township implemented Statement No. 45 of the Governmental Accounting Standards Board (Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions). In connection with that accounting standard, the Net Other Post-Employment Benefit Obligation (NOPEBO) included in the Township’s liabilities represents the amount of contributions that the Township was required to make, but did not make. The NOPEBO at the end of 2015 was \$1,339,290. The Township made significant changes to the retiree health insurance benefit for all employees that went into effect in 2011 and 2012. These changes have greatly reduced our OPEB liabilities and obligations. The new plan establishes a defined contribution plan for all future service of current employees and authorized structured payments to a Retiree Health Savings Account (RHSA) for past service. More details regarding Other Post-Employment Benefits (OPEB) can be found in Note No. 7, under Notes to the Financial Statements.

- **Governmental Accounting Standards Board – Statement No. 54**

For our 2011 financial reports, Plainfield Township implemented Statement No. 54 of the Governmental Accounting Standards Board (Fund Balance Reporting and Governmental Fund Type Definitions). The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. In connection with that accounting standard, our Fund Balances are now being reported as one of the following types:

1. Non-spendable – such as inventories or prepaid expenditures.
2. Restricted – can be spent only for specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed - amounts that can be used only for the specific purposes determined by a formal action of the government’s highest level of decision-making authority.
4. Assigned - are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.
5. Unassigned - the residual classification for the government’s general fund and includes all spendable amounts not contained in the other classifications.

- **Governmental Accounting Standards Board – Statement No. 65**

For our 2013 financial reports, Plainfield Township implemented Statement No. 65 of the Governmental Accounting Standards Board. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

- **Awards**

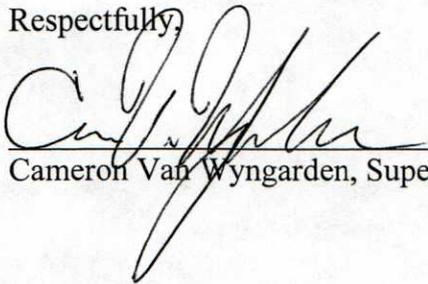
The Governmental Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Plainfield Charter Township for its comprehensive annual financial report for the fiscal year ended December 31, 2014. Plainfield Charter Township is one of only eight townships in Michigan that achieved this for fiscal year 2014. This was the fourteenth consecutive year that Plainfield Township has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that the current comprehensive annual financial report 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.

- **Acknowledgements**

The preparation of these statements could not have been accomplished without the efficient and dedicated services of the entire staff of Plainfield Township. We extend our recognition and appreciation especially to those employees and officials who directly assisted in the preparation of these statements. The Township Board supports the Accounting Department by encouraging continued diligence and by providing the resources needed to prepare accurate financial statements.

Respectfully,



Cameron Van Wyngarden, Superintendent



Warren T. Smith, CMA, Finance Director

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

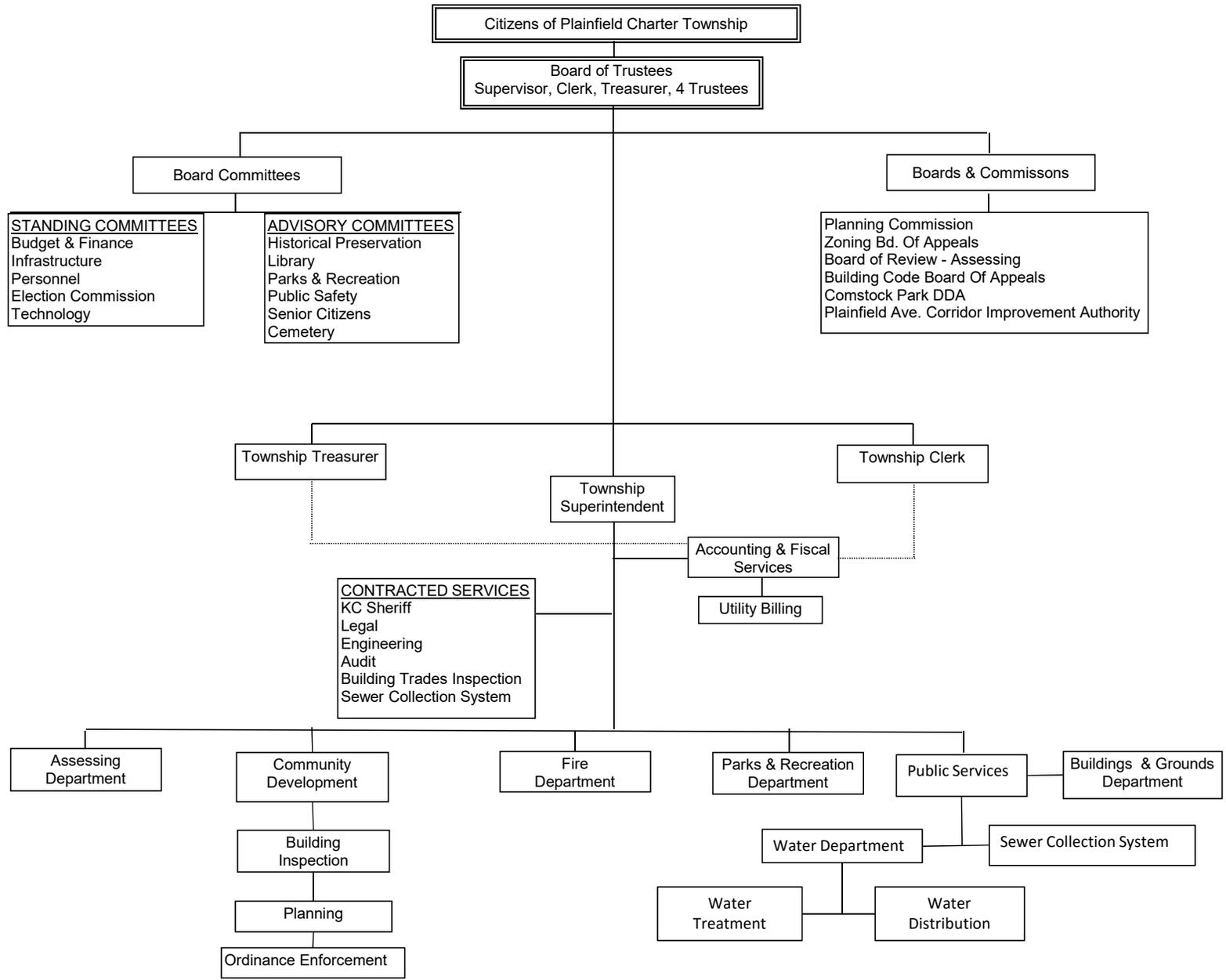
Presented to

**Plainfield Charter Township
Michigan**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO





Plainfield Charter Township Board of Trustees

Supervisor

Jay D. Spencer

Clerk

Ruth Ann Karnes

Treasurer

William F. Brinkman Jr.

Trustees

David A. Grant

Dale A. Pomeroy

Victor M. Mathews

Jonathon M. Rathbun

Township Superintendent

Cameron Van Wyngarden

Boards, Committees, Commissions

Board of Review

Building Board of Appeals

Comstock Park Downtown Development Authority

Planning Commission

Zoning Board of Appeals

Library Advisory Committee

Parks and Recreation Committee

Historical Advisory Committee

Public Safety Advisory Committee

Senior Citizens Advisory Committee

Budget & Finance Committee

Infrastructure Committee
Personnel Committee

Department Heads

Accounting Department
Warren Smith

Assessing Department
Jeff Miller

Clerk's Department
Ruth Ann Karnes

Manager's Department
Cameron Van Wyngarden

Community Development Department
William Fischer

Fire Department
David Peterson

Treasurer's Department
William Brinkman

Water Department
Rick Solle

FINANCIAL SECTION



Vredeveld Haefner LLC

CPA's and Consultants

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INDEPENDENT AUDITORS' REPORT

May 10, 2016

Members of the Board of Trustees
Plainfield Charter Township
Kent County, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Plainfield Charter Township (the Township), Kent County, Michigan, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Plainfield Charter Township, as of December 31, 2015, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13 and the information on pages 43 and 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 10, 2016, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

Uredewald Haefner LLC

MANAGEMENT'S DISCUSSION AND ANALYSIS

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
December 31, 2015

As management of *Plainfield Charter Township, Kent County, Michigan*, we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the financial statements and notes to the financial statements.

Financial Highlights

- The assets of the Township exceeded its liabilities at the close of the most recent fiscal year by \$79,793,309 (net position). Of this amount, \$11,510,790 (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 \$2,607,282.
- As of the close of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$3,906,963, an increase of \$210,106 in comparison with the prior year. Approximately 65% of the ending fund balance, or \$2,544,464, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$2,544,464, or 34 percent of total General Fund expenditures.
- The Township's total indebtedness decreased by \$1,155,505 to a total of \$15,500,883 during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Township's basic financial statements. The Township'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 Township's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Township's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Township 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., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Township 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 Township include general government, public safety, public works, culture and recreation, building inspection, community development, and operation of the community center. The business-type activities of the Township include water and sewer operations.

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
December 31, 2015

The government-wide financial statements include not only Plainfield Township itself (known as the primary government), but also two legally separate authorities for which the Township is financially accountable, a Downtown Development Authority and Plainfield Avenue Corridor Improvement Authority. 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 Township, 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 Township 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 funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Township maintains five 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, which is considered to be the only major fund. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Township adopts an annual appropriated budget. Budgetary comparison schedules have been provided as required supplementary information to demonstrate compliance with those budgets.

Proprietary funds. The Township maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Township uses enterprise funds to account for its sewer and water system operations.

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 sewer and water operations, both of which are considered to be major funds of the Township.

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
December 31, 2015

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 Township's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*, which includes this management's discussion and analysis, general fund budget to actual comparison, and benefit plan information. This report also includes other supplementary information made up of combining and individual fund statements and schedules and statistical information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Plainfield Charter Township, assets exceeded liabilities by \$79,793,309 at the close of the most recent fiscal year.

By far the largest portion of the Township's net position (85 percent) reflects its investment in capital assets (e.g., land, buildings, vehicles, equipment, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Township'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.

Plainfield Charter Township's Net Position

	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Current and other assets	\$ 9,262,055	\$ 8,308,842	\$ 10,713,742	\$ 13,659,938	\$19,975,797	\$21,968,780
Capital assets	9,965,198	9,795,442	71,253,545	67,657,485	81,218,743	77,452,927
Total assets	<u>19,227,253</u>	<u>18,104,284</u>	<u>81,967,287</u>	<u>81,317,423</u>	<u>101,194,540</u>	<u>99,421,707</u>
Long-term liabilities outstanding	1,471,235	1,572,933	12,827,425	13,932,476	14,298,660	15,505,409
Other liabilities and deferred inflows	5,354,517	4,589,151	1,748,054	2,141,120	7,102,571	6,730,271
Total liabilities	<u>6,825,752</u>	<u>6,162,084</u>	<u>14,575,479</u>	<u>16,073,596</u>	<u>21,401,231</u>	<u>22,235,680</u>
Net position:						
Net invested in capital assets	9,958,252	9,781,549	57,860,661	53,348,245	67,818,913	63,129,794
Restricted	463,606	382,252	-	-	463,606	382,252
Unrestricted	1,979,643	1,778,399	9,531,147	11,895,582	11,510,790	13,673,981
Total net position	<u>\$12,401,501</u>	<u>\$11,942,200</u>	<u>\$67,391,808</u>	<u>\$65,243,827</u>	<u>\$79,793,309</u>	<u>\$77,186,027</u>

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
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An additional portion of the Township's net position (0.5 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (14 percent or \$11,510,790) may be used to meet the government's ongoing obligations to citizens and creditors.

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

The government's net position increased by \$2,607,282 during the current fiscal year.

Plainfield Charter Township's Changes in Net Position

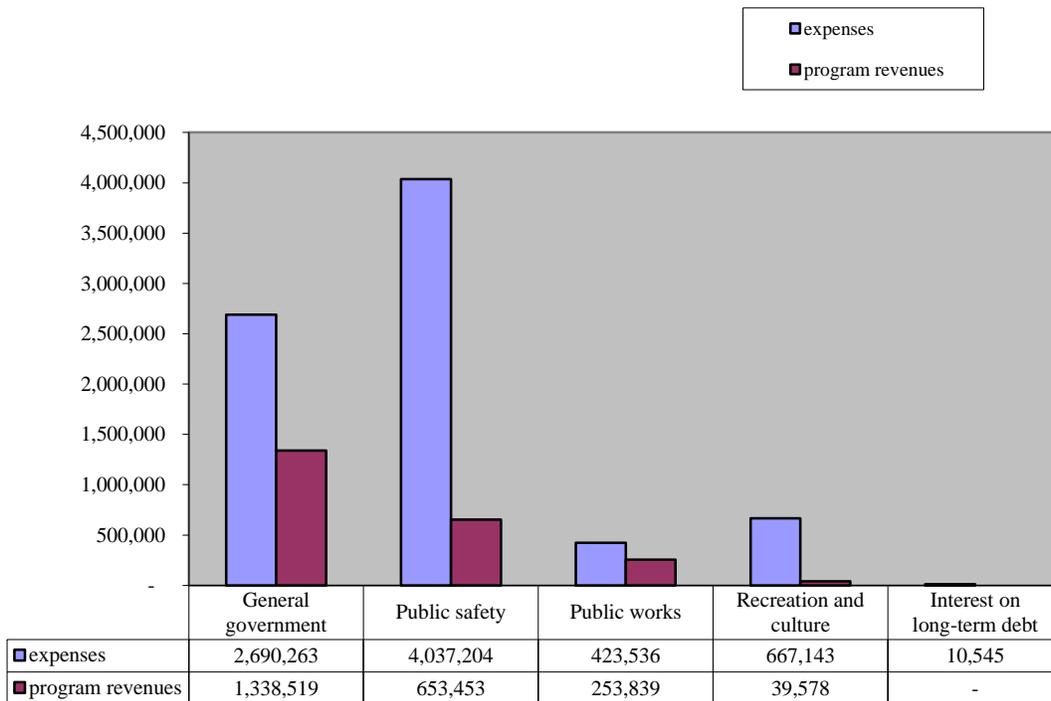
	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Program revenue:						
Charges for services	\$2,016,283	\$1,818,591	\$9,386,789	\$9,415,146	\$11,403,072	\$11,233,737
Operating grants and contributions	244,247	283,898	3,671	5,573	247,918	289,471
Capital grants and contributions	24,859	12,986	1,875,794	942,946	1,900,653	955,932
General revenue:						
Property taxes	3,527,256	3,499,416	-	-	3,527,256	3,499,416
State sources	2,434,108	2,425,737	-	-	2,434,108	2,425,737
Other	41,239	27,864	149,192	80,654	190,431	108,518
Total revenue	<u>8,287,992</u>	<u>8,068,492</u>	<u>11,415,446</u>	<u>10,444,319</u>	<u>19,703,438</u>	<u>18,512,811</u>
Expenses:						
General government	2,690,263	2,946,211	-	-	2,690,263	2,946,211
Public safety	4,037,204	3,561,904	-	-	4,037,204	3,561,904
Public works	423,536	364,641	-	-	423,536	364,641
Parks and recreation	667,143	648,822	-	-	667,143	648,822
Interest on long-term debt	10,545	12,234	-	-	10,545	12,234
Sewer	-	-	4,551,864	4,165,795	4,551,864	4,165,795
Water	-	-	4,715,601	4,678,163	4,715,601	4,678,163
Total expenses	<u>7,828,691</u>	<u>7,533,812</u>	<u>9,267,465</u>	<u>8,843,958</u>	<u>17,096,156</u>	<u>16,377,770</u>
Change in net position	459,301	534,680	2,147,981	1,600,361	2,607,282	2,135,041
Net position - beginning of year, as restated	11,942,200	11,407,520	65,243,827	63,643,466	77,186,027	75,050,986
Net position - end of year	<u>\$12,401,501</u>	<u>\$11,942,200</u>	<u>\$67,391,808</u>	<u>\$65,243,827</u>	<u>\$79,793,309</u>	<u>\$77,186,027</u>

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Governmental activities. Governmental activities increased the Township's net position by \$459,301. The more significant changes in activities were:

1. Increase in General Fund reimbursement revenues from other funds by \$78,000 due to increased cost sharing charged to the Building Fund.
2. Decrease in Buildings and Grounds costs by \$66,000 mostly due to lower Capital Outlay.
3. Increase in Other General Government costs by \$59,000 mostly due to increased FEMA Hazard Mitigation grant activity in acquiring houses in the flood plain.
4. Increase in Law Enforcement costs by \$359,000 due to contracting additional police services.
5. Increase in Road Construction costs by \$139,000 due to more road resurfacing.
6. Increase in Parks department by \$410,000 due to park improvement projects for Premier Park.

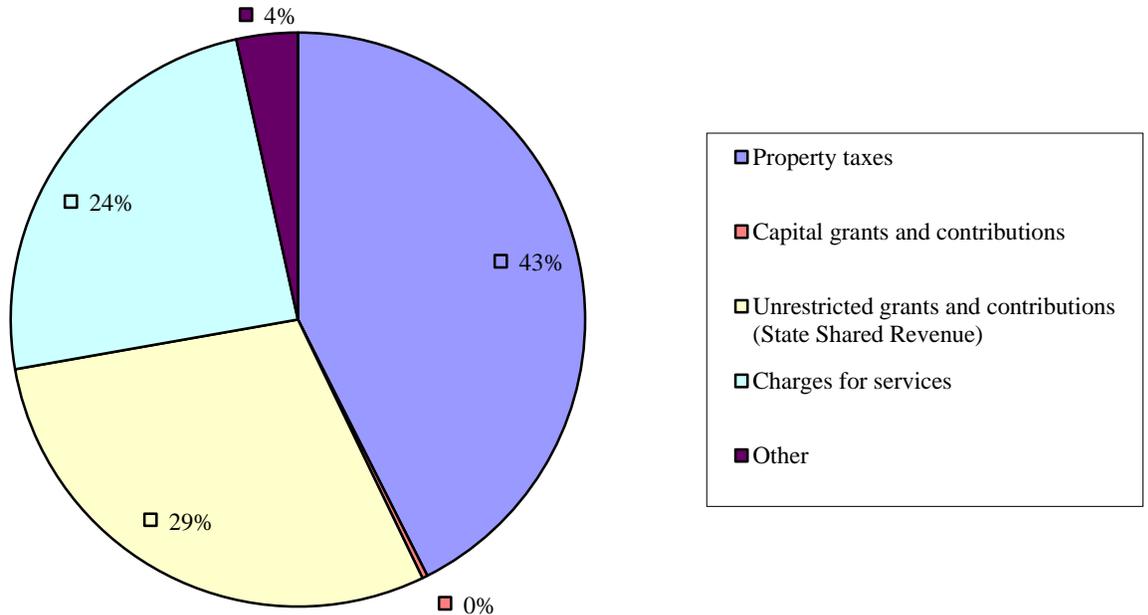
Expenses and Program Revenues - Governmental Activities



PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
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Revenues by Source - Governmental Activities

Revenues by Source - Governmental Activities

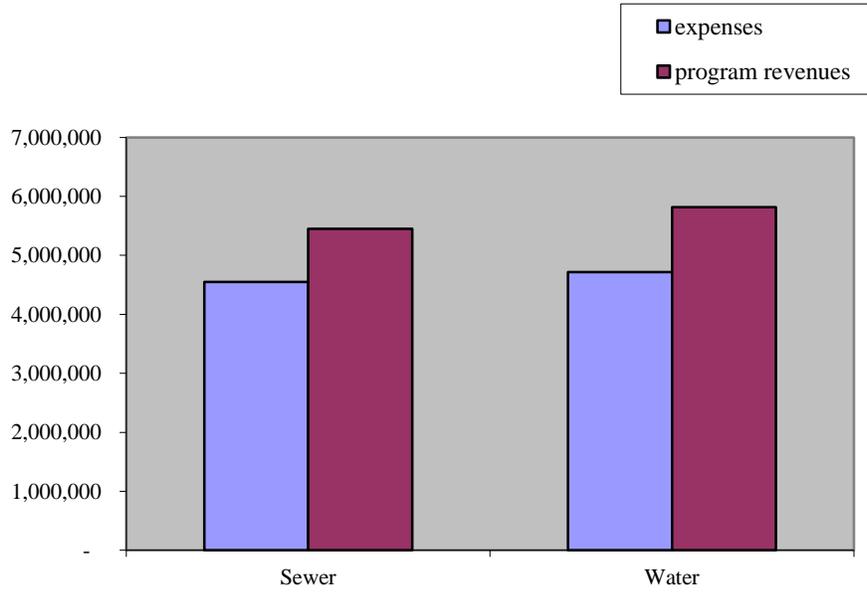


Business-type activities. Business-type activities increased the Township's net position by \$2,147,981. Operating revenues in the Sewer Fund decreased by \$15,829 from 2014, and operating revenues in the Water Fund decreased by \$13,438 from 2014. There was an increase of \$578,806 in connection charges and contributions in the Sewer Fund and an increase of \$354,042 in the Water Fund from 2014. Sewer Fund expenses were up \$378,096 from 2014 and Water Fund expenses were up \$63,106 from 2014. Key elements of these changes are as follows:

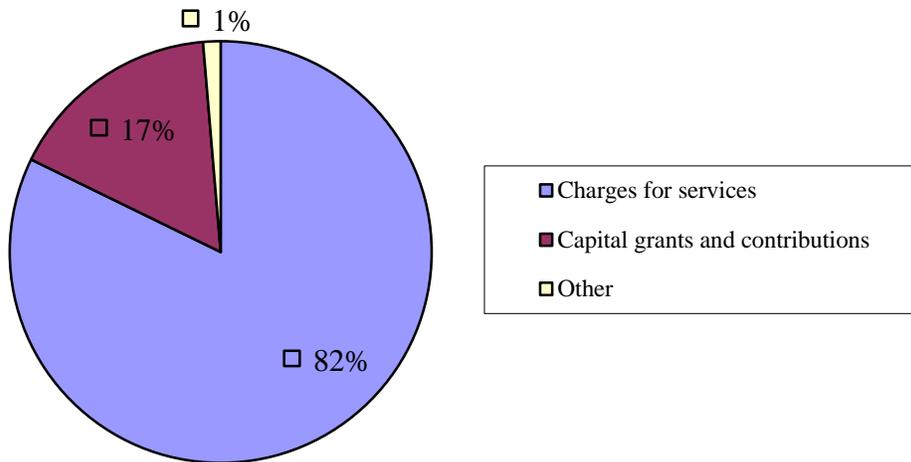
- Sewer contributions up \$565,000 due to receipt of SAW grant.
- Sewer interest revenue up \$41,000 from investments and interest on special assessments.
- Sewer engineering and financial services costs increased \$308,000 due to sewer SAW grant and SRF projects.
- Sewer depreciation expense increased \$47,000 due to 2014 sewer projects that were completed.
- Water connection revenues up \$354,000 due to new special assessment created.
- Water Fund interest expense down \$26,000 due to lower debt principal remaining.
- Water Fund depreciation expense up \$90,000 due to 2014 water projects that were completed.

PLAINFIELD CHARTER TOWNSHIP
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Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



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Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the Township's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spend able* resources. Such information is useful in assessing the Township'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 Township's governmental funds reported combined ending fund balances of \$3,906,963, an increase of \$210,106 in comparison with the prior year. Approximately 65% (\$2.54 million) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *nonspendable, restricted, committed, or assigned* to indicate that it has specific criteria which must be met before it can be expended.

The General Fund is the chief operating fund of the Township. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,544,464, while total fund balance was \$3,405,918. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 34 percent of total General Fund expenditures.

The fund balance of the Township's General Fund increased by \$118,755 in 2015 compared to an increase of \$859,942 in 2014. The budgeted increase in fund balance of \$27,986 was exceeded due to: lower hazard mitigation grant revenues of \$111,000; unspent contracted services of \$38,000; unspent travel expenses of \$21,000; unspent capital outlay expenses of \$83,000; unspent hazard mitigation expenses of \$60,000; and unspent road construction expense of \$14,000.

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

Unrestricted net position of the Sewer and Water Funds at the end of the year amounted to \$7,324,577 and \$2,206,570, respectively. The Sewer Fund had an increase in net position for the year of \$1,003,688, and the Water Fund had an increase of \$1,144,293. Other factors concerning the finances of these two funds have already been addressed in the discussion of the Township's business-type activities.

General Fund Budgetary Highlights

During the year, General fund budget to actual comparisons were generally favorable.

The significant budget modifications during the year were as follows:

1. Increase Cable TV revenue by \$27,000 due to increase in revenues of cable providers.
2. Decrease State Shared revenue by \$53,000 due to budget projections being too high.
3. Decrease FEMA Hazard Mitigation Grant revenue by \$110,000 due to lower number of homes acquired in the floodplain.
4. Increase Misc Fire Department Grants revenue by \$60,000 due to unbudgeted grant received.
5. Decrease Part-Time Wages in Mangers Department due to not filling a position.
6. Decrease Assessing Department Contracted Services by \$25,000 due to postponing commercial appraisal project.
7. Decrease Township Capital Outlay by \$35,000 due to postponed technology upgrades.
8. Decrease Cemeteries Capital Outlay by \$42,000 due to postponement of repaving project.

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
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9. Decrease FEMA Hazard Mitigation Grant expense by \$285,000 due to lower number of homes acquired in the floodplain.
10. Increase Sheriff Patrol by \$270,000 due to contracting more policing services.
11. Increase Fire Department Smoke Detector Grant expense by \$60,000 due unbudgeted grant opportunity.
12. Increase Parks Capital Outlay by \$127,000 due to higher cost to install Premier Park parking lot.

Capital Asset and Debt Administration

Capital assets. The Township's investment in capital assets for its governmental and business type activities as of December 31, 2015, amounted to \$81,218,743, (net of accumulated depreciation). This investment in capital assets includes land, buildings and structures, systems, improvements, machinery and equipment, and park facilities.

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

- 10 Mile Rd sewer improvement for \$157,000.
- Forest Ridge lift station relocation for \$376,000.
- Comstock Park sewer improvements for \$100,000.
- Sawkaw area sewer improvements for \$105,000.
- 2015 sewer improvements for \$434,000.
- Sawkaw area water improvements for \$129,000.
- 2015 water system improvement project for \$3,201,000.
- Water plant secondary power supply for \$495,000.

Major capital asset events planned for fiscal year 2016 include the following:

- Acquire Grand Rogue Campground for new park for \$372,000.
- Township hall technology upgrades for \$150,000.
- 10 Mile Road sewer trunk extension for \$743,000.
- Northerly sewer trunk inverted siphons for \$2,754,000.
- Forest Ridge lift station relocation for \$2,722,000.
- Comstock Park area sewer improvements for \$1,686,000.
- Willow sewer improvements phase 1 for \$600,000.
- Jericho water main loop for \$600,000.
- Westgate water main replacement for \$550,000.

Plainfield Charter Township's Capital Assets
(net of depreciation)

	Governmental Activities	Business-type Activities	Total
Land	\$ 3,099,275	\$ 1,893,207	\$ 4,992,482
Construction in Progress	-	824,142	824,142
Buildings and Improvements	6,214,511	9,045,028	15,259,539
Machinery and Equipment	651,412	1,658,837	2,310,249
Utility Systems	-	57,832,333	57,832,333
Total	\$ 9,965,198	\$ 71,253,545	\$ 81,218,743

Additional information on the Township's capital assets can be found in Note 4 of this report.

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
December 31, 2015

Long-term debt. At the end of the current fiscal year, the Township had total long-term debt outstanding of \$15,500,883.

Plainfield Charter Township's Outstanding Debt

	Governmental activities	Business-type activities	Total
General obligation bonds	\$ -	\$ -	\$ -
Revenue bonds	-	13,040,887	13,040,887
Installment purchase agreements	6,946	352,000	358,946
Retirement health notes	342,633	191,210	533,843
Post-employment benefits liability	1,058,039	281,251	1,339,290
Accumulated sick and vacation pay	156,049	71,868	227,917
Total	\$1,563,667	\$13,937,216	\$15,500,883

The Township's total debt decreased by \$1,155,505 during the current fiscal year. This decrease is the result of normal debt service payments.

The Township's water bonds has an "AA-" rating from Standard & Poor's.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the Township is \$122,346,350. Plainfield Charter Township currently has \$2,548,000 in outstanding general obligation debt, but this debt is paid from Water revenues.

Additional information on the Township's long-term debt can be found in Note 5 of this report.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered in preparing the Township's budget for the 2016 fiscal year:

Governmental Activities:

- Our millage rate was increased from 3.3 to 3.7 in order to pay for additional policing services contracted with the County. This increase in the millage rate is expected to generate about \$446,000 in 2016.
- .5 mills of our 3.7 millage rate are used to pay for current and future General Fund capital needs. We project we will take in about \$545,000 in 2016 and we budgeted to spend \$700,000. The shortage of \$155,000 will be paid from previous years unspent amounts, which was \$301,574 at the end of 2015.
- Fire Department Grant revenue is budgeted to be about \$60,000 lower in 2016.
- Elections department is budgeted to be higher by \$80,000 due to 2016 being an election year.
- General Administration Capital Outlay is budgeted higher by \$135,000 for technology upgrades.
- Law Enforcement is budgeted to be higher by \$155,000 compared with 2015, and higher by \$445,000 compared to 2014, due to contracting for additional policing services.
- Fire department budget is budgeted lower by \$109,000 due to lower Capital Outlay budget and lower spending related to grants.

PLAINFIELD CHARTER TOWNSHIP
Management's Discussion and Analysis
December 31, 2015

- Planning department is budgeted to be higher by \$83,000 due to personnel additions needed.
- Parks department Capital Outlay budget is still elevated (at \$424,000) in 2016, to acquire Grand Rogue Campground as an addition to our parks.

Requests for Information

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Plainfield Charter Township, 6161 Belmont Ave. NE, Belmont, MI 49306.

In addition, Plainfield Charter Township is now using OpenGov for fiscal transparency. You can access Plainfield's OpenGov portal by going to our website at: www.plainfieldmi.org and choosing the link for OpenGov.

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BASIC FINANCIAL STATEMENTS

PLAINFIELD CHARTER TOWNSHIP

STATEMENT OF NET POSITION

DECEMBER 31, 2015

	Primary Government			Component Units	
	Governmental	Business-Type	Total	Downtown	Corridor
	Activities	Activities		Development	Improvement
				Authority	Authority
Assets					
Cash and pooled investments	\$ 4,367,634	\$ 7,848,459	\$ 12,216,093	\$ 666,852	\$ 56,625
Receivables					
Taxes	4,351,408	-	4,351,408	78,391	-
Accounts	20,711	1,548,896	1,569,607	2,178	-
Due from other governments	404,761	138,706	543,467	-	-
Inventory	-	227,909	227,909	-	-
Prepaid items	22,261	1,339	23,600	-	-
Total current assets	9,166,775	9,765,309	18,932,084	747,421	56,625
Noncurrent assets					
Special assessment receivable	95,280	948,433	1,043,713	-	-
Capital assets:					
Non-depreciable	3,099,275	2,717,349	5,816,624	32,234	-
Depreciable capital assets, net	6,865,923	68,536,196	75,402,119	996,378	33,920
Total noncurrent assets	10,060,478	72,201,978	82,262,456	1,028,612	33,920
Total assets	19,227,253	81,967,287	101,194,540	1,776,033	90,545
Liabilities					
Accounts payable	733,139	568,407	1,301,546	12,103	1,554
Accrued payroll and benefits	177,538	-	177,538	-	-
Accrued interest payable	-	69,859	69,859	-	-
Current portion of compensated absences	19,332	5,413	24,745	-	-
Current portion of bonds and notes	73,100	1,104,375	1,177,475	-	-
Total current liabilities	1,003,109	1,748,054	2,751,163	12,103	1,554
Long-term liabilities					
Post-employment benefits	1,058,039	281,251	1,339,290	-	-
Compensated absences	136,717	66,455	203,172	-	-
Bonds and notes payable	276,479	12,479,719	12,756,198	-	-
Total long-term liabilities	1,471,235	12,827,425	14,298,660	-	-
Total liabilities	2,474,344	14,575,479	17,049,823	12,103	1,554
Deferred inflows of resources					
Unearned revenue - property taxes	4,351,408	-	4,351,408	78,391	-
Net position					
Net investment in capital assets	9,958,252	57,860,661	67,818,913	1,028,612	33,920
Restricted for					
Building department	322,600	-	322,600	-	-
Lighting district	123,256	-	123,256	-	-
Lake improvement	17,750	-	17,750	-	-
Unrestricted	1,979,643	9,531,147	11,510,790	656,927	55,071
Total net position	\$ 12,401,501	\$ 67,391,808	\$ 79,793,309	\$ 1,685,539	\$ 88,991

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

PLAINFIELD CHARTER TOWNSHIP

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
Governmental activities					
General government	\$ 2,690,263	\$ 1,337,982	\$ 537	\$ -	\$ (1,351,744)
Public safety	4,037,204	388,613	243,710	21,130	(3,383,751)
Public works	423,536	250,110	-	3,729	(169,697)
Culture and recreation	667,143	39,578	-	-	(627,565)
Interest on long-term debt	10,545	-	-	-	(10,545)
Total governmental activities	7,828,691	2,016,283	244,247	24,859	(5,543,302)
Business-type activities					
Sewer	4,551,864	4,376,787	-	1,072,387	897,310
Water	4,715,601	5,010,002	3,671	803,407	1,101,479
Total business-type activities	9,267,465	9,386,789	3,671	1,875,794	1,998,789
Total primary government	\$ 17,096,156	\$ 11,403,072	\$ 247,918	\$ 1,900,653	\$ (3,544,513)
Component units					
Downtown Development Authority	\$ 142,934	\$ -	\$ -	\$ -	\$ (142,934)
Corridor Improvement Authority	6,742	-	-	-	(6,742)
Total component units	\$ 149,676	\$ -	\$ -	\$ -	\$ (149,676)

(Continued)

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

PLAINFIELD CHARTER TOWNSHIP
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Downtown Development Authority	Corridor Improvement Authority
Changes in net assets					
Net (expense) revenue	\$ (5,543,302)	\$ 1,998,789	\$ (3,544,513)	\$ (142,934)	\$ (6,742)
General revenues					
Property taxes	3,527,256	-	3,527,256	339,039	-
State shared revenues	2,434,108	-	2,434,108	-	-
Unrestricted investment earnings	30,668	149,192	179,860	4,447	264
Other revenue	10,571	-	10,571	-	-
Total general revenues	6,002,603	149,192	6,151,795	343,486	264
Change in net position	459,301	2,147,981	2,607,282	200,552	(6,478)
Net position, beginning of year	11,942,200	65,243,827	77,186,027	1,484,987	95,469
Net position, end of year	\$ 12,401,501	\$ 67,391,808	\$ 79,793,309	\$ 1,685,539	\$ 88,991

(Concluded)

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

PLAINFIELD CHARTER TOWNSHIP

**GOVERNMENTAL FUNDS
BALANCE SHEET**

DECEMBER 31, 2015

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Assets			
Cash and pooled investments	\$ 3,854,429	\$ 513,205	\$ 4,367,634
Receivables			
Taxes	4,130,506	220,902	4,351,408
Accounts	20,711	-	20,711
Special assessments	77,452	17,828	95,280
Due from other governments	404,761	-	404,761
Prepaid items	<u>17,772</u>	<u>4,489</u>	<u>22,261</u>
Total assets	<u>\$ 8,505,631</u>	<u>\$ 756,424</u>	<u>\$ 9,262,055</u>
Liabilities, Deferred inflows of resources, and fund balances			
Liabilities			
Accounts payable	\$ 716,490	\$ 16,649	\$ 733,139
Accrued payroll and benefits	<u>177,538</u>	<u>-</u>	<u>177,538</u>
Total liabilities	<u>894,028</u>	<u>16,649</u>	<u>910,677</u>
Deferred inflows of resources			
Unavailable revenue			
Special assessments	75,179	17,828	93,007
Subsequent year property taxes	<u>4,130,506</u>	<u>220,902</u>	<u>4,351,408</u>
Total deferred inflows	<u>4,205,685</u>	<u>238,730</u>	<u>4,444,415</u>
Fund balances			
Non-spendable			
Prepaid items	17,772	4,489	22,261
Restricted			
Building department	-	322,600	322,600
Lighting district	-	123,256	123,256
Lake improvement	-	17,750	17,750
Committed			
Special assessment projects	412,062	-	412,062
Capital expenditures	301,574	-	301,574
Assigned			
Stormwater management	-	32,950	32,950
Future years expenditures	130,046	-	130,046
Unassigned	<u>2,544,464</u>	<u>-</u>	<u>2,544,464</u>
Total fund balances	<u>3,405,918</u>	<u>501,045</u>	<u>3,906,963</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 8,505,631</u>	<u>\$ 756,424</u>	<u>\$ 9,262,055</u>

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

PLAINFIELD CHARTER TOWNSHIP

RECONCILIATION OF FUND BALANCE ON THE BALANCE SHEET FOR GOVERNMENTAL FUNDS TO NET ASSETS OF GOVERNMENTAL ACTIVITIES ON THE STATEMENT OF NET POSITION

DECEMBER 31, 2015

Fund balances - total governmental funds	\$ 3,906,963
Amounts reported for <i>governmental activities</i> in the statement of net position are different because	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.	
Add - land	3,099,275
Add - capital assets (net of accumulated depreciation)	6,865,923
Certain assets are not due and receivable in the current period and therefore are offset with deferred revenue in the funds.	
Add - special assessments deferred receivable	93,007
Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Deduct - post-employment benefits	(1,058,039)
Deduct - compensated absences payable	(156,049)
Deduct - bonds and notes payable	<u>(349,579)</u>
Net position of governmental activities	<u>\$ 12,401,501</u>

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

PLAINFIELD CHARTER TOWNSHIP

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Revenues			
Taxes	\$ 3,527,166	\$ -	\$ 3,527,166
Licenses and permits	543,007	-	543,007
Federal	263,141	-	263,141
State	2,435,807	-	2,435,807
Charges for services	250,125	388,613	638,738
Fines	553	-	553
Investment earnings	30,461	774	31,235
Miscellaneous	601,164	250,110	851,274
	<u>7,651,424</u>	<u>639,497</u>	<u>8,290,921</u>
Total revenues			
Expenditures			
Current			
General government	2,681,004	-	2,681,004
Public safety	3,517,850	336,689	3,854,539
Public works	239,877	231,145	471,022
Culture and recreation	976,197	-	976,197
Debt service			
Principal	82,524	4,984	87,508
Interest	10,217	328	10,545
	<u>7,507,669</u>	<u>573,146</u>	<u>8,080,815</u>
Total expenditures			
Revenues over (under) expenditures	<u>143,755</u>	<u>66,351</u>	<u>210,106</u>
Other financing sources (uses)			
Transfers in	-	25,000	25,000
Transfers out	(25,000)	-	(25,000)
	<u>(25,000)</u>	<u>25,000</u>	<u>-</u>
Total other financing sources (uses)			
Net changes in fund balances	118,755	91,351	210,106
Fund balances, beginning of year	<u>3,287,163</u>	<u>409,694</u>	<u>3,696,857</u>
Fund balances, end of year	<u>\$ 3,405,918</u>	<u>\$ 501,045</u>	<u>\$ 3,906,963</u>

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

PLAINFIELD CHARTER TOWNSHIP

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2015

Net changes in fund balances - total governmental funds	\$ 210,106
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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 are allocated over their estimated useful lives and reported as depreciation expense.

Add - capital outlay	640,190
Deduct - depreciation expense	(470,434)

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.

Deduct - special assessment receipts	(2,929)
--------------------------------------	---------

Repayment of bond or note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Add - principal payments on debt	87,508
----------------------------------	--------

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 the funds.

Deduct - increase in post-employment benefits payable	(6,108)
Add - decrease in compensated absences payable	968

Change in net position of governmental activities	\$ 459,301
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The accompanying notes are an integral part of these financial statements.

PLAINFIELD CHARTER TOWNSHIP

**PROPRIETARY FUNDS
STATEMENT OF NET POSITION**

DECEMBER 31, 2015

	<u>Enterprise Funds</u>		
	<u>Sewer</u>	<u>Water</u>	<u>Total</u>
Assets			
Current assets			
Cash and pooled investments	\$ 6,337,600	\$ 1,510,859	\$ 7,848,459
Accounts receivable	875,543	673,353	1,548,896
Due from other governments	20,375	118,331	138,706
Inventory	-	227,909	227,909
Prepaid and other assets	-	1,339	1,339
	<u>7,233,518</u>	<u>2,531,791</u>	<u>9,765,309</u>
Total current assets			
Noncurrent assets			
Special assessments receivable	518,457	429,976	948,433
Property, plant and equipment-net of accumulated depreciation	<u>24,387,358</u>	<u>46,866,187</u>	<u>71,253,545</u>
Total noncurrent assets	<u>24,905,815</u>	<u>47,296,163</u>	<u>72,201,978</u>
Total assets	<u>32,139,333</u>	<u>49,827,954</u>	<u>81,967,287</u>
Liabilities			
Current liabilities			
Accounts payable	396,880	171,527	568,407
Accrued interest payable	30,518	39,341	69,859
Current portion of compensated absences	-	5,413	5,413
Current portion of bonds and notes	<u>454,517</u>	<u>649,858</u>	<u>1,104,375</u>
Total current liabilities	<u>881,915</u>	<u>866,139</u>	<u>1,748,054</u>
Long-term liabilities			
Post-employment benefits	-	281,251	281,251
Compensated absences	-	66,455	66,455
Bonds and notes payable	<u>4,946,443</u>	<u>7,533,276</u>	<u>12,479,719</u>
Total long-term liabilities	<u>4,946,443</u>	<u>7,880,982</u>	<u>12,827,425</u>
Total liabilities	<u>5,828,358</u>	<u>8,747,121</u>	<u>14,575,479</u>
Net position			
Net investment in capital assets	18,986,398	38,874,263	57,860,661
Unrestricted	<u>7,324,577</u>	<u>2,206,570</u>	<u>9,531,147</u>
Total net position	<u>\$ 26,310,975</u>	<u>\$ 41,080,833</u>	<u>\$ 67,391,808</u>

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

PLAINFIELD CHARTER TOWNSHIP

**PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Enterprise Funds</u>		
	<u>Sewer</u>	<u>Water</u>	<u>Total</u>
Operating revenue			
Charges for services			
Water sales	\$ -	\$ 4,352,934	\$ 4,352,934
Sewage disposal services	4,320,997	-	4,320,997
Penalties	54,347	51,740	106,087
	<hr/>	<hr/>	<hr/>
Total charges for services	4,375,344	4,404,674	8,780,018
Hydrant maintenance charges	-	504,436	504,436
Other revenue	1,443	49,632	51,075
	<hr/>	<hr/>	<hr/>
Total operating revenue	<u>4,376,787</u>	<u>4,958,742</u>	<u>9,335,529</u>
Operating expense			
Administration	357,066	582,198	939,264
Plant operations and maintenance	831,915	1,500,693	2,332,608
Distribution operations and maintenance	2,629,536	855,812	3,485,348
Depreciation	591,342	1,589,897	2,181,239
	<hr/>	<hr/>	<hr/>
Total operating expense	<u>4,409,859</u>	<u>4,528,600</u>	<u>8,938,459</u>
Operating income (loss)	<u>(33,072)</u>	<u>430,142</u>	<u>397,070</u>
Non-operating revenue (expense)			
Investment earnings	106,378	42,814	149,192
Other non-operating revenue	-	54,931	54,931
Interest expense	(142,005)	(187,001)	(329,006)
	<hr/>	<hr/>	<hr/>
Total non-operating revenue (expense)	<u>(35,627)</u>	<u>(89,256)</u>	<u>(124,883)</u>
Income (loss) before transfers and capital contributions	(68,699)	340,886	272,187
Connection charges and contributions	1,072,387	803,407	1,875,794
	<hr/>	<hr/>	<hr/>
Changes in net position	1,003,688	1,144,293	2,147,981
Net position, beginning of year	<u>25,307,287</u>	<u>39,936,540</u>	<u>65,243,827</u>
Net position, end of year	<u>\$ 26,310,975</u>	<u>\$ 41,080,833</u>	<u>\$ 67,391,808</u>

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

PLAINFIELD CHARTER TOWNSHIP

**PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Enterprise Funds</u>		
	<u>Sewer</u>	<u>Water</u>	<u>Total</u>
Cash flows from operating activities			
Receipts from customers and users	\$ 4,402,706	\$ 4,838,641	\$ 9,241,347
Other revenue	-	54,931	54,931
Payments to employees	(51,199)	(1,465,346)	(1,516,545)
Payments to suppliers	<u>(3,760,908)</u>	<u>(2,005,857)</u>	<u>(5,766,765)</u>
Net cash provided by (used in) operating activities	<u>590,599</u>	<u>1,422,369</u>	<u>2,012,968</u>
Cash flows from capital and related financing activities			
Connection charges and contributions	1,072,387	803,407	1,875,794
Special assessments collected	115,547	29,593	145,140
Special assessments issued	(71,410)	(407,834)	(479,244)
Bond proceeds	-	146,265	146,265
Principal paid on bonds	(325,356)	(791,199)	(1,116,555)
Amount received from other governments	-	451,853	451,853
Interest paid on bonds	(136,568)	(189,260)	(325,828)
Acquisition of capital assets	<u>(1,221,947)</u>	<u>(4,555,352)</u>	<u>(5,777,299)</u>
Net cash provided by (used in) capital and related financing activities	<u>(567,347)</u>	<u>(4,512,527)</u>	<u>(5,079,874)</u>
Cash flows from investing activities			
Interest income	<u>106,378</u>	<u>42,814</u>	<u>149,192</u>
Net cash provided by (used in) investing activities	106,378	42,814	149,192
Net increase (decrease) in cash and pooled investments	129,630	(3,047,344)	(2,917,714)
Cash and pooled investments, beginning of year	<u>6,207,970</u>	<u>4,558,203</u>	<u>10,766,173</u>
Cash and pooled investments, end of year	<u>\$ 6,337,600</u>	<u>\$ 1,510,859</u>	<u>\$ 7,848,459</u>
Cash flows from operating activities			
Operating income (loss)	\$ (33,072)	\$ 430,142	\$ 397,070
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities			
Depreciation	591,342	1,589,897	2,181,239
Other non-operating revenue	-	54,931	54,931
Change in operating assets and liabilities which provided (used) cash			
Accounts receivable	46,294	(3,631)	42,663
Due from other governments	(20,375)	(116,470)	(136,845)
Inventory	-	(5,098)	(5,098)
Prepaid and other assets	-	10,013	10,013
Accounts payable	6,410	(434,565)	(428,155)
Post-employment benefits payable	-	(88,346)	(88,346)
Compensated absences payable	-	(14,504)	(14,504)
Net cash provided by (used in) operating activities	<u>\$ 590,599</u>	<u>\$ 1,422,369</u>	<u>\$ 2,012,968</u>

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

PLAINFIELD CHARTER TOWNSHIP
AGENCY FUNDS
STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2015

	Agency Funds
Assets	
Cash and pooled investments	\$ 3,917,237
Total assets	<u>\$ 3,917,237</u>
Liabilities	
Accounts payable	\$ 9,137
Due to other governmental units	3,864,809
Escrow deposits	<u>43,291</u>
Total liabilities	<u>\$ 3,917,237</u>

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

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PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Plainfield Charter Township (the "Township") conform to generally accepted accounting principles as applicable to governments. The following is a summary of the significant policies.

Reporting Entity

These financial statements present the Township and its component units, entities for which the Township is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the Township's operations, so data from these units are combined with data of the primary government. The Township has no blended component units. Discretely presented component units are reported in separate columns in the financial statements to emphasize they are legally separate from the Township.

Discretely Presented Component Units

The component unit columns in the government-wide financial statements include the financial data of the Downtown Development Authority (DDA) and the Plainfield Avenue Corridor Improvement Authority (PACIA). These component units provide services to the businesses located within the districts. They are reported in separate columns to emphasize they are legally separate from the Township.

The DDA was created to correct and prevent deterioration in the downtown area and promote economic growth within downtown. The DDA governing body consists of individuals that are appointed by the Township's Board. The Township's Board approves the DDA's budget and has the ability to significantly influence operations of the DDA. Financial statements are not separately issued for the DDA.

The PACIA was established in 2007 under P.A. 280 by Plainfield and Grand Rapids Townships to correct and prevent deterioration and promote economic growth in the Plainfield Avenue corridor area. The PACIA governing body consists of individuals that are appointed by the Township Supervisor. The Township's Board approves the PACIA Board appointments and the PACIA's budget and has the ability to significantly influence operations of the PACIA. Financial statements are not separately issued for the PACIA.

Joint Venture

The Township is a participant in the North Kent Sewer Authority (Authority) (a joint venture as defined by GASB Statement No. 14). The purpose of the Authority is to develop and maintain sanitary sewer infrastructure. The Township utilizes the Authority for its sewage transportation and disposal. The Township pays for these services based on connection fees and on its share of sewage flow through the system to cover debt service, maintenance, operations and administration of the Authority. The Authority has outstanding insured municipal bonds of \$55,677,061 as of December 31, 2015. The Township has pledged its limited faith and credit for the bonds based on Township sewage flow through the system. During their most recent fiscal year the Authority reported an increase in net position of \$776,347. Financial statements of the Authority can be obtained by contacting the North Kent Sewer Authority, PO Box 561, Rockford, MI 49341.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

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. Exceptions to this general rule are changes between enterprise functions and other various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. *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 legally separate *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.

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, except for agency funds which do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for state shared revenue, reimbursement-based grants, land contracts, and interest which use a one year collection period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service and other post-employment benefit expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. State revenue, reimbursement based grants, land contracts, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so 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 Township.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

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 fund are charges for services. Operating expenses for the enterprise funds include depreciation on capital assets, labor, supplies and contracted services. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Township reports the following major governmental fund:

The *General Fund* is the general operating fund of the Township. It is used to account for all financial resources, except those required to be accounted for in another fund.

The Township reports the following major proprietary funds:

The *Sewer Enterprise Fund* is used to account for the Township's wastewater operation that provides sewer services on a user charge basis.

The *Water Enterprise Fund* is used to account for the Township's water operation that provides water services on a user charge basis.

Additionally, the Township reports the following fund types:

The *Special Revenue Funds* are used to account for the proceeds of specific revenue sources (other than permanent trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

The *Agency Funds* are used to account for the collection and disbursement of funds that are collected on behalf of outside governments or other parties.

Budgets and Budgetary Accounting

Comparisons to budget are presented for the general and special revenue funds. General and special revenue funds adopt a legal budget with remaining funds maintaining budgets as a management control device. The Township follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Township Manager submits to the Board of Trustees a proposed operating budget for the fiscal year commencing the following January 1. The operating budget is adopted by activity.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to January 1, 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 and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual budgets lapse at fiscal year-end.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

6. Adoption and amendments of all budgets used by the Township are governed by Michigan state law. The appropriations resolution is based on the projected expenditures budgets of the department heads of the Township. Any amendment to the original budget must meet the requirements of Michigan law. Any revisions that alter the total expenditures of any function must be approved by the Board of Trustees. Thus the legal level of budgetary control is at the functional level. Supplemental appropriations were necessary during the year.

Cash and Pooled Investments

For the purpose of the statement of cash flows, the Township considers cash and pooled investments to be cash and cash equivalents because the pooling of these balances allows for withdrawal at any time similar to a demand deposit account.

Investments

Investments are stated at fair value at the balance sheet date.

Township investment policy allows for all investment authorized by State statutes. State statutes authorize the Township to invest in:

- a. Bond, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.
- b. Certificates of deposit, savings accounts, deposit accounts or depository receipts of a qualified financial institution.
- c. 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.
- d. Bankers' acceptances of United States banks.
- e. 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.
- f. 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.
- g. External investment pools as authorized by Public Act 20 as amended.

Special Assessments Receivable

Special assessments receivable consist of long-term receivables from customers and benefited parties for various water and sewer and other improvement projects. Amounts in governmental funds not received within 60 days of year end are recorded as unavailable revenue.

Inventory and Prepaid Items

All inventories are valued at original cost using the first-in/first-out (FIFO) method. Inventory in governmental funds is immaterial. Certain payments to vendors represent costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

Restricted Cash and Pooled Investments

Restricted balances represent required reserves for the payment of principal and interest on outstanding bonds as well as other reserves required by bond agreements.

Capital Assets

Capital assets, which include land, construction in progress, buildings and equipment, and infrastructure assets (e.g., water and sewer systems, and similar items), are reported in the governmental and business-type activities columns in the government-wide financial statements.

Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received.

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. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

No interest expense was capitalized on capital assets reported in proprietary funds.

Depreciation on capital assets is computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Sanitary sewer system	20-66
Furniture and equipment	5-10
Building and structures	10-40
Water mains and hydrants	30-66
Wells and pumps	25
Filtration and treatment equipment	7-10
Trucks and vehicles	5
Machinery and equipment	7-20

Long-Term Obligations

In the government-wide financial statements and proprietary fund type financial statements, the 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. For new bond issuances after the implementation of GASB Statement No. 34, bond premiums and discounts, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method.

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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

Compensated Absences

Under contracts negotiated with employee groups, individual employees have a vested right to receive payments for unused vacation and sick leave under formulas and conditions specified in the contracts. Accumulated compensated absences of governmental funds are recorded on the statement of net position and not on the governmental fund balance sheets because the balance is not expected to be liquidated with expendable available financial resources. Amounts accumulated for proprietary funds are reported on the statements of net position of the individual enterprise funds. For governmental activities, compensated absences are generally liquidated by the general fund.

Deferred outflows/inflows 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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government has no item that qualifies for reporting in this category.

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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items that qualify for reporting in this category. The governmental funds and governmental activities report unearned revenues from property taxes levied for the following year. In additions, the governmental funds report unavailable revenues from special assessments, which arise only under a modified accrual basis of accounting. Accordingly, the unavailable revenue related to special assessments, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Fund Equity

Governmental funds report fund balance in the following five categories:

1. Non-spendable - the related asset's form does not allow expenditure of the balance. The assets are either (a) not in a spendable form or (b) legally or contractually required to be maintained intact. Nonspendable fund balance would be equal to inventory, prepaid items, non-current financial assets, and the nonspendable portion of endowments.
2. Restricted - the related assets can only be spent for the specific purposes stipulated by constitution, external resource providers, or as identified in enabling legislation.
3. Committed - the related assets can only be spent for a specific purpose identified by formal resolution of the entity's governing board.
4. Assigned - the related assets can only be spent for a specific purpose but do not meet the criteria to be classified as committed.
5. Unassigned - is the residual classification and includes all spendable amounts not contained in the other classifications. The General fund is the only fund allowed to have a positive unassigned fund balance.

The Board has not delegated the authority to assign fund balance. Only the Board can assign or commit fund balance.

PLAINFIELD CHARTER TOWNSHIP
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Net Position and Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position/fund balance and unrestricted – net position/fund balance, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to use restricted resources first, then unrestricted resource as they are needed. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Property Taxes

Township property taxes attach as an enforceable lien on property as of December 1 of each year and are due without penalty on or before February 14. Tax bills include the Township's own property taxes and taxes billed on behalf of other taxing units. Real property taxes not collected as of March 1 are turned over to the county for collection, which advances the Township 100% of the delinquent real property taxes. Collection of delinquent personal property taxes remains the responsibility of the Township Treasurer. The December 1 levy is recorded as a receivable and unearned revenue at the end of the year and is intended to fund expenditures of the following year.

Interfund Transactions

During the course of normal operations, the Township has numerous transactions between funds. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the fund that is reimbursed. Charges between enterprise funds and other functions of the Township are not reimbursements because elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Remaining transactions are generally reflected as transfers.

Transfers are used to (1) move unrestricted revenues collected in the general fund to finance capital and other various programs accounted for in other funds in accordance with budgetary authorizations and (2) move allocated cost of general operations to applicable funds.

Risk Management

The Township 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. During the year ended December 31, 2015, the Township carried commercial insurance to cover risks of losses. The Township has had no settled claims resulting from these risks that exceeded their commercial coverage in any of the past three fiscal years.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN BUDGETARY FUNDS

Michigan law provides that a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgeted funds have been shown on a functional basis. The approved budgets of the Township for these budgeted funds were adopted at the activity level.

During the year ended December 31, 2015, the Township incurred the following expenditures which were in excess of the amounts appropriated:

	<u>Budget</u>	<u>Actual</u>	<u>Variance (Unfavorable)</u>
General Fund			
Public Safety	\$3,475,525	\$3,517,850	\$(42,325)

3. CASH AND INVESTMENTS

The captions on the financial statements relating to cash and pooled investments and investments are as follows:

	<u>Primary Government</u>	<u>Component Units</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash and pooled investments	\$12,216,093	\$723,477	\$3,917,237	\$16,856,807

The cash and investments making up the above balances are as follows:

Deposits	\$15,315,808
Investments	1,539,174
Petty cash	1,825
	<hr/>
Total	<u>\$16,856,807</u>

The deposits are in financial institutions located in Michigan in varying amounts. State policy limits the Treasurer's investing options to financial institutions located in Michigan. All accounts are in the name of the Township and a specific fund or common account. They are recorded in Township records at fair value. Interest is recorded when earned.

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Township's deposits may not be returned. State law does not require, and the Township does not have, a policy for deposit custodial credit risk. As of year-end, \$11,874,712 of the Township's bank balance of \$15,369,068 was exposed to custodial credit risk because the balance was uninsured and uncollateralized.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

Investments

The Township chooses to disclose its investments by specifically identifying each. As of year-end, the Township had the following investments:

	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Source</u>
FNMA Note	3/30/20	300,243	AAA	Moody
FNMA Note	3/30/20	300,105	AAA	Moody
FNMA Note	3/30/20	320,205	AAA	Moody
Municipal Bonds	5/01/19	108,275	AA1	Moody
Investment Pool Accounts:				
Kent County Investment Pool	N/A	510,346	Unrated	
Total		<u><u>\$1,539,174</u></u>		

Investment and deposit risk

Interest Rate Risk. State law and Township policy limit the allowable investments and the maturities of some of the allowable investments as identified in Note 1, the summary of significant accounting policies. The Township's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The maturity date for each investment is identified above for investments held at year-end. There is no stated maturity date for the Township's investment in the Kent County Public Funds Investment Pool identified above. At December 31, 2015 the balance of the Kent County Public Funds Investment Pool consisted of the following:

<u>Investment</u>	<u>Percentage of pool total</u>	<u>Maturity in years</u>
Government agency securities	23.4%	0-3
Certificates of deposits	59.3%	0-3
Money market accounts	17.3%	Not applicable

Credit Risk. State law limits investments to specific government securities, certificates of deposits and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in Note 1, the summary of significant accounting policies. The investment policy does not have specific limits in excess of state law on investment credit risk. The rating for each investment is identified above for investments held at year-end.

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require, and the Township does not have, a policy for investment custodial credit risk. Of the above investments in pools and mutual funds, the Township's custodial credit risk exposure cannot be determined because the mutual funds and the investment pools do not consist of specifically identifiable securities. The FNMA notes are uninsured and unregistered and held by the government's brokerage firm which is also the counter party for this security.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in Note 1, the summary of significant accounting policies. The Township's investment policy does not have specific limits in excess of state law on concentration of credit risk. All investments held at year-end are reported above.

4. CAPITAL ASSETS

Capital asset activity for the year was as follows:

	Balance January 1, 2015	Additions	Deletions	Balance December 31, 2015
Governmental Activities				
Capital assets, not being depreciated				
Land	\$ 2,969,225	\$ 130,050	\$ -	\$ 3,099,275
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	2,969,225	130,050	-	3,099,275
Capital assets, being depreciated				
Buildings and improvements	12,275,121	438,799	-	12,713,920
Machinery and equipment	5,047,567	71,341	77,235	5,041,673
Total capital assets, being depreciated	17,322,688	510,140	77,235	17,755,593
Less accumulated depreciation for				
Buildings and improvements	6,196,232	303,177	-	6,499,409
Machinery and equipment	4,300,239	167,257	77,235	4,390,261
Total accumulated depreciation	10,496,471	470,434	77,235	10,889,670
Net capital assets, being depreciated	6,826,217	39,706	-	6,865,923
Governmental Activities capital assets, net	\$9,795,442	\$169,756	\$ -	\$ 9,965,198
Business-type Activities				
Capital assets, not being depreciated				
Land	\$ 1,866,957	\$ 26,250	\$ -	\$1,893,207
Construction in progress	3,465,026	5,063,507	7,704,391	824,142
Total capital assets, not being depreciated	5,331,983	5,089,757	7,704,391	2,717,349
Capital assets being depreciated				
Buildings and improvements	17,102,321	495,328	-	17,597,649
Utility systems	69,415,636	7,707,413	-	77,123,049
Machinery and equipment	4,151,007	189,192	-	4,340,199
Total capital assets, being depreciated	90,668,964	8,391,933	-	99,060,897
Less accumulated depreciation for				
Buildings and improvements	8,137,135	415,486	-	8,552,621
Utility systems	17,716,038	1,574,681	-	19,290,719
Machinery and equipment	2,490,289	191,072	-	2,681,361
Total accumulated depreciation	28,343,462	2,181,239	-	30,524,701
Net capital assets, being depreciated	62,325,502	6,210,694	-	68,536,196
Business-type Activities capital assets, net	\$67,657,485	\$11,300,451	\$7,704,391	\$71,253,545

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

Component Units

Capital assets, not being depreciated

Land	\$ -	\$32,234	\$ -	\$ 32,234
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Capital assets, being depreciated

Infrastructure	1,103,142	282,051	-	1,385,193
Less accumulated depreciation	289,524	65,371	-	354,895

Net capital assets, being depreciated

	813,618	216,680	-	1,030,298
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Component Units capital assets, net

	\$ 813,618	\$248,914	\$ -	\$1,062,532
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Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities

General government	\$151,878
Public safety	188,811
Culture and recreation	<u>129,745</u>

Total depreciation expense - governmental activities

\$470,434

Business-type Activities

Sewer	\$ 591,342
Water	<u>1,589,897</u>

Total depreciation expense - business-type activities

\$2,181,239

Component Units

Public works	<u>\$65,371</u>
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5. LONG-TERM DEBT

The following is a summary of the debt transactions of the Township for the year ended December 31, 2015:

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
Governmental Activities					
\$324,651 2011 Retirement Health note; due in annual installments of \$36,072 plus interest at 2.5% through December 2020	\$216,434	\$ -	\$36,072	\$180,362	\$36,072
\$525,326 2012 IAFF Retirement Health note; due in annual installments of \$26,266 plus interest at 2.5% through December 2021	183,865	-	40,673	143,192	26,266
\$128,951 2012 PTMEA Retirement Health note; due in annual installments of \$3,816 plus interest at 2.5% through January 2020	22,895	-	3,816	19,079	3,816

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
\$27,788 2012 installment purchase; due in annual installments of \$6,947 through 2016	\$ 13,893	\$ -	\$ 6,947	\$ 6,946	\$ 6,946
Total	437,087	-	87,508	349,579	73,100
Post-employment benefits liability	1,051,931	114,438	108,330	1,058,039	-
Accrued compensated absences	157,017	16,047	17,015	156,049	19,332
Total Governmental Activities	\$1,646,035	\$130,485	\$212,853	\$1,563,667	\$92,432
Business-type Activities					
\$3,471,301 1998 North Kent Sewer Authority Bond; due in annual installments of \$155,000 to \$282,000 plus interest at 3.00-7.00% through May 2018	\$1,033,245	\$ -	\$236,061	\$ 797,184	\$247,670
\$7,750,000 2011 Capital Improvement Bonds; due in annual installments of \$300,000 to \$485,000 plus interest at 2.5% through April 2032	5,326,924	-	235,000	5,091,924	240,000
\$146,102 2011 Retirement Health note; due in annual installments of \$16,234 plus interest at 2.5% through December 2020	97,400	-	16,233	81,167	16,234
\$503,277 PTMEA Retirement Health note; due in annual installments of \$24,624 plus interest at 2.5% through January 2020	147,744	-	37,701	110,043	24,624
\$3,325,000 2012 Refunding Revenue bonds; due in annual installments of \$250,000 to \$352,000 plus interest at 1.77% through 2023	2,816,000	-	268,000	2,548,000	281,000
\$616,000 Installment purchase; due in annual payments of \$88,000 plus interest at 3.5% through 2019	440,000	-	88,000	352,000	88,000
\$3,178,073 2011 North Kent Sewer Authority Bonds due in annual installments of \$145,000 to \$215,000 plus interest at 2.5% through October 2030	2,822,795	-	126,689	2,696,106	129,275
2012 North Kent Sewer Authority Bonds; due in annual installments of \$10,000 to \$16,500 plus interest at 2.5% through October 2032	241,407	-	41,207	200,200	9,908

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
2013 North Kent Sewer Authority Bonds; due in annual installments of \$85,000 to \$125,000 plus interest at 2.0% through October 2034	\$ 1,628,869	\$ 7,139	\$ 67,664	\$ 1,568,344	\$ 67,664
\$8,780,000 2015 SRF Bonds; due in annual installments of \$345,000 to \$550,000 plus interest at 2.5% through October 2036	-	139,126	-	139,126	-
Total	14,554,384	146,265	1,116,555	13,584,094	1,104,375
Post-employment benefits liability	369,597	-	88,343	281,254	-
Accrued compensated absences	86,372	7,406	21,910	71,868	5,413
Total Business-type Activities	\$15,010,353	\$153,671	\$1,226,808	\$13,937,216	\$1,109,788

The annual requirements to amortize all debt outstanding (excluding post-employment benefits liability and accrued employee benefits) as of December 31, 2015 are as follows:

<u>Year Ending December 31</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 73,101	\$ 8,926	\$ 1,104,375	\$ 314,021
2017	66,154	7,272	1,148,539	285,411
2018	66,154	5,618	1,187,188	255,201
2019	66,154	3,964	924,275	229,059
2020	66,154	2,311	853,253	207,599
2021-2025	11,862	657	3,845,875	760,812
2026-2029	-	-	3,377,947	395,076
2031-2034	-	-	1,142,643	38,674
Total	\$349,579	\$28,748	\$13,584,094	\$2,485,853

The \$8,780,000 2015 SRF Bonds are issued through a State of Michigan program (State Revolving Fund) which provides for bond proceeds to be received as the related construction project progresses to a maximum amount of \$8,780,000. The future minimum payment schedule includes only debt outstanding at December 31, 2015.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

6. PENSION PLANS

Defined Contribution Pension Plans

The Township maintains the Plainfield Charter Township Pension Plan which is a defined contribution plan. The Township contributes 7.5% and participating eligible employees contribute at least 5% of gross salary to the plan administered by an independent carrier. The township contributes an additional 2.5% of gross salary to the plan for eligible employees with over 10 years of service and an additional 2.5% for employees with over 15 years of service. The Township plan benefits and contribution requirements were established and may be amended under the authority of the Township Board and under agreements with unions representing various classes of employees. All full-time Township employees are eligible to participate in the plan. During the year, the Township contributed \$489,017 and plan members contributed \$170,289 to the plan.

Deferred Compensation Plan

The Township offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all Township employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergence. All assets of the plan are held in trust for employees and the related assets and liabilities are not included in this report.

7. OTHER POST-EMPLOYMENT BENEFITS

The Township administers a single-employer defined benefit healthcare plan (the Retiree Health Plan). The plan provides employees retiring prior to 2011, with 20 years of full time employment, full hospitalization benefits for life in the amount of a two person contract. Employees retiring prior to 2011 with less than 20 years of full time employment receive various levels of hospitalization benefits depending on years of service. The Township makes 100% of the premium payments to the plan. The Retiree Health Plan does not issue a publicly available financial report and a legal trust has not been established for the plan. The Plan is not available to current Township employees; the Township has established retirement savings accounts for its current employees.

The Township's contribution to this plan is provided on a pay-as-you-go basis. For the current year, the annual required contribution (ARC) was \$161,380 while the Township contributed \$142,676 to provide insurance coverage for 18 retired employees during 2015.

The Township's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). The Township has elected to calculate the ARC and related information using the alternative measurement method in accordance with generally accepted accounting principles for employers in plans with fewer than one hundred plan members. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of thirty years. Fiscal year 2008 was the first year for which an actuarially required contribution (ARC) was determined.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

The following table shows the components of the Township's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Township's OPEB obligation to the plan.

Annual required contribution	\$ 161,380
Interest on Net OPEB obligation	63,968
Adjustment to annual required contribution	<u>(164,910)</u>
Annual OPEB cost (expense)	60,438
Contribution made	<u>142,676</u>
Decrease in net OPEB obligation	(82,238)
Net OPEB obligation, beginning of year	<u>1,421,528</u>
Net OPEB obligation, end of year	<u><u>\$1,339,290</u></u>

Three-Year Trend Information

<u>Fiscal Year</u> <u>Ending</u>	<u>OPEB</u> <u>Cost</u>	<u>Percentage of OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
12/31/13	\$102,954	135.3%	\$1,482,884
12/31/14	79,177	177.5%	1,421,528
12/31/15	60,438	236.1%	1,339,290

Schedule of Funding Progress

<u>Actuarial</u> <u>Valuation</u> <u>Date</u>	<u>Actuarial</u> <u>Value of</u> <u>Assets</u> <u>(a)</u>	<u>Actuarial</u> <u>Accrued</u> <u>Liability (AAL)</u> <u>(b)</u>	<u>Unfunded</u> <u>AAL</u> <u>(UAAL)</u> <u>(b-a)</u>	<u>Funded</u> <u>Ratio</u> <u>Total</u>	<u>Covered</u> <u>Payroll</u> <u>(c)</u>	<u>UAAL as a</u> <u>Percentage</u> <u>of Covered</u> <u>Payroll</u> <u>((b-a)/c)</u>
12/31/15	\$ -	\$1,812,955	\$1,812,955	0%	\$n/a	n/a%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. The Township is currently funding the plan on a pay as you go basis. For governmental activities, post-employment benefits are generally liquidated by the general fund.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

PLAINFIELD CHARTER TOWNSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

In the December 31, 2015 actuarial valuation, the Plan utilized the projected unit credit actuarial cost method; level dollar, closed amortization method; and an amortization period of 15 years. The actuarial assumptions included a 0% return on plan assets as the plan is not funded, an inflation rate of 3.0%, a discount rate of 4.5%, and a 5.9% medical inflation rate in 2014 grading up to 6.7% in 2019 and 5.6% for 2020 and thereafter. Other post-employment benefits of governmental funds are generally liquidated with general fund resources.

The required schedule of funding progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities of benefits.

8. CONTINGENT LIABILITIES

In the normal course of its operations, the Township has become a party in various legal actions, including property tax appeals. Management of the Township is of the opinion that the outcome of such actions will not have a material effect on the financial position of the Township. Amounts reserved for losses related to legal actions have not been included as a liability in the financial statements.

Under the terms of various Federal and State grants and regulatory requirements, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants and requirements. Such audits could lead to reimbursement to the grantor or regulatory agencies. However, management believes such disallowances, if any, will not be material to the financial position of the Township.

9. COMMITMENT

At year-end the Township had contractual commitments of approximately \$8,700,000 for water and sewer infrastructure improvements which are expected to be funded by additional draws on SRF bonds.

REQUIRED SUPPLEMENTARY INFORMATION

PLAINFIELD CHARTER TOWNSHIP
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 3,523,700	\$ 3,531,200	\$ 3,527,166	\$ (4,034)
Licenses and permits	506,000	535,500	543,007	7,507
Federal	411,750	369,300	263,141	(106,159)
State	2,489,000	2,436,000	2,435,807	(193)
Charges for services	184,000	249,390	250,125	735
Fines	600	600	553	(47)
Investment earnings	13,200	20,200	30,461	10,261
Miscellaneous	579,650	595,850	601,164	5,314
Total revenues	<u>7,707,900</u>	<u>7,738,040</u>	<u>7,651,424</u>	<u>(86,616)</u>
Expenditures				
Current				
General government	3,386,145	2,867,534	2,681,004	186,530
Public safety	3,157,645	3,475,525	3,517,850	(42,325)
Public works	253,000	255,000	239,877	15,123
Culture and recreation	851,945	994,215	976,197	18,018
Debt service				
Principal	68,119	82,527	82,524	3
Interest and fiscal charges	10,253	10,253	10,217	36
Total expenditures	<u>7,727,107</u>	<u>7,685,054</u>	<u>7,507,669</u>	<u>177,385</u>
Revenues over (under) expenditures	(19,207)	52,986	143,755	90,769
Other financing sources (uses)				
Transfers out	(25,000)	(25,000)	(25,000)	-
Total other financing sources (uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
Net changes in fund balance	(44,207)	27,986	118,755	90,769
Fund balance, beginning of year	<u>3,287,163</u>	<u>3,287,163</u>	<u>3,287,163</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,242,956</u>	<u>\$ 3,315,149</u>	<u>\$ 3,405,918</u>	<u>\$ 90,769</u>

PLAINFIELD CHARTER TOWNSHIP
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2015

RETIREE HEALTH OTHER POST EMPLOYMENT BENEFIT PLAN
SCHEDULE OF FUNDING PROGRESS

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
12/31/2013	\$ -	\$ 2,348,386	\$ 2,348,386	0.00%	N/A	N/A
12/31/2014	-	1,966,447	1,966,447	0.00%	N/A	N/A
12/31/2015	-	1,812,955	1,812,955	0.00%	N/A	N/A

SCHEDULE OF EMPLOYER CONTRIBUTIONS

<u>Year Ended December 31</u>	<u>Annual OPEB Cost</u>	<u>Actual Contribution</u>	<u>Percent Contributed</u>
2013	\$ 102,954	\$ 139,264	135%
2014	79,177	140,533	177%
2015	60,438	142,676	236%

Note to required supplementary information

Budgets and Budgetary Accounting

The Township adopts an annual budget for the general fund following the GAAP basis of accounting. Unexpended appropriations lapse at year end.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

PLAINFIELD CHARTER TOWNSHIP

GENERAL FUND

The *General Fund* accounts for revenues and expenditures that are not required to be accounted for in another fund. In Plainfield Charter Township the functions of the General Fund include General government, public safety, public works, culture & recreation and debt service not recorded in Special Revenue or Enterprise Funds. The General Fund is the designated repository per Michigan law for ad valorem property taxes. Other revenue sources for the General Fund are state shared revenues, transfers from other funds, fees and interest.

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PLAINFIELD CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE BALANCE SHEET**

DECEMBER 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Assets		
Cash	\$ 3,854,429	\$ 3,609,592
Receivables		
Taxes	4,130,506	3,250,822
Accounts	20,711	16,526
Special assessments	77,452	80,658
Due from other governments	404,761	527,956
Prepaid items	<u>17,772</u>	<u>26,797</u>
Total assets	<u>\$ 8,505,631</u>	<u>\$ 7,512,351</u>
Liabilities, deferred inflows of resources, and fund balances		
Liabilities		
Accounts payable	\$ 716,490	\$ 470,574
Accrued payroll and benefits	<u>177,538</u>	<u>151,999</u>
Total liabilities	<u>894,028</u>	<u>622,573</u>
Deferred inflows of resources		
Unavailable revenue		
Special assessments	75,179	78,908
Subsequent year property taxes	<u>4,130,506</u>	<u>3,523,707</u>
Total deferred inflows	<u>4,205,685</u>	<u>3,602,615</u>
Fund balances		
Non-spendable		
Prepaid items	17,772	26,797
Committed		
Special assessment projects	412,062	406,450
Capital expenditures	301,574	329,634
Fire department	-	769
Assigned		
Future years expenditures	130,046	44,207
Unassigned	<u>2,544,464</u>	<u>2,479,306</u>
Total fund balances	<u>3,405,918</u>	<u>3,287,163</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 8,505,631</u>	<u>\$ 7,512,351</u>

PLAINFIELD CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE SCHEDULE OF REVENUES**

FOR THE YEARS ENDED DECEMBER 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Taxes		
Current property	\$ 3,486,012	\$ 3,434,210
Delinquent property	6,358	16,633
Industrial facilities	15,279	15,907
In lieu of taxes	3,819	3,495
Trailer fees	4,508	4,942
Interest and penalties on taxes	<u>11,190</u>	<u>24,037</u>
	<u>3,527,166</u>	<u>3,499,224</u>
Licenses and permits		
Business	4,990	4,900
Cable	495,399	457,717
Communication	<u>42,618</u>	<u>42,930</u>
	<u>543,007</u>	<u>505,547</u>
Federal Sources		
FEMA grant	<u>263,141</u>	<u>283,245</u>
State Sources		
Liquor license fee	23,277	23,124
State grants	1,699	-
Sales taxes	<u>2,410,831</u>	<u>2,402,613</u>
	<u>2,435,807</u>	<u>2,425,737</u>
Charges for services		
Planning and zoning fees	9,990	11,900
Summer tax collection fees	57,086	57,040
Passports	23,980	22,980
Other fees	682	3,342
Fire and rescue	19,532	33,885
Grave openings	46,270	41,690
Sale of cemetery lots	22,800	16,700
Copier and printing fees	536	375
Title searches	5,079	3,219
Recreational fees	39,578	35,017
Election fees	<u>24,592</u>	<u>16,805</u>
	<u>250,125</u>	<u>242,953</u>

(continued)

PLAINFIELD CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE SCHEDULE OF REVENUES**

FOR THE YEARS ENDED DECEMBER 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Fines and forfeitures		
District court fines	\$ 553	\$ 1,311
Interest		
Interest on deposits	29,894	17,630
Interest on special assessments	<u>567</u>	<u>1,415</u>
	<u>30,461</u>	<u>19,045</u>
Other revenue		
Sidewalk assessments	3,729	12,986
Rental income	16,160	15,450
Sale of assets	10,511	6,705
Donations	5	335
Library reimbursements	37,697	25,131
Water/sewer/building department reimbursements	529,896	451,532
Other revenue	<u>3,166</u>	<u>2,453</u>
	<u>601,164</u>	<u>514,592</u>
Total Revenues	<u>\$ 7,651,424</u>	<u>\$ 7,491,654</u> (concluded)

PLAINFIELD CHARTER TOWNSHIP

**GENERAL FUND
COMPARATIVE SCHEDULE OF EXPENDITURES**

FOR THE YEARS ENDED DECEMBER 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Expenditures		
Current		
General government		
Township Board	\$ 17,961	\$ 24,296
Supervisor	16,860	17,253
Manager	284,243	254,556
Accounting	260,316	228,257
Clerks office	148,777	161,716
Board of review	896	1,177
Treasurers office	170,479	201,472
Assessor	328,815	355,385
General administration	119,537	116,808
Elections	31,020	69,703
Buildings and grounds	465,955	532,117
Legal and audit	33,379	26,942
Cemetery	52,313	73,385
Other general government	599,671	540,668
Other		
Insurance and bonds	61,648	55,641
Retiree health insurance	89,134	87,253
	<u>2,681,004</u>	<u>2,746,629</u>
Public safety		
Law enforcement	904,343	545,678
Fire department	2,334,333	2,306,080
Planning	279,174	260,127
	<u>3,517,850</u>	<u>3,111,885</u>
Public works		
Drains	2,105	1,900
Highways, streets, and bridges	237,772	99,180
	<u>239,877</u>	<u>101,080</u>
Culture and recreation		
Parks and recreation	722,657	312,737
Township newsletter	3,989	3,638
Library	160,515	152,347
Cultural	77,534	82,617
Historical	11,502	10,809
	<u>976,197</u>	<u>562,148</u>
Debt service		
Principal	82,524	68,118
Interest and fiscal charges	10,217	11,852
	<u>92,741</u>	<u>79,970</u>
Total expenditures	<u>\$ 7,507,669</u>	<u>\$ 6,601,712</u>

PLAINFIELD CHARTER TOWNSHIP

SPECIAL REVENUE FUNDS

The *Lighting District Fund* accounts for street lighting activity. Financing is primarily provided by special assessments

The *Stormwater Management Fund* accounts for activities related to drains for storm water runoff. Funding is provided primarily by developers and transfers from the Township's general fund

The *Lake Improvement Fund* accounts for weed and algae treatments for the lakes in the township. Funding is provided primarily from property owners through special assessments.

The *Building Department Fund* accounts for permitting and inspection activities throughout the township. Funding is provided by building, electrical, heating, and other permits.

PLAINFIELD CHARTER TOWNSHIP

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

DECEMBER 31, 2015

	<u>Special Revenue Funds</u>				
	<u>Lighting District</u>	<u>Stormwater Management</u>	<u>Lake Improvement</u>	<u>Building Department</u>	<u>Total</u>
Assets					
Cash and pooled investments	\$ 139,138	\$ 32,950	\$ 17,750	\$ 323,367	\$ 513,205
Receivables					
Taxes	220,902	-	-	-	220,902
Special assessments	-	-	17,828	-	17,828
Prepaid items	-	4,089	400	-	4,489
Total assets	<u>\$ 360,040</u>	<u>\$ 37,039</u>	<u>\$ 35,978</u>	<u>\$ 323,367</u>	<u>\$ 756,424</u>
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	\$ 15,882	\$ -	\$ -	\$ 767	\$ 16,649
Deferred inflows of resources					
Special assessments	-	-	17,828	-	17,828
Subsequent year property taxes	220,902	-	-	-	220,902
Total deferred inflows	<u>220,902</u>	<u>-</u>	<u>17,828</u>	<u>-</u>	<u>238,730</u>
Fund balances					
Non-spendable					
Prepaid items	-	4,089	400	-	4,489
Restricted					
Building department	-	-	-	322,600	322,600
Lighting district	123,256	-	-	-	123,256
Lake improvement	-	-	17,750	-	17,750
Assigned	-	32,950	-	-	32,950
Total fund balances	<u>123,256</u>	<u>37,039</u>	<u>18,150</u>	<u>322,600</u>	<u>501,045</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 360,040</u>	<u>\$ 37,039</u>	<u>\$ 35,978</u>	<u>\$ 323,367</u>	<u>\$ 756,424</u>

PLAINFIELD CHARTER TOWNSHIP

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Special Revenue Funds</u>				<u>Total</u>
	<u>Lighting District</u>	<u>Stormwater Management</u>	<u>Lake Improvement</u>	<u>Building Department</u>	
Revenues					
Charges for services	\$ -	\$ -	\$ -	\$ 388,613	\$ 388,613
Investment earnings	331	-	-	443	774
Miscellaneous	218,382	14,700	17,028	-	250,110
Total revenues	<u>218,713</u>	<u>14,700</u>	<u>17,028</u>	<u>389,056</u>	<u>639,497</u>
Expenditures					
Current					
Public safety	-	-	-	336,689	336,689
Public works	212,263	10,053	8,829	-	231,145
Debt service					
Principal	-	-	-	4,984	4,984
Interest	-	-	-	328	328
Total expenditures	<u>212,263</u>	<u>10,053</u>	<u>8,829</u>	<u>342,001</u>	<u>573,146</u>
Revenues over (under) expenditures	6,450	4,647	8,199	47,055	66,351
Other financing sources (uses)					
Transfers in	20,000	5,000	-	-	25,000
Total other financing sources (uses)	<u>20,000</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
Net changes in fund balances	26,450	9,647	8,199	47,055	91,351
Fund balances, beginning of year	<u>96,806</u>	<u>27,392</u>	<u>9,951</u>	<u>275,545</u>	<u>409,694</u>
Fund balances, end of year	<u>\$ 123,256</u>	<u>\$ 37,039</u>	<u>\$ 18,150</u>	<u>\$ 322,600</u>	<u>\$ 501,045</u>

PLAINFIELD CHARTER TOWNSHIP

**LIGHTING DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 300	\$ 300	\$ 331	\$ 31
Miscellaneous	<u>216,500</u>	<u>216,500</u>	<u>218,382</u>	<u>1,882</u>
Total revenues	216,800	216,800	218,713	1,913
Expenditures				
Current				
Public works	<u>225,000</u>	<u>225,000</u>	<u>212,263</u>	<u>12,737</u>
Revenues over (under) expenditures	(8,200)	(8,200)	6,450	14,650
Other financing sources (uses)				
Transfers in	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net changes in fund balances	11,800	11,800	26,450	14,650
Fund balances, beginning of year	<u>96,806</u>	<u>96,806</u>	<u>96,806</u>	<u>-</u>
Fund balances, end of year	<u>\$ 108,606</u>	<u>\$ 108,606</u>	<u>\$ 123,256</u>	<u>\$ 14,650</u>

PLAINFIELD CHARTER TOWNSHIP
STORM WATER MANAGEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 1,505	\$ 1,505	\$ -	\$ (1,505)
Miscellaneous	<u>20,000</u>	<u>14,700</u>	<u>14,700</u>	<u>-</u>
Total revenues	21,505	16,205	14,700	(1,505)
Expenditures				
Current				
Public works	<u>25,000</u>	<u>25,000</u>	<u>10,053</u>	<u>14,947</u>
Revenues over (under) expenditures	(3,495)	(8,795)	4,647	13,442
Other financing sources (uses)				
Transfers in	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net changes in fund balances	1,505	(3,795)	9,647	13,442
Fund balances, beginning of year	<u>27,392</u>	<u>27,392</u>	<u>27,392</u>	<u>-</u>
Fund balances, end of year	<u>\$ 28,897</u>	<u>\$ 23,597</u>	<u>\$ 37,039</u>	<u>\$ 13,442</u>

PLAINFIELD CHARTER TOWNSHIP

**LAKE IMPROVEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 5	\$ 5	\$ -	\$ (5)
Miscellaneous	<u>17,028</u>	<u>17,028</u>	<u>17,028</u>	<u>-</u>
Total revenues	17,033	17,033	17,028	(5)
Expenditures				
Current				
Public works	<u>16,500</u>	<u>16,500</u>	<u>8,829</u>	<u>7,671</u>
Net changes in fund balances	533	533	8,199	7,666
Fund balances, beginning of year	<u>9,951</u>	<u>9,951</u>	<u>9,951</u>	<u>-</u>
Fund balances, end of year	<u>\$ 10,484</u>	<u>\$ 10,484</u>	<u>\$ 18,150</u>	<u>\$ 7,666</u>

PLAINFIELD CHARTER TOWNSHIP

**BUILDING DEPARTMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budget Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ -	\$ 349,000	\$ 388,613	\$ 39,613
Investment earnings	-	25	443	418
Total revenues	<u>-</u>	<u>349,025</u>	<u>389,056</u>	<u>40,031</u>
Expenditures				
Current				
Public safety	-	355,830	336,689	19,141
Debt service				
Principal	-	4,984	4,984	-
Interest	-	328	328	-
Total expenditures	<u>-</u>	<u>361,142</u>	<u>342,001</u>	<u>19,141</u>
Net changes in fund balances	-	(12,117)	47,055	59,172
Fund balances, beginning of year	<u>275,545</u>	<u>275,545</u>	<u>275,545</u>	<u>-</u>
Fund balances, end of year	<u>\$ 275,545</u>	<u>\$ 263,428</u>	<u>\$ 322,600</u>	<u>\$ 59,172</u>

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PLAINFIELD CHARTER TOWNSHIP

FIDUCIARY FUNDS

Agency Funds:

The *Trust and Agency Fund* accounts for assets held in trust on behalf of other parties.

The *Current Tax Collection Fund* accounts for the collection and disbursement of property taxes billed and collected by the Township on behalf of the state, the county, school districts, and other taxing entities within the Township.

PLAINFIELD CHARTER TOWNSHIP
AGENCY FUNDS
COMBINING STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2015

	Trust and Agency Fund	Current Tax Collection Fund	<u>Total</u>
Assets			
Cash and pooled investments	\$ 62,614	\$ 3,854,623	\$ 3,917,237
Liabilities			
Accounts payable	\$ 9,137	\$ -	\$ 9,137
Due to other governments	10,186	3,854,623	3,864,809
Escrow deposits	<u>43,291</u>	<u>-</u>	<u>43,291</u>
Total liabilities	<u>\$ 62,614</u>	<u>\$ 3,854,623</u>	<u>\$ 3,917,237</u>

PLAINFIELD CHARTER TOWNSHIP

**AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**

FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Trust and agency fund</u>			
	Balance January 1, 2015	Additions	Deductions	Balance December 31, 2015
Assets				
Cash and pooled investments	\$ 47,461	\$ 192,444	\$ 177,291	\$ 62,614
Total assets	<u>\$ 47,461</u>	<u>\$ 192,444</u>	<u>\$ 177,291</u>	<u>\$ 62,614</u>
Liabilities				
Accounts payable	\$ 3,866	\$ 164,159	\$ 158,888	\$ 9,137
Due to other governments	8,193	154,347	152,354	10,186
Escrow deposits	35,402	42,060	34,171	43,291
Total liabilities	<u>\$ 47,461</u>	<u>\$ 360,566</u>	<u>\$ 345,413</u>	<u>\$ 62,614</u>
	<u>Current tax collection agency fund</u>			
Assets				
Cash and pooled investments	\$ 4,245,559	\$ 42,502,318	\$ 42,893,254	\$ 3,854,623
Due from other governments	442	5,256	5,698	-
Total assets	<u>\$ 4,246,001</u>	<u>\$ 42,507,574</u>	<u>\$ 42,898,952</u>	<u>\$ 3,854,623</u>
Liabilities				
Accounts payable	\$ -	\$ 235,844	\$ 235,844	\$ -
Due to other funds	-	1,031	1,031	-
Due to other governments	4,246,001	42,929,150	43,320,528	3,854,623
Total liabilities	<u>\$ 4,246,001</u>	<u>\$ 43,166,025</u>	<u>\$ 43,557,403</u>	<u>\$ 3,854,623</u>
	<u>Total agency funds</u>			
Assets				
Cash and pooled investments	\$ 4,293,020	\$ 42,694,762	\$ 43,070,545	\$ 3,917,237
Due from other governments	442	5,256	5,698	-
Total assets	<u>\$ 4,293,462</u>	<u>\$ 42,700,018</u>	<u>\$ 43,076,243</u>	<u>\$ 3,917,237</u>
Liabilities				
Accounts payable	\$ 3,866	\$ 400,003	\$ 394,732	\$ 9,137
Due to other funds	-	1,031	1,031	-
Due to other governments	4,254,194	43,083,497	43,472,882	3,864,809
Escrow deposits	35,402	42,060	34,171	43,291
Total liabilities	<u>\$ 4,293,462</u>	<u>\$ 43,526,591</u>	<u>\$ 43,902,816</u>	<u>\$ 3,917,237</u>

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PLAINFIELD CHARTER TOWNSHIP

COMPONENT UNITS

The *Downtown Development Authority (DDA) Fund* accounts for tax revenue “captured” in the DDA district. These funds are used to fund various projects and improvements as well as the repayment of debt incurred for projects in the DDA.

The *Plainfield Avenue Corridor Improvement Authority (PACIA)* accounts for “captured” tax revenue in the PACIA districts. The “captured” tax revenue is used for further development in the district.

PLAINFIELD CHARTER TOWNSHIP
DOWNTOWN DEVELOPMENT AUTHORITY
COMBINING BALANCE SHEET/STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Governmental Fund Type General Fund	Adjustments*	Statement of Net Position
Assets			
Cash and pooled investments	\$ 666,852	\$ -	\$ 666,852
Taxes receivable	78,391	-	78,391
Accounts receivable	2,178	-	2,178
Non-depreciable capital assets	-	32,234	32,234
Depreciable capital assets, net	-	996,378	996,378
Total assets	<u>\$ 747,421</u>	<u>1,028,612</u>	<u>1,776,033</u>
Liabilities and fund balances			
Liabilities			
Accounts payable	\$ 12,103	\$ -	\$ 12,103
Total liabilities	<u>12,103</u>	<u>-</u>	<u>12,103</u>
Deferred inflows of resources			
Unavailable revenue			
Subsequent year property taxes	<u>78,391</u>	<u>-</u>	<u>78,391</u>
Fund balances			
Unreserved			
Undesignated	<u>656,927</u>	(656,927)	-
Total liabilities, deferred inflows and fund balances	<u>\$ 747,421</u>		
Net position			
Net investment in capital assets			1,028,612
Unrestricted			<u>656,927</u>
Total net position			<u>\$ 1,685,539</u>

* Adjustments represent the net book value of capital assets.

PLAINFIELD CHARTER TOWNSHIP

**DOWNTOWN DEVELOPMENT AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES/STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED DECEMBER 31, 2015

	Governmental Fund Type General Fund	Adjustments*	Statement of Activities
Revenues			
Taxes	\$ 339,039	\$ -	\$ 339,039
Investment earnings	4,447	-	4,447
	<u>343,486</u>	<u>-</u>	<u>343,486</u>
 Expenditures			
Current			
Public works	394,841	(251,907)	142,934
Net changes in fund balances	(51,355)	<u>51,355</u>	-
Change in net position		200,552	200,552
Fund balances/net position, beginning of year	<u>708,282</u>		<u>1,484,987</u>
Fund balances/net position, end of year	<u>\$ 656,927</u>		<u>\$ 1,685,539</u>

* Adjustments represent capital asset purchases of \$314,285 less depreciation of \$62,378.

PLAINFIELD CHARTER TOWNSHIP

**PLAINFIELD AVENUE CORRIDOR IMPROVEMENT AUTHORITY
COMBINING BALANCE SHEET/STATEMENT OF NET POSITION**

DECEMBER 31, 2015

	Governmental Fund Type General Fund	Adjustments*	Statement of Net Position
Assets			
Cash and pooled investments	\$ 56,625	\$ -	\$ 56,625
Depreciable capital assets, net	<u>-</u>	<u>33,920</u>	<u>33,920</u>
Total assets	<u><u>\$ 56,625</u></u>	<u><u>33,920</u></u>	<u><u>90,545</u></u>
Liabilities and fund balances			
Liabilities			
Accounts payable	\$ 1,554	-	<u>1,554</u>
Total liabilities	<u>1,554</u>	<u>-</u>	<u>1,554</u>
Fund balances			
Unreserved			
Undesignated	<u>55,071</u>	(55,071)	-
Total liabilities and fund balances	<u><u>\$ 56,625</u></u>		
Net position			
Net investment in capital assets			33,920
Unrestricted			<u>55,071</u>
Total net position			<u><u>\$ 88,991</u></u>

* Adjustments represent the net book value of capital assets.

PLAINFIELD CHARTER TOWNSHIP

**PLAINFIELD AVENUE CORRIDOR IMPROVEMENT AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES/STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED DECEMBER 31, 2015

	Governmental Fund Type		Statement of Activities
	General Fund	Adjustments*	
Revenues			
Investment earnings	\$ 264	\$ -	\$ 264
Expenditures			
Current			
Public works	<u>3,749</u>	<u>2,993</u>	<u>6,742</u>
Net changes in fund balances	(3,485)	<u>3,485</u>	-
Change in net position		(3,485)	(6,478)
Fund balances/net position, beginning of year	<u>58,556</u>		<u>95,469</u>
Fund balances/net position, end of year	<u>\$ 55,071</u>		<u>\$ 88,991</u>

* Adjustments represent depreciation of capital assets.

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STATISTICAL SECTION

PLAINFIELD CHARTER TOWNSHIP

STATISTICAL SECTION

This part of Plainfield Charter Township's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements and note disclosures says about the township's overall financial health.

Contents

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Financial Trends

These schedules contain trend information to help the reader understand how the township's financial performance and well-being have changed over time.

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Revenue Capacity

These schedules contain information to help the reader assess the township's most significant local revenue source, the property tax.

77-85

Debt Capacity

These schedules present information to help the reader assess the affordability of the township's current levels of outstanding debt and the township's ability to issue additional debt in the future.

86-92

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment in which the township's financial activities take place.

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Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the township's financial report relates to the services the township provides and the activities it performs.

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Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.*

PLAINFIELD CHARTER TOWNSHIP
Net Position By Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities:										
Net investment in capital assets	\$ 7,623,164	\$ 7,458,863	\$ 7,891,387	\$ 7,814,219	\$ 8,367,491	\$ 8,762,915	\$ 9,431,250	\$ 10,160,772	\$ 9,781,549	\$ 9,958,252
Restricted	159,418	116,681	8,694	14,151	13,894	14,263	77,154	223,620	382,252	463,606
Unrestricted	<u>2,853,812</u>	<u>3,526,034</u>	<u>2,817,098</u>	<u>2,472,934</u>	<u>2,190,277</u>	<u>1,877,252</u>	<u>1,316,045</u>	<u>1,088,508</u>	<u>1,778,399</u>	<u>1,979,643</u>
Total governmental activities net assets	<u>\$ 10,636,394</u>	<u>\$ 11,101,578</u>	<u>\$ 10,717,179</u>	<u>\$ 10,301,304</u>	<u>\$ 10,571,662</u>	<u>\$ 10,654,430</u>	<u>\$ 10,824,449</u>	<u>\$ 11,472,900</u>	<u>\$ 11,942,200</u>	<u>\$ 12,401,501</u>
Business-type activities:										
Net investment in capital assets	\$ 39,524,764	\$ 43,257,714	\$ 47,389,538	\$ 48,670,034	\$ 49,368,528	\$ 49,922,253	\$ 50,492,660	\$ 51,313,031	\$ 53,348,245	\$ 57,860,661
Restricted	1,101,330	980,292	807,375	799,079	755,121	187,333	163,520	168,509	11,895,582	9,531,147
Unrestricted	<u>13,244,791</u>	<u>11,130,981</u>	<u>7,909,628</u>	<u>7,368,998</u>	<u>7,279,973</u>	<u>7,799,378</u>	<u>11,146,908</u>	<u>12,161,926</u>	<u>11,895,582</u>	<u>9,531,147</u>
Total business-type activities net assets	<u>\$ 53,870,885</u>	<u>\$ 55,368,987</u>	<u>\$ 56,106,541</u>	<u>\$ 56,838,111</u>	<u>\$ 57,403,622</u>	<u>\$ 57,908,964</u>	<u>\$ 61,803,088</u>	<u>\$ 63,643,466</u>	<u>\$ 65,243,827</u>	<u>\$ 67,391,808</u>
Primary government:										
Net investment in capital assets	\$ 47,147,928	\$ 50,716,577	\$ 55,280,925	\$ 56,484,253	\$ 57,736,019	\$ 58,685,168	\$ 59,923,910	\$ 61,473,803	\$ 63,129,794	\$ 67,818,913
Restricted	1,260,748	1,096,973	816,069	813,230	769,015	201,596	240,674	392,129	382,252	463,606
Unrestricted	<u>16,098,603</u>	<u>14,657,015</u>	<u>10,726,726</u>	<u>9,841,932</u>	<u>9,470,250</u>	<u>9,676,630</u>	<u>12,462,953</u>	<u>13,250,434</u>	<u>13,673,981</u>	<u>11,510,790</u>
Total primary government net assets	<u>\$ 64,507,279</u>	<u>\$ 66,470,565</u>	<u>\$ 66,823,720</u>	<u>\$ 67,139,415</u>	<u>\$ 67,975,284</u>	<u>\$ 68,563,394</u>	<u>\$ 72,627,537</u>	<u>\$ 75,116,366</u>	<u>\$ 77,186,027</u>	<u>\$ 79,793,309</u>

PLAINFIELD CHARTER TOWNSHIP
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities:										
General government	\$ 2,631,763	\$ 2,709,788	\$ 3,257,026	\$ 3,241,580	\$ 3,067,553	\$ 3,610,149	\$ 3,439,335	\$ 2,770,161	\$ 2,946,211	\$ 2,690,263
Public safety	3,192,723	3,502,709	3,477,692	3,393,624	3,199,757	3,453,294	3,388,052	3,486,022	3,561,904	4,037,204
Public works	448,153	303,941	568,743	480,644	423,889	489,574	392,225	439,250	364,641	423,536
Recreation and cultural	642,252	718,249	596,078	633,249	563,324	549,939	572,500	577,313	648,822	667,143
Interest on debt	113,992	124,723	110,979	89,523	67,567	45,828	34,159	19,218	12,234	10,545
Total governmental activities	7,028,883	7,359,410	8,010,518	7,838,620	7,322,090	8,148,784	7,826,271	7,291,964	7,533,812	7,828,691
Business-type activities:										
Sewer utility	2,872,792	3,779,500	3,902,358	4,319,756	4,472,602	4,318,730	3,846,393	4,151,788	4,165,795	4,551,864
Water utility	4,258,453	4,573,806	5,430,764	4,955,786	4,643,681	4,903,753	4,998,711	4,780,859	4,678,163	4,715,601
Total business-type activities	7,131,245	8,353,306	9,333,122	9,275,542	9,116,283	9,222,483	8,845,104	8,932,647	8,843,958	9,267,465
Total primary government expenses	\$ 14,160,128	\$ 15,712,716	\$ 17,343,640	\$ 17,114,162	\$ 16,438,373	\$ 17,371,267	\$ 16,671,375	\$ 16,224,611	\$ 16,377,770	\$ 17,096,156
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 1,149,292	\$ 1,097,052	\$ 1,053,993	\$ 1,126,303	\$ 1,064,272	\$ 1,055,019	\$ 1,107,247	\$ 1,183,383	\$ 1,197,207	\$ 1,337,982
Public safety	293,486	340,914	194,431	143,679	193,004	200,153	213,751	361,892	349,375	388,613
Public works	157,793	166,987	167,090	165,327	168,372	169,821	233,029	233,228	236,992	250,110
Recreation and cultural	33,222	38,181	57,320	35,615	37,875	44,275	46,790	32,427	35,017	39,578
Operating grants and contributions	78,462	13,700	2,500	-	295,325	121,953	135,105	296,236	283,898	244,247
Capital grants and contributions	182,479	76,376	78,437	106,502	52,602	691,220	326,680	37,053	12,986	24,859
Total governmental activities	1,894,734	1,733,210	1,553,771	1,577,426	1,811,450	2,282,441	2,062,602	2,144,219	2,115,475	2,285,389
Business-type activities:										
Charges for services:										
Sewer utility	2,844,555	3,360,595	3,985,692	3,759,167	3,999,822	4,416,348	4,488,133	4,398,155	4,392,616	4,376,787
Water utility	4,934,264	5,271,735	4,913,441	4,799,958	4,871,734	4,900,467	5,455,162	5,085,965	5,022,530	5,010,002
Operating grants and contributions	-	-	-	8,299	16,152	-	11,089	7,572	5,573	3,671
Capital grants and contributions	1,306,074	644,410	731,104	717,210	665,179	303,270	2,662,876	1,457,306	942,946	1,875,794
Total business-type activities	9,084,893	9,276,740	9,630,237	9,284,634	9,552,887	9,620,085	12,617,260	10,948,998	10,363,665	11,266,254
Total primary government program revenues	\$ 10,979,627	\$ 11,009,950	\$ 11,184,008	\$ 10,862,060	\$ 11,364,337	\$ 11,902,526	\$ 14,679,862	\$ 13,093,217	\$ 12,479,140	\$ 13,551,643
Net (Expense) Revenue										
Governmental activities	\$ (5,134,149)	\$ (5,626,200)	\$ (6,456,747)	\$ (6,261,194)	\$ (5,510,640)	\$ (5,866,343)	\$ (5,763,669)	\$ (5,147,745)	\$ (5,418,337)	\$ (5,543,302)
Business-type activities	1,953,648	923,434	297,115	9,092	436,604	397,602	3,772,156	2,016,351	1,519,707	1,998,789
Total primary government net (expense) revenue	\$ (3,180,501)	\$ (4,702,766)	\$ (6,159,632)	\$ (6,252,102)	\$ (5,074,036)	\$ (5,468,741)	\$ (1,991,513)	\$ (3,131,394)	\$ (3,898,630)	\$ (3,544,513)

(Continued)

General Revenues and Other Changes in Net Asset:

PLAINFIELD CHARTER TOWNSHIP
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities:										
Property taxes	\$ 3,321,943	\$ 3,549,477	\$ 3,717,398	\$ 3,773,232	\$ 3,776,610	\$ 3,665,989	\$ 3,588,666	\$ 3,424,604	\$ 3,499,416	\$ 3,527,256
State shared revenue	2,156,261	2,181,249	2,120,047	1,875,353	1,963,636	2,250,554	2,274,860	2,328,118	2,425,737	2,434,108
Federal sources	-	-	-	-	-	-	-	-	-	-
Investment earnings	289,309	307,605	234,383	60,331	31,099	30,098	21,540	17,489	21,087	30,668
Other revenue (loss)	(13,378)	53,053	520	136,403	9,653	2,470	48,622	15,185	6,777	10,571
Transfers - internal activities	-	-	-	-	-	-	-	-	-	-
Total governmental activities	5,754,135	6,091,384	6,072,348	5,845,319	5,780,998	5,949,111	5,933,688	5,785,396	5,953,017	6,002,603
Business-type activities:										
Investment earnings	633,291	574,668	437,389	192,802	128,202	107,740	120,168	101,031	80,654	149,192
Gain (loss) on sale of capital assets	-	-	3,050	24,000	705	-	1,800	-	-	-
Transfers - internal activities	-	-	-	-	-	-	-	-	-	-
Total business-type activities	633,291	574,668	440,439	216,802	128,907	107,740	121,968	101,031	80,654	149,192
Total primary government	\$ 6,387,426	\$ 6,666,052	\$ 6,512,787	\$ 6,062,121	\$ 5,909,905	\$ 6,056,851	\$ 6,055,656	\$ 5,886,427	\$ 6,033,671	\$ 6,151,795
Changes in Net Assets										
Governmental activities	\$ 619,986	\$ 465,184	\$ (384,399)	\$ (415,875)	\$ 270,358	\$ 82,768	\$ 170,019	\$ 637,651	\$ 534,680	\$ 459,301
Business-type activities	2,586,939	1,498,102	737,554	225,894	565,511	505,342	3,894,124	2,117,382	1,600,361	2,147,981
Total primary government	\$ 3,206,925	\$ 1,963,286	\$ 353,155	\$ 189,981	\$ 835,869	\$ 588,110	\$ 4,064,143	\$ 2,755,033	\$ 2,135,041	\$ 2,607,282

(Concluded)

PLAINFIELD CHARTER TOWNSHIP
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	<u>2006</u>	<u>2007</u>	<u>Fiscal Year 2008</u>	<u>2009</u>	<u>2010</u>
General Fund:					
Unreserved - designated	\$ 240,733	\$ 414,601	\$ 769,098	\$ 810,738	\$ 906,223
Unreserved - undesignated	2,170,899	2,644,868	1,748,443	1,620,369	1,587,533
Non-spendable					
Prepaid items	-	-	-	-	-
Committed					
Special assessment projects	-	-	-	-	-
Capital Expenditures	-	-	-	-	-
Retiree health insurance	-	-	-	-	-
Fire department	-	-	-	-	-
Assigned					
Future years expenditures	-	-	-	-	-
Unassigned	-	-	-	-	-
Total general fund	<u>\$ 2,411,632</u>	<u>\$ 3,059,469</u>	<u>\$ 2,517,541</u>	<u>\$ 2,431,107</u>	<u>\$ 2,493,756</u>
All Other Governmental Funds:					
Reserved	\$ 159,418	\$ 116,682	\$ 8,694	\$ 14,151	\$ 13,894
Unreserved, reported in					
Special revenue funds	617,930	647,195	673,831	681,625	655,285
Capital projects funds	-	-	-	-	-
Non-spendable					
Prepaid items	-	-	-	-	-
Restricted					
Building department	-	-	-	-	-
Lighting district	-	-	-	-	-
Lake improvement	-	-	-	-	-
Assigned					
Capital projects	-	-	-	-	-
Stormwater management	-	-	-	-	-
Total all other governmental funds	<u>\$ 777,348</u>	<u>\$ 763,877</u>	<u>\$ 682,525</u>	<u>\$ 695,776</u>	<u>\$ 669,179</u>

The year 2011 reflects the implementation of GASB Statement No. 54.

2011	2012	2013	2014	2015
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
103,146	145,719	23,993	26,797	17,772
434,814	449,442	390,755	406,450	412,062
-	-	-	329,634	301,574
44,000				
1,594	769	769	769	-
75,379	66,467	-	44,207	130,046
<u>1,852,593</u>	<u>2,114,448</u>	<u>2,077,084</u>	<u>2,479,306</u>	<u>2,544,464</u>
<u>\$ 2,511,526</u>	<u>\$ 2,776,845</u>	<u>\$ 2,492,601</u>	<u>\$ 3,287,163</u>	<u>\$ 3,405,918</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
821	6,665	5,624	4,139	4,489
1,035	42,122	161,788	275,495	322,600
386	27,614	55,833	96,806	123,256
12,842	7,418	5,999	9,951	17,750
262,297	220,489	-	-	-
<u>182,345</u>	<u>176,765</u>	<u>173,176</u>	<u>23,303</u>	<u>32,950</u>
<u>\$ 459,726</u>	<u>\$ 481,073</u>	<u>\$ 402,420</u>	<u>\$ 409,694</u>	<u>\$ 501,045</u>

PLAINFIELD CHARTER TOWNSHIP
Changes In Fund Balances, Governmental Funds
Last Ten Fiscal Years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Revenues				
Taxes	\$ 3,321,943	\$ 3,549,477	\$ 3,715,517	\$ 3,771,758
Licenses and permits	307,747	304,567	336,393	421,851
Intergovernmental:				
Federal	78,462	13,700	2,500	-
State	2,156,261	2,181,249	2,120,047	1,875,353
Local	290	340	240	400
Charges for services	527,847	586,281	429,686	374,627
Fines and forfeitures	1,083	4,028	3,336	3,541
Investment earnings	322,994	341,290	245,765	69,491
Other	945,620	827,703	860,948	938,203
	<u>7,662,247</u>	<u>7,808,635</u>	<u>7,714,432</u>	<u>7,455,224</u>
Expenditures				
Legislative	21,036	26,900	25,124	26,583
General government	2,981,401	2,526,387	2,651,423	2,628,507
Public safety	3,159,541	3,666,490	3,767,427	3,095,824
Public works	385,341	324,881	568,743	480,644
Recreation and culture	526,548	605,636	534,494	489,947
Other expenditures	132,416	128,358	127,436	152,708
Capital outlay	-	-	-	-
Debt service				
Principal	428,194	513,773	548,848	560,162
Interest	114,540	120,264	114,217	94,032
	<u>7,749,017</u>	<u>7,912,689</u>	<u>8,337,712</u>	<u>7,528,407</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(86,770)</u>	<u>(104,054)</u>	<u>(623,280)</u>	<u>(73,183)</u>
Other Financing Sources (Uses)				
Loan/lease issued	110,800	738,420	-	-
Transfers in	65,804	59,750	36,000	124,950
Transfers out	(65,804)	(59,750)	(36,000)	(124,950)
Bonds issued	-	-	-	-
	<u>110,800</u>	<u>738,420</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>110,800</u>	<u>738,420</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>\$ 24,030</u>	<u>\$ 634,366</u>	<u>\$ (623,280)</u>	<u>\$ (73,183)</u>
Debt service as a percentage of noncapital expenditures	7.85%	8.62%	8.68%	8.75%

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$ 3,775,392	\$ 3,665,795	\$ 3,588,234	\$ 3,424,291	\$ 3,499,224	\$ 3,527,166
435,780	444,813	474,008	485,213	505,547	543,007
294,407	407,270	425,152	325,636	283,245	263,141
1,963,636	2,629,736	2,295,838	2,328,118	2,425,737	2,435,802
90	-	-	-	-	-
412,475	432,482	456,678	534,644	592,328	638,738
3,629	3,528	929	1,078	1,311	553
34,979	33,449	24,005	19,241	22,502	31,235
723,892	639,349	740,973	747,859	751,584	851,279
<u>7,644,280</u>	<u>8,256,422</u>	<u>8,005,817</u>	<u>7,866,080</u>	<u>8,081,478</u>	<u>8,290,921</u>
20,288	21,412	23,749	21,527	24,295	17,960
2,630,644	3,207,762	2,680,646	2,815,401	2,722,334	2,663,044
3,198,732	3,093,496	3,248,203	3,480,270	3,343,735	3,854,539
470,800	492,043	428,140	439,250	476,414	471,022
437,314	1,010,510	484,543	813,802	562,148	976,197
196,500	-	-	-	-	-
-	-	-	-	-	-
581,717	572,684	843,843	636,526	73,102	87,508
72,233	50,198	37,815	22,201	12,234	10,545
<u>7,608,228</u>	<u>8,448,105</u>	<u>7,746,939</u>	<u>8,228,977</u>	<u>7,214,262</u>	<u>8,080,815</u>
<u>36,052</u>	<u>(191,683)</u>	<u>258,878</u>	<u>(362,897)</u>	<u>867,216</u>	<u>210,106</u>
-	-	27,788	-	-	-
116,564	324,100	72,730	251,400	30,000	25,000
(116,564)	(324,100)	(72,730)	(251,400)	(30,000)	(25,000)
-	-	-	-	-	-
-	-	27,788	-	-	-
<u>\$ 36,052</u>	<u>\$ (191,683)</u>	<u>\$ 286,666</u>	<u>\$ (362,897)</u>	<u>\$ 867,216</u>	<u>\$ 210,106</u>
9.27%	8.06%	12.05%	8.88%	1.22%	1.32%

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PLAINFIELD CHARTER TOWNSHIP
Tax Revenues By Source, Governmental Funds
Last Ten Fiscal Years
(Accrual Basis of Accounting)

<u>Year Ended December 31</u>	<u>General Property Taxes</u>
2006	\$ 3,321,943
2007	3,549,477
2008	3,715,517
2009	3,771,758
2010	3,775,392
2011	3,665,795
2012	3,588,234
2013	3,424,291
2014	3,499,224
2015	3,527,166

PLAINFIELD CHARTER TOWNSHIP
State Equalized Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ending	Real Property			Personal Property		
	*State Equalized Value	Taxable Value	Estimated Actual Value	*State Equalized Value	Taxable Value	Estimated Actual Value
2006	\$ 1,106,601,200	\$ 959,538,995	\$ 2,213,202,400	\$ 78,635,800	\$ 78,635,800	\$ 157,271,600
2007	1,176,557,900	1,031,332,923	2,353,115,800	76,471,600	76,471,600	152,943,200
2008	1,224,438,698	1,084,390,437	2,448,877,396	74,609,900	74,609,900	149,219,800
2009	1,216,792,800	1,103,430,555	2,433,585,600	77,124,500	77,124,500	154,249,000
2010	1,188,406,400	1,108,176,104	2,376,812,800	75,809,100	75,809,100	151,618,200
2011	1,134,170,100	1,073,842,907	2,268,340,200	75,893,800	75,895,700	151,787,600
2012	1,094,428,400	1,051,806,998	2,188,856,800	77,346,500	77,345,100	154,693,000
2013	1,042,804,400	1,000,678,857	2,085,608,800	82,123,800	82,115,700	164,247,600
2014	1,077,437,200	1,021,237,868	2,154,874,400	73,720,000	73,690,700	147,440,000
2015	1,169,712,700	1,062,339,481	2,339,425,400	79,230,800	79,188,900	158,461,600

Source: Plainfield Charter Township Assessor

The township's millage rate is currently limited to 5 mills for operations.

The maximum allowable millage rate after Headlee Rollback Reduction is 4.1772 mills for 2015.

Total			
*State Equalized Value	Taxable Value	Estimated Actual Value	Tax Rate Mills
\$ 1,185,237,000	\$ 1,038,174,795	\$ 2,370,474,000	3.2900
1,253,029,500	1,107,804,523	2,506,059,000	3.2900
1,299,048,598	1,159,000,337	2,598,097,196	3.2900
1,293,917,300	1,180,555,055	2,587,834,600	3.2900
1,264,215,500	1,183,985,204	2,528,431,000	3.2900
1,210,063,900	1,149,738,607	2,420,127,800	3.2900
1,171,774,900	1,129,152,098	2,343,549,800	3.2900
1,124,928,200	1,082,794,557	2,249,856,400	3.3000
1,151,157,200	1,094,928,568	2,302,314,400	3.3000
1,248,943,500	1,141,528,381	2,497,887,000	3.3000

PLAINFIELD CHARTER TOWNSHIP
Total Taxable Value
Fiscal Years Ended December 31, 2011 Through 2015

Assessed Value as of December 31	Year of State Equalization and Tax Levy	Plainfield Township's Fiscal Years Ended December 31	Ad Valorem Taxable Value	Equivalent Taxable Value of Property Granted Tax Abatement Under Acts 198 and 255	Total Taxable Value	Percent Increase Over Prior Year
2009	2010	2011	\$ 1,134,047,353	\$ 15,691,254	\$ 1,149,738,607	(2.89%)
2010	2011	2012	1,116,975,769	12,176,329	1,129,152,098	(1.79)
2011	2012	2013	1,072,249,521	10,545,036	1,082,794,557	(4.11)
2012	2013	2014	1,085,916,635	9,011,933	1,094,928,568	1.12
2013	2014	2015	1,132,187,822	9,340,559	1,141,528,381	4.26
Per Capita Total Taxable Value for the Fiscal Year Ending December 31, 2015 ¹					\$ 36,880.60	

1. Based on Plainfield Township's 2010 Census population of 30,952.
Source: Plainfield Township

PLAINFIELD CHARTER TOWNSHIP
Total Taxable Value by Use and Class
Fiscal Years Ended December 31, 2011 Through 2015

Use	2011	2012	2013	2014	2015
Agriculture	\$ 434,897	\$ 436,829	\$ 464,836	\$ 521,582	\$ 529,918
Commercial	216,768,768	223,368,619	203,745,341	193,339,191	201,032,226
Industrial	78,226,552	65,335,618	63,750,633	60,373,670	61,095,225
Residential	837,198,290	822,824,932	796,910,547	822,354,525	858,829,612
Utility	17,110,100	17,186,100	17,923,200	18,339,600	20,041,400
	<u>\$ 1,149,738,607</u>	<u>\$ 1,129,152,098</u>	<u>\$ 1,082,794,557</u>	<u>\$ 1,094,928,568</u>	<u>\$ 1,141,528,381</u>
Class	2011	2012	2013	2014	2015
Real Property	\$ 1,073,842,907	\$ 1,051,806,998	\$ 1,000,678,857	\$ 1,021,237,868	\$ 1,062,339,481
Personal Property	75,895,700	77,345,100	82,115,700	73,690,700	79,188,900
	<u>\$ 1,149,738,607</u>	<u>\$ 1,129,152,098</u>	<u>\$ 1,082,794,557</u>	<u>\$ 1,094,928,568</u>	<u>\$ 1,141,528,381</u>

Source: Plainfield Township

PLAINFIELD CHARTER TOWNSHIP
Total State Equalized Valuation
Fiscal Years Ended December 31, 2011 Through 2015

Assessed Value as of December 31	Year of State Equalization and Tax Levy	Plainfield Township's Fiscal Years Ended December 31	Ad Valorem SEV	SEV of Property Granted Tax Abatement Under Acts 198 and 255	Total SEV	Percent Increase Over Prior Year
2009	2010	2011	\$ 1,195,231,300	\$ 14,832,600	\$ 1,210,063,900	(4.28%)
2010	2011	2012	1,159,442,300	12,332,600	1,171,774,900	(3.16)
2011	2012	2013	1,114,239,800	10,688,400	1,124,928,200	(4.00)
2012	2013	2014	1,141,883,000	9,274,200	1,151,157,200	2.33
2013	2014	2015	1,239,347,900	9,595,600	1,248,943,500	8.49

Per Capita Total SEV for the Fiscal Year Ending December 31, 2015 ¹ \$ 40,350.98

1. Based on Plainfield Township's 2010 Census population of 30,952.
Source: Plainfield Township

PLAINFIELD CHARTER TOWNSHIP
Total SEV by Use and Class
Fiscal Years Ended December 31, 2011 Through 2015

Use	2011	2012	2013	2014	2015
Agriculture	\$ 608,300	\$ 593,100	\$ 608,200	\$ 757,800	\$ 758,100
Commercial	234,635,700	234,267,300	210,711,800	200,515,400	211,218,700
Industrial	80,733,700	67,815,600	66,160,000	62,611,900	63,790,400
Residential	876,976,100	851,912,800	829,525,000	868,932,500	953,134,900
Utility	17,110,100	17,186,100	17,923,200	18,339,600	20,041,400
	<u>\$ 1,210,063,900</u>	<u>\$ 1,171,774,900</u>	<u>\$ 1,124,928,200</u>	<u>\$ 1,151,157,200</u>	<u>\$ 1,248,943,500</u>
Class	2011	2012	2013	2014	2015
Real Property	\$ 1,134,170,100	\$ 1,094,428,400	\$ 1,042,804,400	\$ 1,077,437,200	\$ 1,169,712,700
Personal Property	75,893,800	77,346,500	82,123,800	73,720,000	79,230,800
	<u>\$ 1,210,063,900</u>	<u>\$ 1,171,774,900</u>	<u>\$ 1,124,928,200</u>	<u>\$ 1,151,157,200</u>	<u>\$ 1,248,943,500</u>

Source: Plainfield Township

PLAINFIELD CHARTER TOWNSHIP
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Taxable Value)
Last Ten Fiscal Years

<u>Year of Levy</u>	<u>Township Direct Rate</u>	<u>Kent County</u>	<u>Kent District Library</u>	<u>State Education Tax</u>	<u>Kent Intermediate School District</u>	<u>Grand Rapids Community College</u>
2005 Homestead	3.2900	5.3140	0.8800	6.0000	4.6453	1.7865
Non Homestead	3.2900	5.3140	0.8800	6.0000	4.6453	1.7865
2006 Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
2007 Homestead	3.2900	5.8040	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.8040	0.8800	6.0000	4.6903	1.7865
2008 Homestead	3.2900	5.8040	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.8040	0.8800	6.0000	4.6903	1.7865
2009 Homestead	3.2900	5.8040	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.8040	0.8800	6.0000	4.6903	1.7865
2010 Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
2011 Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
2012 Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.2900	5.3940	0.8800	6.0000	4.6903	1.7865
2013 Homestead	3.3000	5.3940	0.8800	6.0000	4.6903	1.7865
Non Homestead	3.3000	5.3940	0.8800	6.0000	4.6903	1.7865
2014 Homestead	3.3000	5.6196	1.2800	6.0000	4.6903	1.7865
Non Homestead	3.3000	5.6196	1.2800	6.0000	4.6903	1.7865
2015 Homestead	3.7000	5.6196	1.2800	6.0000	4.7903	1.7865
Non Homestead	3.7000	5.6196	1.2800	6.0000	4.7903	1.7865

Source: Plainfield Charter Township Treasurer

The township's millage rate is currently limited to 5 mills for operations.

The township's millage rate is exclusively for operating.

The maximum allowable millage rate after Headlee Rollback Reduction is 4.1772 mills for 2015.

School Districts				Total For Residents Of			
Rockford School District	Northview School District	Kenowa Hills School District	Comstock Park School District	Rockford School District	Northview School District	Kenowa Hills School District	Comstock Park School District
9.4949 27.4949	8.9572 26.9572	3.3600 21.3600	9.1621 27.1621	31.4107 49.4107	30.8730 48.8730	25.2758 43.2758	31.0779 49.0779
9.4949 27.4949	6.2056 24.2056	3.3600 21.3600	9.1620 27.1620	31.5357 49.5357	28.2464 46.2464	25.4008 43.4008	31.2028 49.2028
9.4817 27.4817	6.2056 24.2056	3.3600 21.3600	9.1578 27.1578	31.9325 49.9325	28.6564 46.6564	25.8108 43.8108	31.6086 49.6086
9.4881 27.4881	5.2256 23.2256	3.3600 21.3600	9.1604 27.1604	31.9389 49.9389	27.6764 45.6764	25.8108 43.8108	31.6112 49.6112
9.4881 27.4881	5.2256 23.2256	3.3600 21.3600	9.1604 27.1604	31.9389 49.9389	27.6764 45.6764	25.8108 43.8108	31.6112 49.6112
9.4882 27.4882	5.2256 23.2256	2.9700 20.9700	9.1604 27.1604	31.5290 49.5290	27.2664 45.2664	25.0108 43.0108	31.2012 49.2012
9.4881 27.4881	5.2256 23.2256	2.9700 20.9700	10.1604 28.1604	31.5289 49.5289	27.2664 45.2664	25.0108 43.0108	32.2012 50.2012
9.4881 27.4881	8.9556 26.9556	2.9700 20.9700	10.1604 28.1604	31.5289 49.5289	30.9964 48.9964	25.0108 43.0108	32.2012 50.2012
9.4881 27.4881	8.9556 26.9556	3.2700 21.2700	10.1604 28.1604	31.5389 49.5389	31.0064 49.0064	25.3208 43.3208	32.2112 50.2112
9.4881 27.4881	8.9350 26.9350	3.5500 21.5500	10.3604 28.3604	32.1645 50.1645	31.6114 49.6114	26.2264 44.2264	33.0368 51.0368
9.4881 27.4881	8.9152 26.9152	3.4200 21.4200	11.9484 29.9484	32.6645 50.6645	32.0916 50.0916	26.5964 44.5964	35.1248 53.1248

**PLAINFIELD CHARTER TOWNSHIP
Principal Property Taxpayers
Current year and nine years ago**

Taxpayer	Type of Business	2015			2006		
		Taxable Value	Rank	Percent of Total Twp. Taxable Value	Taxable Value	Rank	Percent of Total Twp. Taxable Value
Consumers Energy Co.	Utility	\$ 14,172,321	1	1.24%	\$ 10,361,700	2	0.94%
Wynalda Litho, Inc.	Manufacturing	9,918,500	2	0.87%	14,452,827	1	1.30%
West Michigan Baseball	Sports Complex	7,276,400	3	0.64%	6,323,014	5	0.57%
Michigan Consolidated Gas Co.	Utility	5,725,700	4	0.50%	8,614,200	3	0.78%
Nucraft Furniture	Manufacturing	5,672,788	5	0.50%			
Gill Industries Inc.	Manufacturing	5,072,233	6	0.44%	7,659,436	4	0.69%
Northview Harbor Ltd.	Apartments	4,885,062	7	0.43%	5,723,900	6	0.52%
Boulder Creek Health Park	Medical	4,178,300	8	0.37%			
Meijer Inc.	Retailer	3,354,200	9	0.29%	5,055,409	8	0.46%
Autumn Ridge Investments	Real Estate	3,204,597	10	0.28%			
Northern/Woodland Estates	Mobile Home Park				5,407,234	7	0.49%
Jupiter Development	Real Estate				4,775,934	10	0.43%
Jackson Products	Manufacturing				4,843,448	9	0.44%
Ten Largest Taxpayers		63,460,101		5.56%	73,217,102		6.61%
Other Taxpayers		1,078,068,280			1,034,587,421		
Total Taxable Value		<u>\$1,141,528,381</u>			<u>\$1,107,804,523</u>		

Source: Plainfield Charter Township Assessor

PLAINFIELD CHARTER TOWNSHIP
Property Tax Levies and Collections
Last Ten Fiscal Years

Year Ended December 31	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections Total Levy
2006	\$ 3,281,440	\$ 3,253,367	99.14	\$ 9,356	\$ 3,262,723	99.43
2007	3,498,491	3,490,155	99.76	8,071	3,498,226	99.99
2008	3,689,424	3,644,897	98.79	20,049	3,664,946	99.34
2009	3,751,844	3,737,100	99.61	7,370	3,744,470	99.80
2010	3,753,352	3,742,219	99.70	7,371	3,749,590	99.90
2011	3,652,591	3,632,188	99.44	12,853	3,645,041	99.79
2012	3,578,173	3,564,249	99.61	9,107	3,573,356	99.87
2013	3,407,447	3,395,251	99.64	6,304	3,401,555	99.83
2014	3,453,304	3,445,491	99.77	5,817	3,451,308	99.94
2015	3,507,818	3,499,960	99.78	-	3,499,960	99.78

Source: Plainfield Charter Township Treasurer

PLAINFIELD CHARTER TOWNSHIP
Ratios Of Outstanding Debt By Type
Last Ten Fiscal Years

Year Ended December 31	Governmental Activities			Business-Type Activities				Total Primary Government
	Installment Purchase Agreements	General Obligation Bonds	Retirement Health Note Payable	Sewer Bonds	Water Bonds	Water Installment Purchase Agreements	Retirement Health Note Payable	
2006	\$ 83,466	\$ 2,880,000	\$ -	\$ 2,844,712	\$10,690,000	-	-	\$ 16,498,178
2007	732,253	2,515,000	-	2,616,527	9,715,000	-	-	15,578,780
2008	563,404	2,135,000	-	2,376,735	8,835,000	-	-	13,910,139
2009	393,243	1,745,000	-	2,129,199	7,925,000	-	-	12,192,442
2010	221,526	1,335,000	-	1,870,055	6,975,000	-	-	10,401,581
2011	73,842	910,000	324,651	1,652,430	5,497,000	-	146,102	8,604,025
2012	27,788	465,000	664,726	1,458,937	10,508,924	-	622,345	13,747,721
2013	20,840	-	489,349	4,452,093	9,347,924	528,000	286,002	15,124,208
2014	13,893	-	423,194	5,726,315	8,142,924	440,000	245,144	14,991,471
2015	6,947	-	342,632	5,400,966	7,639,924	352,000	172,378	13,914,847

Note: Details regarding the Township's outstanding debt can be found in the notes to the financial statement

Plainfield Charter Township participates in the North Kent Sewer Authority, a joint venture as defined by GASB Statement #14. The purpose of the Authority is to construct and maintain sewage transportation infrastructure. The Authority has also just constructed a wastewater treatment plant. The Township pays the Authority based on its share of sewage flow through the system to cover debt service, maintenance, and administration of the Authority. The most recent allocation of outstanding debt based on flow through the system indicated debt attributable to Plainfield Charter Township of:

NKSA Refunding Bonds Series 2012	\$ 1,718,665
NKSA Bonds Series 2007	2,260,609
NKSA Bonds Series 2006	16,633,835
NKSA Refunding Bonds Series 2015	2,358,460
NKSA Bonds dated June 1, 1998 (Unfixed Portion)	112,276

This debt has been excluded from Plainfield Charter Township financial statements because principal and interest payments are based upon Township's portion of sewage flow through the system, and the Township does not have an equity interest in the joint venture.

Source: Municipal Advisory Council of Michigan and Plainfield Charter Township

Source: U.S. Census Department (population)

Source: Bureau of Economic Analysis, US Dept of Commerce (Kent County)

See demographic and economic statistical schedule for details

1. Township population is 30,195 for 2001 - 2009. Population is 30,952 for 2010 - 2015.

Percentage of Personal Income	Net Bonded Debt Per Capita¹
72.14%	\$ 546
65.94%	516
56.69%	461
55.21%	404
44.59%	336
33.50%	278
49.92%	444
54.26%	489
51.11%	484
N/A	450

PLAINFIELD CHARTER TOWNSHIP
Ratios Of General Bonded Debt Outstanding
Last Ten Fiscal Years

<u>Year Ended December 31</u>	<u>Estimated Population</u>	<u>State Equalized Valuation</u>	<u>General Obligation Debt</u>	<u>Percentage of Estimated Actual Value of Taxable Property</u>	<u>Per Capita</u>
2006	31,917	\$1,185,237,000	\$ 2,963,466	0.25%	\$ 93
2007	32,058	1,253,029,500	3,247,253	0.26%	101
2008	32,057	1,299,048,598	2,698,404	0.21%	84
2009	31,920	1,293,917,300	2,138,243	0.17%	67
2010	30,952	¹ 1,264,215,500	1,556,526	0.12%	50
2011	30,985	1,210,063,900	1,308,493	0.11%	42
2012	31,125	1,171,774,900	1,157,514	0.10%	37
2013	31,353	1,124,928,200	510,189	0.05%	16
2014	31,693	1,151,157,200	437,087	0.04%	14
2015	N/A	1,248,943,500	349,579	0.03%	11 ²

Note: Details regarding the Township's outstanding debt can be found in the notes to the financial statements.

General Obligation debt in this table represent only that debt serviced from property tax revenues, including general obligation bonded debt not serviced from water revenues, Installment Purchase Agreement (paid off in 2011), and Retirement Health Note Payable. There is one other general obligation bond issue that is serviced from water revenues that is not included here.

Source: Plainfield Charter Township Assessor (State Equalized Valuation)
Source: U.S. Census Department (Population)

¹ 2010 Census

² Based on 2014 Population

PLAINFIELD CHARTER TOWNSHIP
Direct and Overlapping Governmental Activities Debt
December 31, 2015

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to Township (3)</u>	<u>Township's Share of Debt</u>
Direct:			
Plainfield Charter Township	\$ 349,579 (1)	100.00 %	\$ 349,579
Overlapping (2):			
Kent County	111,396,965	5.34	5,948,598
Grand Rapids Community College	55,830,000	5.18	2,891,994
Rockford School District	106,455,000	25.02	26,635,041
Northview School District	48,470,000	87.60	42,459,720
Comstock Park School District	61,529,978	56.66	34,862,886
Kenowa Hills School District	26,465,000	0.14	<u>37,051</u>
Total Overlapping Debt			<u>112,835,289</u>
Total Direct and Overlapping Debt			<u><u>\$113,184,868</u></u>

- (1) Excluding general obligation limited tax and revenue bonds reported in the enterprise funds.
- (2) Overlapping debt is the portion of another taxing unit's debt for which property taxpayers of Plainfield Charter Township are liable in addition to debt issued by Plainfield Charter Township.
- (3) The portion of the assessed value for each governmental unit located within Plainfield Township over the assessed value of the governmental unit as a whole is utilized to calculate overlapping debt percentages.

Note: Amount of overlapping debt outstanding and the percent applicable to Township was obtained from Municipal Advisory Council of Michigan.

Source: Municipal Advisory Council of Michigan and Plainfield Charter Township

PLAINFIELD CHARTER TOWNSHIP
Legal Debt Margin Information
Last Ten Fiscal Years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Debt Limit	\$118,523,700	\$ 125,302,950	\$129,904,860	\$129,391,730
Net General Obligation Debt Subject to Limitation	<u>7,423,466</u>	<u>7,471,761</u>	<u>6,742,292</u>	<u>5,997,280</u>
Legal Debt Margin	<u>\$111,100,234</u>	<u>\$ 117,831,189</u>	<u>\$123,162,568</u>	<u>\$123,394,450</u>
Total net debt applicable to the limit as a percentage of the debt limit	6.26%	5.96%	5.19%	4.63%

Legal Debt Margin Calculation for Fiscal Year 2015

State Equalized Valuation	<u>\$1,248,943,500</u>
Debt Limit - 10% of State Equalized Value	\$ 124,894,350
Debt Outstanding	\$ 13,914,847
Less: Exempt Debt	<u>11,366,847</u>
Net General Obligation Debt Subject to Limitation	<u>2,548,000</u>
Legal Debt Margin	<u>\$ 122,346,350</u>

State law limits the amount of township general obligation debt to 10% of state equalized value.
(1) Includes the State Equalized Valuation of property granted tax abatement under Act 198.

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$126,421,550	\$121,006,390	\$117,177,490	\$112,492,820	\$115,115,720	\$124,894,350
<u>5,226,526</u>	<u>4,438,842</u>	<u>3,790,000</u>	<u>3,075,000</u>	<u>2,816,000</u>	<u>2,548,000</u>
<u>\$121,195,024</u>	<u>\$116,567,548</u>	<u>\$113,387,490</u>	<u>\$109,417,820</u>	<u>\$112,299,720</u>	<u>\$122,346,350</u>
4.13%	3.67%	3.23%	2.73%	2.45%	2.04%

PLAINFIELD CHARTER TOWNSHIP
Pledged-Revenue Coverage
Last Ten Fiscal Years

Year Ended December 31	Gross Revenue	Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Coverage
				Principal	Interest	
2006	\$ 5,717,742	\$ 2,743,940	\$ 2,973,802	\$ 935,000	\$ 405,323	2.2
2007	5,950,718	2,990,314	2,960,404	975,000	369,330	2.2
2008	5,178,103	3,801,149	1,376,954	880,000	344,846	1.1
2009	5,029,772	3,254,798	1,774,974	910,000	315,489	1.4
2010	5,433,167	2,981,335	2,451,832	950,000	283,485	2.0
2011	5,123,525	3,260,471	1,863,054	1,546,000 ¹	239,906	1.0
2012	6,190,151	3,248,122	2,942,029	791,234	258,182	2.8
2013	5,490,393	3,065,670	2,424,723	1,265,234	237,091	1.6
2014	5,493,173	2,965,859	2,527,314	1,333,857	212,669	1.6
2015	5,859,894	2,938,703	2,921,191	644,934	187,001	3.5

Water Supply System Revenue and General Obligation Bonds (Serviced by Water Fund)

¹ Includes additional payment of \$561,000 when refunding bonds.

PLAINFIELD CHARTER TOWNSHIP
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population	Per Capita Personal Income⁵	Total Personal Income (thousands)⁵	Unemployment Rate⁶
2006	31,917 ¹	\$ 38,425	\$ 22,869,954	3.8
2007	32,058 ¹	39,502	23,625,060	3.9
2008	32,057 ¹	40,948	24,537,441	4.4
2009	31,920 ¹	36,716	22,082,103	7.4
2010	30,952 ²	38,695	23,325,871	7.8
2011	30,985 ³	42,250	25,684,421	6.3
2012	31,125 ³	44,817	27,541,812	5.2
2013	31,353 ³	44,787	27,875,258	4.8
2014	31,693 ³	46,610	29,328,952	3.7
2015	N/A ⁴	N/A ⁴	N/A ⁴	2.7

Sources:

¹ Population estimates, Michigan Labor Market Information (Plainfield Township)

² 2010 Census

³ US Census Bureau (Plainfield Township)

⁴ Information not available

⁵ Bureau of Economic Analysis, US Dept of Commerce (Kent County)

⁶ Michigan Labor Market Information, Unemployment Statistics (Plainfield Township)

PLAINFIELD CHARTER TOWNSHIP
Principal Employers
Current year and nine years ago

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2015</u>			<u>2006</u>		
		<u>Approx. Number of Employees</u>	<u>Rank</u>	<u>Percent of Total Twp. Employment</u>	<u>Approx. Number of Employees</u>	<u>Rank</u>	<u>Percent of Total Twp. Employment</u>
Rockford Public Schools	Education	981	1	5.35%	988	1	5.80%
Northview Public Schools	Education	389	2	2.12%	424	2	2.49%
Gill Industries	Manufacturing	304	3	1.66%	260	4	1.53%
NuCraft Furniture	Manufacturing	300	4	1.64%	225	7	1.32%
Meijer, Inc.	Retail	292	5	1.59%	300	3	1.76%
Comstock Park Schools	Education	215	6	1.17%	230	6	1.35%
Wynalda Litho	Manufacturing	175	7	0.95%			
Lowe's	Home Improvement	165	8	0.90%	163	8	0.96%
Progressive Engineering	Engineering	159	9	0.87%	130	9	0.76%
K&M Northfield Dodge	Auto Sales & Repair	114	10	0.62%	110	10	0.65%
Jackson Products	Manufacturing			0.00%	250	5	1.47%
Ten Largest Employers		3,094		16.87%	3,080		18.08%
Other Employers		15,243			13,960		
Total Employed		<u>18,337</u>			<u>17,040</u>		

Source: Plainfield Township
Source: State of Michigan Labor Market Information

PLAINFIELD CHARTER TOWNSHIP
Full-Time Equivalent Township Employees By Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government	32.7	31.6	32.2	29.2	28.6	27.8	28.2	27.9	28.6	27.5
Public safety	25.3	23.8	24.7	23.9	23.2	24.2	24.2	24.1	23.8	22.8
Parks and recreation	2.9	4.3	3.1	3.2	2.6	3.0	3.0	3.2	3.4	3.5
Building inspection	3.0	2.6	2.1	2.0	1.7	1.9	1.5	1.4	1.5	2.5
Water utility	15.0	17.8	18.5	16.3	17.8	15.7	15.7	15.7	15.6	15.3
Total	78.8	80.2	80.6	74.7	73.9	72.6	72.6	72.4	72.9	71.6

Source: Plainfield Charter Township payroll records

PLAINFIELD CHARTER TOWNSHIP
Operating Indicators By Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government:										
Tax bills issued	12,798	13,117	14,144	14,231	15,550	24,818	24,295	24,468	23,947	23,733
Number of registered voters	21,898	22,753	23,124	23,163	23,366	23,774	23,990	24,115	24,009	24,216
Public Safety - Fire Protection:										
Number of calls answered	2,104	2,193	2,328	2,264	2,338	2,366	2,397	2,479	2,618	2,850
Number of inspections conducted	968	511	697	767	591	554	1,106	624	606	604
Police Protection: Kent County Sheriff:										
Number of incidents	11,385	11,811	11,579	10,834	10,798	10,475	10,013	7,707 ¹	5,643 ¹	6,284 ¹
Sewer System:										
Number of service connections	7,471	7,492	7,501	7,623	7,658	7,699	7,753	7,829	7,935	7,907
Number of residential equivalency units	12,757	12,821	12,829	12,980	13,005	13,071	13,132	13,227	13,405	13,383
Daily average treatment in gallons - MGD	1.75138	1.70417	1.81776	1.91975	1.72526	1.70239	1.70974	1.84060	1.79563	1.78051
Water System:										
Number of service connections	9,698	9,728	9,744	9,885	9,933	9,981	10,021	10,097	10,233	10,281
Number of residential equivalency units	18,659	18,713	18,743	18,913	19,226	19,293	19,365	19,447	19,660	19,789
Daily average consumption in gallons - MGD	4.1341	4.4197	4.2993	3.7438	3.7757	3.4516	4.0768	3.6929	3.4632	3.5428
Maximum daily capacity of plant in gallons - MGD	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0
Peak Daily Demand - MGD	8.7	11.8	9.6	7.7	8.4	7.7	10.8	8.6	7.9	7.7

Source: Plainfield Charter Township records

¹ Does not include traffic stops.

PLAINFIELD CHARTER TOWNSHIP
Capital Assets Statistics By Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public Safety:										
Fire stations	2	2	2	2	2	2	2	2	2	2
Fire vehicles	16	16	17	15	15	15	14	14	15	15
Public works:										
Number of trucks	16	15	15	15	15	16	15	16	16	16
Miles of major streets:										
Primary	35.60	37.74	42.76	42.76	44.20	44.20	44.20	44.20	44.20	44.20
Local	131.64	129.47	124.45	124.45	123.01	122.47	122.47	122.47	123.51	123.58
Number of street lights	1,360	1,361	1,368	1,366	1,366	1,366	1,391	1,391	1,409	1,415
Number of cemeteries	2	2	2	2	2	2	2	2	2	2
Culture and recreation:										
Township parks	11	11	11	11	11	12	12	13	15	15
County/State parks	5	5	5	5	5	5	5	5	5	5
Sewer System:										
Miles of sanitary sewers	150	155	159	160	160	161	162	162	163	166
Water System:										
Miles of water mains	221	226	230	231	231	240	240	241	242	244
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Number of water storage tanks	13	13	13	13	13	13	14	14	14	14
Number of fire hydrants	2,287	2,314	2,394	2,405	2,405	2,443	2,447	2,469	2,501	2,535
Plainfield Township	1803	1,769	1,845	1,853	1,853	1,870	1,874	1,895	1,927	1,960
Alpine Township	415	477	481	482	482	502	502	503	503	504
City of Walker	4	5	5	6	6	6	6	6	6	6
Grand Rapids Township	38	36	36	36	36	36	36	36	36	36
Algoma Township	27	27	27	28	28	29	29	29	29	29

Source: Plainfield Charter Township record

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INTERNAL CONTROL AND COMPLIANCE



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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

May 10, 2016

Members of the Board of Trustees
Plainfield Charter Township
Kent County, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, 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 Plainfield Charter Township, Kent County, Michigan, (the Township) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated May 10, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wendell Haefner LLC