

*Jamestown Charter Township
Ottawa County, Michigan*

FINANCIAL STATEMENTS

Year ended March 31, 2025

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Jamestown Charter Township, Michigan

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the remaining fund information of Jamestown Charter Township, Michigan (the Township), as of and for the year ended March 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the contents.

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, each major fund, and the remaining fund information of the Township, as of March 31, 2025, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Securities and Exchange Commission Rule 15c2-12 Continuing Disclosure but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Siegfried Crandall P.C.

July 24, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Jamestown Charter Township's (the Township) financial performance provides a narrative overview of the Township's financial activities for the fiscal year ended March 31, 2025. Please read it in conjunction with the Township's financial statements.

FINANCIAL HIGHLIGHTS

- The Township's total net position increased by \$2,282,696 (4 percent) as a result of this year's activities. The net position of the governmental activities increased by \$1,803,927 and the net position of the business-type activities increased by \$478,769.
- Of the \$59,942,706 total net position reported, \$9,026,703 (15 percent) is available to be used at the Board's discretion, without constraints established by debt covenants, enabling legislation, or other legal requirements.
- The General Fund's unassigned fund balance at the end of the fiscal year is \$1,797,780 which represents 65 percent of the actual total General Fund expenditures for the current fiscal year.

Overview of the financial statements

The Township's annual report is comprised of four parts: management's discussion and analysis, the basic financial statements, required supplementary information, and an optional section that presents continuing disclosure information. The basic financial statements include two kinds of statements that present different views of the Township:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Township's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Township government, reporting the Township's operations in more detail than the government-wide financial statements.
 - Governmental funds statements explain how general government services, like general government and public safety, were financed in the short-term, as well as what remains for future spending.
 - Proprietary funds statements offer short-term and long-term financial information about the activities the government operates like a business, such as the sewer and water systems.
 - Fiduciary funds statements provide information about the financial relationships in which the Township acts solely as a custodian for the benefit of others to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The financial statements are followed by sections of required supplementary information and other information that further explain and support the information in the financial statements.

A comparative analysis of the government-wide financial statements for 2025 and 2024 is also presented.

Government-wide financial statements

The government-wide financial statements report information about the Township as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the Township's assets and liabilities. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the Township's net position and how it has changed. Net position (the difference between the Township's assets and liabilities) is one way to measure the Township's financial health, or position.

- Over time, increases or decreases in the Township's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the Township, you need to consider additional nonfinancial factors, such as changes in the Township's property tax base and the condition of the Township's capital assets.

The government-wide financial statements are divided into two categories:

- *Governmental activities* - Most of the Township's basic services are included here, such as fire and police protection and general government. Property taxes and state shared revenue finance most of these activities.
- *Business-type activities* - The Township charges fees to customers to help it cover the costs of certain services it provides. The Township's sewer and water systems are reported here.

Fund financial statements

The fund financial statements provide more detailed information about the Township's most significant funds - not the Township as a whole. Funds are accounting devices that the Township uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and by bond agreements.
- The Township Board establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and other revenues (like the public safety, road, and library millages).

The Township has three types of funds:

- *Governmental funds.* Most of the Township's basic services are included in its governmental funds, which focus on (1) how cash, and other financial assets that can be readily converted to cash, flows in and out, and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information that explains the relationship between them.
- *Proprietary funds.* Services for which the Township charges customers a fee are generally reported in proprietary funds. Proprietary funds statements, like the government-wide statements, provide both long-term and short-term financial information. In fact, the Township's enterprise funds are the same as its business-type activities but provide more detail and additional information, such as cash flows.
- *Fiduciary funds.* These funds are used to account for the collection and disbursement of resources, primarily taxes, for the benefit of parties outside the Township. The Township is responsible for ensuring that the assets reported in the fiduciary funds are used for their intended purposes. The Township's fiduciary balances and activities are reported in the Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position. We exclude these activities from the Township's government-wide financial statements because the Township cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE

Net position

Total net position at the end of the fiscal year was \$59,942,706. Of this total, \$46,625,405 is invested in capital assets and \$4,290,598 is restricted for various purposes. Consequently, unrestricted net position was \$9,026,703, or 15 percent of the total.

*Condensed financial information
Net position*

	<i>Governmental activities</i>		<i>Business-type activity</i>		<i>Totals</i>	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 8,273,754	\$ 10,463,082	\$ 7,128,699	\$ 6,530,734	\$ 15,402,453	\$ 16,993,816
Capital assets	12,713,762	10,020,533	39,195,937	39,842,067	51,909,699	49,862,600
Total assets	20,987,516	20,483,615	46,324,636	46,372,801	67,312,152	66,856,416
Current and other liabilities	552,045	990,661	161,587	159,675	713,632	1,150,336
Long-term debt	1,765,000	2,615,000	4,765,836	5,294,682	6,530,836	7,909,682
Total liabilities	2,317,045	3,605,661	4,927,423	5,454,357	7,244,468	9,060,018
Deferred inflows of resources	124,978	136,388	-	-	124,978	136,388
Net position:						
Net investment in capital assets	12,195,304	9,255,533	34,430,101	34,547,385	46,625,405	43,802,918
Restricted	4,290,598	3,726,822	-	-	4,290,598	3,726,822
Unrestricted	2,059,591	3,759,211	6,967,112	6,371,059	9,026,703	10,130,270
Total net position	\$ 18,545,493	\$ 16,741,566	\$ 41,397,213	\$ 40,918,444	\$ 59,942,706	\$ 57,660,010

Changes in net position

The Township's total revenues were \$8,793,991 in the current year compared to \$9,949,774 in the prior year. Approximately 32 percent of the total revenues comes from charges for services, primarily sewer and water charges, and property taxes represent another 32 percent of total revenues. Capital grants and contributions represent 18 percent of total revenues in the current year. Only 12 percent of revenues comes from state shared revenue.

The total cost of the Township's programs, covering a wide range of services, totaled \$6,511,295 compared to \$6,146,148 in the prior year. Approximately 43 percent of the Township's costs relates to the provision of sewer and water utility services. Public safety costs account for 23 percent of the Township's total expenses and general government costs account for another 13 percent.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

*Condensed financial information
Changes in net position*

	<u>Governmental activities</u>		<u>Business-type activity</u>		<u>Totals</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Program revenues:						
Charges for services	\$ 725,671	\$ 831,468	\$ 2,061,182	\$ 1,918,680	\$ 2,786,853	\$ 2,750,148
Operating grants	101,523	232,309	-	-	101,523	232,309
Capital grants	559,388	386,006	1,024,618	2,599,861	1,584,006	2,985,867
General revenues:						
Property taxes	2,790,845	2,517,485	-	-	2,790,845	2,517,485
State shared revenue	1,038,154	1,048,717	-	-	1,038,154	1,048,717
Franchise fees	59,469	64,911	-	-	59,469	64,911
Interest income	203,988	225,599	209,153	124,738	413,141	350,337
Total revenues	5,499,038	5,306,495	3,294,953	4,643,279	8,793,991	9,949,774
Expenses:						
General government	877,470	595,947	-	-	877,470	595,947
Public safety	1,475,075	1,440,138	-	-	1,475,075	1,440,138
Public works	302,741	742,560	-	-	302,741	742,560
Community and economic development	145,578	192,729	-	-	145,578	192,729
Recreation and culture	855,792	657,964	-	-	855,792	657,964
Interest on long-term debt	38,455	52,495	-	-	38,455	52,495
Sewer	-	-	1,717,710	1,521,975	1,717,710	1,521,975
Water	-	-	1,098,474	942,340	1,098,474	942,340
Total expenses	3,695,111	3,681,833	2,816,184	2,464,315	6,511,295	6,146,148
Changes in net position	\$ 1,803,927	\$ 1,624,662	\$ 478,769	\$ 2,178,964	\$ 2,282,696	\$ 3,803,626
Net position, end of year	\$ 18,545,493	\$ 16,741,566	\$ 41,397,213	\$ 40,918,444	\$ 59,942,706	\$ 57,660,010

Governmental activities

Governmental activities increased the Township's net position by \$1,803,927 in the current year compared to a \$1,624,662 increase in the prior year. The increase in net position was higher in the current year as revenues increased by \$192,543, while expenses only increased by \$13,278. Revenues increased primarily due to a \$273,360 increase in property taxes, as taxable values continue to rise. Capital grants also increased by \$173,382 associated with the recognition of federal ARPA grant revenues that were used to make park improvements in the current year. Expenses increased as general government costs were up by \$281,523, primarily due to a \$325,000 settlement with a property owner. Recreation and culture costs also increased by \$197,828 due to an increase in library expenses. These increases were offset by a \$439,819 reduction in public works expenses associated with road improvements in the prior year.

The total cost of governmental activities this year was \$3,695,111. After subtracting the direct charges to those who directly benefited from the programs (\$725,671), operating grants (\$101,523), and capital grants (\$559,388), the "public benefit" portion covered by property taxes, state revenue sharing, and other general revenues was \$2,308,529.

Business-type activities

Business-type activities increased the Township's net position by \$478,769 in the current year compared to an increase of \$2,178,964 in the prior year. The increase in net position was lower in the current year as capital grants decreased by \$1,575,243 due to a reduction in contributions from developers. Utility rates are not set to cover the full cost of operations, including depreciation, which amounted to \$1,124,418 in the current year. However, substantial capital contributions have created increases in net position over the past two years.

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

Governmental funds

At March 31, 2025, the Township's governmental funds reported combined ending fund balances of \$7,597,397, a decrease of \$1,735,386 compared to the prior year. The decrease occurred because the Township spent nearly \$3 million developing a new park during the current year. Of the total fund balances, \$1,797,780 (24 percent) constitutes unassigned fund balance, which is available for spending at the Board's discretion. Of the remaining fund balance, \$3,519 is nonspendable, as it represents prepaid expenditures, \$5,516,110 is restricted due to external limitations on its use, and \$279,988 is assigned for capital improvements.

The General Fund is the primary operating fund of the Township. At the end of the fiscal year, the fund balance was \$2,165,763, a decrease of \$236,048. Fund balance decreased as revenues of \$2,517,121 were not sufficient to cover expenditures of \$2,753,169 in the current year.

The Road Fund, a special revenue fund, which accounts for specific resources (property taxes) restricted for road construction and maintenance costs, has a fund balance of \$2,799,634 at the end of the fiscal year. The fund's revenues of \$973,963 were sufficient to cover road improvement costs of \$171,409 in the current year.

The Fire Operating Fund, a special revenue fund, which accounts for specific resources restricted for fire department operating costs, has a restricted fund balance at the end of the fiscal year of \$563,117, which represents an increase of \$69,214. The fund's revenues of \$648,636 were sufficient to cover the fund's expenditures of \$579,422 in the current year.

The Library Fund, a special revenue fund, which accounts for specific resources restricted for operating costs of the Patmos Library, has a restricted fund balance at the end of the fiscal year of \$512,480, which represents a decrease of \$108,782. The fund's expenditures of \$435,143 exceeded revenues of \$326,361 in the current year.

The Fire Replacement Fund, a capital project fund, which accounts for the accumulation of resources to purchase capital assets for the Fire Department, has a fund balance at the end of the fiscal year of \$309,861, which represents a decrease of \$9,168. The fund's expenditures of \$352,795 exceeded the fund's revenues of \$323,627 and \$20,000 from the sale of a truck in the current year.

The Parks Fund, a capital project fund, which accounts for the accumulation of resources to make park improvements, has a fund balance at the end of the fiscal year of \$1,246,542, which represents a decrease of \$2,253,156. The fund's expenditures of \$2,945,486 exceeded revenues of \$692,330 in the current year. The expenditures relate to the development of a new park which was in progress at the end of the fiscal year.

Proprietary funds

The Sewer Fund experienced an operating loss of \$448,568 because user charges are not set to cover the full cost of providing services, including depreciation of the wastewater infrastructure, which amounted to \$640,539. However, the Sewer Fund's net position increased by \$82,243 during the current year due to the collection of connection fees (\$408,553), the recognition of developer contributions (\$94,785), and net nonoperating revenues (\$27,473). Net position was \$23,973,955 at year end, of which \$4,652,336 is unrestricted.

The Water Fund experienced an operating loss of \$137,560, though net position increased by \$396,526 during the current year due to the collection of connection fees (\$193,881), the recognition of developer contributions (\$327,399), and net nonoperating revenues (\$12,806). Net position was \$17,423,258 at year end, of which \$2,314,776 is unrestricted.

General Fund budgetary highlights

The Township amended both the revenue and expenditure portions of the General Fund budget to reflect anticipated changes in the nature and extent of revenues and expenditures. Total revenues were reduced by \$63,220 primarily to decrease licenses and permit revenues, as code inspection activity did not meet expectations. Expenditures were reduced by a net amount of \$133,280 to reflect changes that occurred during the year.

Total actual revenues were \$23,591 more than budgeted, as other revenue was \$35,642 more than budgeted. Total actual expenditures were \$189,379 more than the amounts appropriated with general government expenditures over budget by \$272,098. The primary reason for the negative variance was a \$325,000 settlement approved after the end of the fiscal year when the budget could no longer be amended.

These variances resulted in a \$165,788 negative budget variance due to a \$236,048 decrease in fund balance compared to a budgeted decrease of \$70,260.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The Township's investment in capital assets for its governmental and business-type activities at March 31, 2025, amounts to \$51,909,699, net of accumulated depreciation. This investment includes a broad range of assets, including land, buildings, fire equipment, and sewer and water facilities.

The major capital asset events during the current fiscal year included the following:

- Park improvements were made at a cost of \$2,941,986
- Developer contributions to the sewer and water utility systems amounted to \$422,184
- A new truck was acquired for the Fire Department at a cost of \$74,669
- Bike path improvements were made at a cost of \$72,616
- Library books were purchased for \$46,928

More detailed information about the Township's capital assets is presented in Note 5 of the notes to the basic financial statements.

Debt

At the end of the fiscal year, the Township had total long-term debt outstanding in the amount of \$6,491,468, which represents a decrease of \$1,371,300 during the fiscal year, as scheduled principal payments were made in a timely manner. No new debt was issued. The Township's full faith and credit has been pledged to repay all long-term debt.

More detailed information about the Township's long-term debt is presented in Note 7 of the notes to the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Township expects to be able to use current revenues to provide essential services that will allow current fund balances to be maintained. The Township plans to maintain all ongoing programs in fiscal year 2026 at levels similar to 2025. The ongoing costs of providing essential services for the citizens of the Township will need to be closely monitored in order to maintain the financial condition and operational capabilities of the Township.

CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the resources it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to:

Scott Brouwer, Township Treasurer
Charter Township of Jamestown
2380 Riley Street
P.O. Box 88
Jamestown, MI 49427

Phone: (616) 896-8376

BASIC FINANCIAL STATEMENTS

Jamestown Charter Township

STATEMENT OF NET POSITION

March 31, 2025

	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash	\$ 7,790,578	\$ 6,881,205	\$ 14,671,783
Receivables	361,323	244,838	606,161
Prepaid expenses	3,519	-	3,519
Beneficial interest in assets held by Foundation	5,419	-	5,419
Total current assets	<u>8,160,839</u>	<u>7,126,043</u>	<u>15,286,882</u>
Noncurrent assets:			
Receivables	112,915	2,656	115,571
Capital assets not being depreciated	4,628,069	-	4,628,069
Capital assets, net of depreciation	8,085,693	39,195,937	47,281,630
Total noncurrent assets	<u>12,826,677</u>	<u>39,198,593</u>	<u>52,025,270</u>
Total assets	<u>20,987,516</u>	<u>46,324,636</u>	<u>67,312,152</u>
LIABILITIES AND DEFERRED INFLOWS OF REASOURCES			
Current liabilities:			
Payables	465,266	161,587	626,853
Escrows	79,863	-	79,863
Compensated absences	6,916	-	6,916
Bonds and contracts payable - due within one year	880,000	383,445	1,263,445
Total current liabilities	1,432,045	545,032	1,977,077
Noncurrent liabilities:			
Bonds and contracts payable - due in more than one year	885,000	4,382,391	5,267,391
Total liabilities	<u>2,317,045</u>	<u>4,927,423</u>	<u>7,244,468</u>
Deferred inflows of resources:			
Unavailable lease revenue	124,978	-	124,978
NET POSITION			
Net investment in capital assets	12,195,304	34,430,101	46,625,405
Restricted for:			
Public safety	649,873	-	649,873
Public works	2,799,634	-	2,799,634
Recreation and culture	531,230	-	531,230
Capital acquisitions	309,861	-	309,861
Unrestricted	2,059,591	6,967,112	9,026,703
Total net position	<u>\$ 18,545,493</u>	<u>\$ 41,397,213</u>	<u>\$ 59,942,706</u>

See notes to financial statements

Jamestown Charter Township

STATEMENT OF ACTIVITIES

Year ended March 31, 2025

Functions/Programs	Expenses	Program revenues			Net (expenses) revenues and changes in net position		
		Charges for services	Operating grants and contributions	Capital grants and contributions	Governmental activities	Business-type activities	Totals
Governmental activities:							
General government	\$ 877,470	\$ 122,851	\$ 13,532	\$ -	\$ (741,087)		\$ (741,087)
Public safety	1,475,075	402,543	2,862	-	(1,069,670)		(1,069,670)
Public works	302,741	125,619	31,215	-	(145,907)		(145,907)
Community and economic development	145,578	74,658	-	-	(70,920)		(70,920)
Recreation and culture	855,792	-	53,914	559,388	(242,490)		(242,490)
Interest on long-term debt	38,455	-	-	-	(38,455)		(38,455)
Total governmental activities	<u>3,695,111</u>	<u>725,671</u>	<u>101,523</u>	<u>559,388</u>	<u>(2,308,529)</u>		<u>(2,308,529)</u>
Business-type activities:							
Sewer	1,717,710	1,140,865	-	503,338		\$ (73,507)	(73,507)
Water	1,098,474	920,317	-	521,280		343,123	343,123
Total business-type activities	<u>2,816,184</u>	<u>2,061,182</u>	<u>-</u>	<u>1,024,618</u>		<u>269,616</u>	<u>269,616</u>
Totals	<u>\$ 6,511,295</u>	<u>\$ 2,786,853</u>	<u>\$ 101,523</u>	<u>\$ 1,584,006</u>	<u>(2,308,529)</u>	<u>269,616</u>	<u>(2,038,913)</u>
General revenues:							
Property taxes					2,790,845	-	2,790,845
State shared revenue					1,038,154	-	1,038,154
Cable franchise fees					59,469	-	59,469
Unrestricted interest income					203,988	209,153	413,141
Gains on sales of capital assets					20,000	-	20,000
Total general revenues					<u>4,112,456</u>	<u>209,153</u>	<u>4,321,609</u>
Changes in net position					1,803,927	478,769	2,282,696
Net position - beginning					<u>16,741,566</u>	<u>40,918,444</u>	<u>57,660,010</u>
Net position - ending					<u>\$ 18,545,493</u>	<u>\$ 41,397,213</u>	<u>\$ 59,942,706</u>

See notes to financial statements

BALANCE SHEET - governmental funds

March 31, 2025

	Special revenue				Capital project		Total governmental funds
	General	Road	Fire Operating	Library	Fire Replacement	Parks	
ASSETS							
Cash	\$ 2,364,521	\$ 2,774,506	\$ 577,804	\$ 512,951	\$ 306,268	\$ 1,254,528	\$ 7,790,578
Receivables	402,813	25,128	7,197	35,507	3,593	-	474,238
Beneficial interest in assets held by Foundation	-	-	-	5,419	-	-	5,419
Prepaid expenditures	1,239	-	1,783	497	-	-	3,519
Total assets	<u>\$ 2,768,573</u>	<u>\$ 2,799,634</u>	<u>\$ 586,784</u>	<u>\$ 554,374</u>	<u>\$ 309,861</u>	<u>\$ 1,254,528</u>	<u>\$ 8,273,754</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
Liabilities:							
Payables	\$ 397,969	\$ -	\$ 23,667	\$ 23,144	\$ -	\$ 7,986	\$ 452,766
Escrows	79,863	-	-	-	-	-	79,863
Total liabilities	<u>477,832</u>	<u>-</u>	<u>23,667</u>	<u>23,144</u>	<u>-</u>	<u>7,986</u>	<u>532,629</u>
Deferred inflows of resources:							
Unavailable penal fines	-	-	-	18,750	-	-	18,750
Unavailable lease revenue	124,978	-	-	-	-	-	124,978
Total deferred inflows of resources	<u>124,978</u>	<u>-</u>	<u>-</u>	<u>18,750</u>	<u>-</u>	<u>-</u>	<u>143,728</u>
Fund balances:							
Nonspendable - Prepaid expenditures	1,239	-	1,783	497	-	-	3,519
Restricted for:							
Public safety	86,756	-	561,334	-	-	-	648,090
Public works	-	2,799,634	-	-	-	-	2,799,634
Recreation and culture	-	-	-	511,983	-	-	511,983
Capital acquisitions	-	-	-	-	309,861	1,246,542	1,556,403
Assigned for capital improvements	279,988	-	-	-	-	-	279,988
Unassigned	1,797,780	-	-	-	-	-	1,797,780
Total fund balances	<u>2,165,763</u>	<u>2,799,634</u>	<u>563,117</u>	<u>512,480</u>	<u>309,861</u>	<u>1,246,542</u>	<u>7,597,397</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,768,573</u>	<u>\$ 2,799,634</u>	<u>\$ 586,784</u>	<u>\$ 554,374</u>	<u>\$ 309,861</u>	<u>\$ 1,254,528</u>	<u>\$ 8,273,754</u>

Reconciliation of the balance sheet to the statement of net position:

Total fund balance - total governmental funds \$ 7,597,397

Amounts reported for *governmental activities* in the statement of net position (page 13) are different because:

Capital assets used in *governmental activities* are not financial resources and, therefore, are not reported in the funds. 12,713,762

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred inflows in the funds. 18,750

Compensated absences are not due and payable in the current period and, therefore, are not reported in the funds. (6,916)

Noncurrent liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds and notes payable (1,765,000)

Interest payable (12,500)

Net position of *governmental activities* \$ 18,545,493

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - governmental funds

Year ended March 31, 2025

	General	Special revenue			Capital project		Total governmental funds
		Road	Fire Operating	Library	Fire Replacement	Parks	
REVENUES							
Property taxes	\$ 656,133	\$ 936,662	\$ 623,024	\$ 263,519	\$ 311,507	\$ -	\$ 2,790,845
Special assessments	59,875	-	-	-	-	-	59,875
Licenses and permits	431,954	-	-	-	-	-	431,954
Federal grant	-	-	-	-	-	559,388	559,388
State grants	1,061,674	21,227	950	19,216	1,912	-	1,104,979
Charges for services	115,065	-	-	-	-	-	115,065
Fines and forfeitures	-	-	-	24,826	-	-	24,826
Interest and rentals	70,708	16,074	1,825	5,928	1,362	132,942	228,839
Other	121,712	-	22,837	12,872	8,846	-	166,267
Total revenues	2,517,121	973,963	648,636	326,361	323,627	692,330	5,482,038
EXPENDITURES							
Current:							
General government	859,348	-	-	-	-	-	859,348
Public safety	598,781	-	575,777	-	915	-	1,175,473
Public works	195,992	171,409	-	-	-	-	367,401
Community and economic development	145,578	-	-	-	-	-	145,578
Recreation and culture	322,020	-	-	419,418	-	-	741,438
Debt service:							
Principal	600,000	-	-	-	250,000	-	850,000
Interest	31,450	-	-	-	13,005	-	44,455
Capital outlay	-	-	3,645	15,725	88,875	2,945,486	3,053,731
Total expenditures	2,753,169	171,409	579,422	435,143	352,795	2,945,486	7,237,424
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(236,048)	802,554	69,214	(108,782)	(29,168)	(2,253,156)	(1,755,386)
OTHER FINANCING SOURCES							
Proceeds from sales of capital assets	-	-	-	-	20,000	-	20,000
NET CHANGES IN FUND BALANCES	(236,048)	802,554	69,214	(108,782)	(9,168)	(2,253,156)	(1,735,386)
FUND BALANCES - BEGINNING	2,401,811	1,997,080	493,903	621,262	319,029	3,499,698	9,332,783
FUND BALANCES - ENDING	\$ 2,165,763	\$ 2,799,634	\$ 563,117	\$ 512,480	\$ 309,861	\$ 1,246,542	\$ 7,597,397

Reconciliation of the statement of revenues, expenditures, and changes in fund balances to the statement of activities:

Net change in fund balance - total governmental funds \$ (1,735,386)

Amounts reported for *governmental activities* in the statement of activities (page 14) are different because:

Capital assets:

Add - capital asset acquisitions 3,174,760
 Deduct - capital asset dispositions (15,618)
 Deduct - provision for depreciation (465,913)

Long-term debt:

Add - principal payments 850,000

Changes in other liabilities:

Increase in compensated absences (6,916)
 Decrease in interest payable 6,000

Decrease in deferred inflows (3,000)

Change in net position of *governmental activities* \$ 1,803,927

Jamestown Charter Township

STATEMENT OF NET POSITION - *proprietary funds*

March 31, 2025

	<u>Sewer</u>	<u>Water</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash	\$ 4,602,178	\$ 2,279,027	\$ 6,881,205
Receivables	<u>159,037</u>	<u>85,801</u>	<u>244,838</u>
Total current assets	<u>4,761,215</u>	<u>2,364,828</u>	<u>7,126,043</u>
Noncurrent assets:			
Receivables	2,656	-	2,656
Capital assets, net of accumulated depreciation	<u>23,161,782</u>	<u>16,034,155</u>	<u>39,195,937</u>
Total noncurrent assets	<u>23,164,438</u>	<u>16,034,155</u>	<u>39,198,593</u>
Total assets	<u>27,925,653</u>	<u>18,398,983</u>	<u>46,324,636</u>
LIABILITIES			
Current liabilities:			
Payables	111,535	50,052	161,587
Contracts payable - due within one year	<u>281,980</u>	<u>101,465</u>	<u>383,445</u>
Total current liabilities	393,515	151,517	545,032
Noncurrent liabilities:			
Contracts payable - due in more than one year	<u>3,558,183</u>	<u>824,208</u>	<u>4,382,391</u>
Total liabilities	<u>3,951,698</u>	<u>975,725</u>	<u>4,927,423</u>
NET POSITION			
Net investment in capital assets	19,321,619	15,108,482	34,430,101
Unrestricted	<u>4,652,336</u>	<u>2,314,776</u>	<u>6,967,112</u>
Total net position	<u>\$ 23,973,955</u>	<u>\$ 17,423,258</u>	<u>\$ 41,397,213</u>

See notes to financial statements

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - *proprietary funds*

Year ended March 31, 2025

	<u>Sewer</u>	<u>Water</u>	<u>Totals</u>
OPERATING REVENUES			
Charges for services - utility charges	\$ 1,139,882	\$ 918,515	\$ 2,058,397
Other	<u>983</u>	<u>1,802</u>	<u>2,785</u>
Total operating revenues	<u>1,140,865</u>	<u>920,317</u>	<u>2,061,182</u>
OPERATING EXPENSES			
Personnel costs	2,861	2,861	5,722
System operation and maintenance	533,721	307,776	841,497
Sewer plant fees	189,900	-	189,900
Environmental services	77,000	77,000	154,000
Professional services	47,723	98,860	146,583
Utilities	21,544	32,537	54,081
Repairs and maintenance	61,932	26,887	88,819
Miscellaneous	14,213	28,077	42,290
Depreciation	<u>640,539</u>	<u>483,879</u>	<u>1,124,418</u>
Total operating expenses	<u>1,589,433</u>	<u>1,057,877</u>	<u>2,647,310</u>
OPERATING INCOME (LOSS)	<u>(448,568)</u>	<u>(137,560)</u>	<u>(586,128)</u>
NONOPERATING REVENUES (EXPENSES)			
Interest revenue	155,750	53,403	209,153
Interest expense and fees	<u>(128,277)</u>	<u>(40,597)</u>	<u>(168,874)</u>
Total nonoperating revenues (expenses)	<u>27,473</u>	<u>12,806</u>	<u>40,279</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	<u>(421,095)</u>	<u>(124,754)</u>	<u>(545,849)</u>
CAPITAL CONTRIBUTIONS			
Developer contributions	94,785	327,399	422,184
Connection fees	<u>408,553</u>	<u>193,881</u>	<u>602,434</u>
Total capital contributions	<u>503,338</u>	<u>521,280</u>	<u>1,024,618</u>
CHANGES IN NET POSITION	82,243	396,526	478,769
NET POSITION - BEGINNING	<u>23,891,712</u>	<u>17,026,732</u>	<u>40,918,444</u>
NET POSITION - ENDING	<u>\$ 23,973,955</u>	<u>\$ 17,423,258</u>	<u>\$ 41,397,213</u>

See notes to financial statements

STATEMENT OF CASH FLOWS - proprietary funds

Year ended March 31, 2025

	<u>Sewer</u>	<u>Water</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from user charges	\$ 1,126,002	\$ 913,391	\$ 2,039,393
Payments to suppliers for goods and services	(956,303)	(553,159)	(1,509,462)
Payments to employees for services	(2,861)	(2,861)	(5,722)
Net cash provided by (used in) operating activities	<u>166,838</u>	<u>357,371</u>	<u>524,209</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Connection fees	408,553	193,881	602,434
Collection of special assessment principal	2,655	15,656	18,311
Acquisition of capital assets	-	(56,104)	(56,104)
Principal payments on capital debt	(239,518)	(281,782)	(521,300)
Interest payments on capital debt	(139,233)	(42,983)	(182,216)
Net cash provided by (used in) capital and related financing activities	<u>32,457</u>	<u>(171,332)</u>	<u>(138,875)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	<u>155,750</u>	<u>53,403</u>	<u>209,153</u>
NET CHANGE IN CASH	355,045	239,442	594,487
CASH - BEGINNING	<u>4,247,133</u>	<u>2,039,585</u>	<u>6,286,718</u>
CASH - ENDING	<u>\$ 4,602,178</u>	<u>\$ 2,279,027</u>	<u>\$ 6,881,205</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (448,568)	\$ (137,560)	\$ (586,128)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	640,539	483,879	1,124,418
(Increase) decrease in receivables	(14,863)	(6,926)	(21,789)
Increase (decrease) in payables	(10,270)	17,978	7,708
Net cash provided by (used in) operating activities	<u>\$ 166,838</u>	<u>\$ 357,371</u>	<u>\$ 524,209</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES			
Developer contributions	<u>\$ 94,785</u>	<u>\$ 327,399</u>	<u>\$ 422,184</u>

Jamestown Charter Township

STATEMENT OF FIDUCIARY NET POSITION - Custodial Fund

March 31, 2025

	<u><i>Tax Collection</i></u>
ASSETS	
Cash	\$ <u>1,114</u>
LIABILITIES	
Due to other governments	<u>1,114</u>
NET POSITION	
Restricted for other governments	<u>\$ -</u>

See notes to financial statements

Jamestown Charter Township

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - Custodial Fund

Year ended March 31, 2025

	<u>Tax Collection</u>
ADDITIONS	
Property taxes collected for other governments	\$ 18,979,473
DEDUCTIONS	
Property taxes distributed to other governments	<u>18,979,473</u>
NET CHANGE IN FIDUCIARY NET POSITION	-
NET POSITION - BEGINNING	<u>-</u>
NET POSITION - ENDING	<u><u>\$ -</u></u>

See notes to financial statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Jamestown Charter Township, Michigan (the Township), conform to accounting principles generally accepted in the United States of America (hereinafter referred to as generally accepted accounting principles) as applicable to governmental units. The following is a summary of the more significant accounting policies.

Reporting entity:

As required by generally accepted accounting principles, these financial statements present only the Township (located in Ottawa County), as management has determined that there are no other entities for which the Township is financially accountable.

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 Township. The effect of interfund activity has been removed from these statements. Governmental activities, normally 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Property 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 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 funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds 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 if they are collected within the current period, or soon enough thereafter, to pay liabilities of the current period. For this purpose, the Township generally considers property tax revenues to be available if they are expected to be collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

State grants, licenses and permits, charges for services, 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 only when cash is received by the Township.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement focus, basis of accounting, and financial statement presentation (continued):

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. It accounts for all financial resources of the Township, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Road Fund, a special revenue fund, accounts for financial resources restricted for road construction and maintenance. Revenues are derived primarily from property taxes.

The Fire Operating Fund, a special revenue fund, accounts for financial resources restricted for fire department operations. Revenues are derived primarily from property taxes.

The Library Fund, a special revenue fund, accounts for financial resources restricted for Patmos Library operations and capital costs. Revenues are derived primarily from property taxes.

The Fire Replacement Fund, a capital project fund, accounts for the accumulation and disbursement of financial resources restricted for capital acquisitions of the Fire Department. Revenues are derived primarily from property taxes.

The Parks Fund, a capital project fund, accounts for the accumulation and disbursement of financial resources restricted for park improvements. Revenues are derived primarily from bond proceeds and transfers from the General Fund.

The Township reports the following major proprietary funds:

The Sewer Fund accounts for the activities of the Township's sewage collection system.

The Water Fund accounts for the activities of the Township's water distribution system.

The Township also reports a custodial fund, the Tax Collection Fund, which accounts for assets held by the Township in a fiduciary capacity for other governments.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds relate to charges to customers for services. Operating expenses for proprietary funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, liabilities, deferred inflows of resources, and equity:

Cash - Cash is considered to be demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Receivables - No allowance for uncollectible accounts has been recorded, as the Township considers all receivables to be fully collectible.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, liabilities, deferred inflows of resources, and equity (continued):

Prepays - Certain payments to vendors reflect costs applicable to future fiscal years and are reported as prepaids in the government-wide and fund financial statements.

Capital assets - Capital assets, which include land, buildings, equipment, and infrastructure assets (e.g., sewer and water systems and bike paths), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets, other than infrastructure, are defined by the Township as assets with an initial, individual cost of more than \$1,000 (\$10,000 for infrastructure) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value as of the date received. Governments can elect to account for infrastructure assets either retroactively to June 15, 1980, or prospectively. The Township has elected to account for infrastructure assets prospectively, beginning April 1, 2004.

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

Buildings and improvements	25 - 50 years
Land improvements	20 - 40 years
Pathways	20 - 40 years
Furniture and Equipment	5 - 20 years
Vehicles	20 years
Sewer and Water systems	50 years

Deferred inflows of resources - The statement of net position and the governmental funds balance sheet include a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position that applies to a future period. The related revenues will not be recognized until a future event occurs. The Township has two items that are included in this category: unavailable penal fines and lease revenue. Unavailable penal fine and lease revenues, which are not recognized until available (collected not later than 60 days after the end of the Township's fiscal year), are deferred and recognized as inflows of resources in the period that they become available.

Net position - Net position represents the difference between assets and liabilities. The Township reports three categories of net position, as follows: (1) *Net investment in capital assets* consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets; (2) *Restricted net position* is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external organizations, such as federal or state laws or buyers of the Township's debt. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets; (3) *Unrestricted net position* consists of all other net position that does not meet the definition of the above components and is available for general use by the Township.

Net position flow assumption - Sometimes, the Township 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 and unrestricted - net position in the government-wide and proprietary funds financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, liabilities, deferred inflows of resources, and equity (continued):

Fund equity - Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are not in spendable form. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws and regulations of other governments. The Township Board retains the authority to assign fund balance. Unassigned fund balance is the residual classification for the General Fund. When the Township incurs an expenditure for purposes for which various fund balance classifications can be used, it is the Township’s policy to use restricted fund balance first, followed by assigned fund balance, and, finally, unassigned fund balance.

Property tax revenue recognition - Property taxes are levied each December 1 (lien date) on the taxable valuation of property as of the preceding December 31. Property taxes are considered delinquent on March 1 of the following year, at which time interest and penalties are assessed. It is the Township’s policy to recognize revenue from the tax levy in the current year when the proceeds are budgeted and made available for the financing of operations.

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Accordingly, actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary information - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general and special revenue funds. The budget document presents information by fund, function, activity, and line-item. The legal level of budgetary control adopted by the governing body is the activity level. All annual appropriations lapse at the end of the fiscal year.

Excess of expenditures over appropriations - The following schedule sets forth the reportable budget variances:

<u>Fund</u>	<u>Function</u>	<u>Activity</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance</u>
General	General government	General administration	\$ 133,050	\$ 433,443	\$ 300,393
Fire Operating	Capital outlay	Capital outlay	-	3,645	3,645
Library	Recreation and culture	Library	413,070	419,418	6,348

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 3 - CASH

At March 31, 2025, cash is presented in the accompanying financial statements as follows:

	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Fiduciary activities</u>	<u>Totals</u>
Bank deposits	\$ 7,790,578	\$ 6,881,205	\$ 1,114	\$ 14,672,897

Michigan Compiled Laws, Section 129.91 (Public Act 20 of 1943, as amended) and the Township’s investment policy authorize the Township to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have an office in Michigan. The Township’s deposits are in accordance with statutory authority.

Custodial credit risk is the risk that, in the event of the failure of a financial institution, the Township will not be able to recover its deposits. The Township’s investment policy does not specifically address custodial credit risk for deposits. At March 31, 2025, \$8,831,094 of the Township’s bank balances of \$15,204,323 was exposed to custodial credit risk because it was uninsured and uncollateralized.

NOTE 4 - RECEIVABLES

Receivables as of March 31, 2025, for the Township’s individual major funds were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Property taxes</u>	<u>Inter- governmental</u>	<u>Leases</u>	<u>Special assessments</u>	<u>Totals</u>
Governmental activities:						
General	\$ 89,684	\$ 8,162	\$ 179,989	\$ 124,978	\$ -	\$ 402,813
Road	-	10,815	14,313	-	-	25,128
Fire Operating	-	7,197	-	-	-	7,197
Library	9,686	3,043	22,778	-	-	35,507
Fire Replacement	-	3,593	-	-	-	3,593
Total governmental funds	<u>\$ 99,370</u>	<u>\$ 32,810</u>	<u>\$ 217,080</u>	<u>\$ 124,978</u>	<u>\$ -</u>	<u>\$ 474,238</u>
Noncurrent portion	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 112,915</u>	<u>\$ -</u>	<u>\$ 112,915</u>
Business-type activities:						
Sewer	\$ 148,257	\$ -	\$ 603	\$ -	\$ 12,833	\$ 161,693
Water	84,252	-	891	-	658	85,801
Total proprietary funds	<u>\$ 232,509</u>	<u>\$ -</u>	<u>\$ 1,494</u>	<u>\$ -</u>	<u>\$ 13,491</u>	<u>\$ 247,494</u>
Noncurrent portion	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,656</u>	<u>\$ 2,656</u>

All receivables are considered fully collectible.

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2025, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 1,146,916	\$ -	\$ -	\$ 1,146,916
Construction in progress	<u>700,864</u>	<u>3,030,327</u>	<u>(250,038)</u>	<u>3,481,153</u>
Total capital assets not being depreciated	<u>1,847,780</u>	<u>3,030,327</u>	<u>(250,038)</u>	<u>4,628,069</u>
Capital assets being depreciated:				
Buildings and improvements	4,269,618	12,941	-	4,282,559
Pathways	3,669,567	219,388	-	3,888,955
Furniture and equipment	1,107,944	40,545	-	1,148,489
Library books	473,670	46,928	-	520,598
Vehicles	<u>3,408,459</u>	<u>74,669</u>	<u>(34,708)</u>	<u>3,448,420</u>
Subtotal	<u>12,929,258</u>	<u>394,471</u>	<u>(34,708)</u>	<u>13,289,021</u>
Less accumulated depreciation for:				
Buildings and improvements	(1,327,511)	(89,645)	-	(1,417,156)
Pathways	(1,106,993)	(108,175)	-	(1,215,168)
Furniture and equipment	(726,985)	(75,296)	-	(802,281)
Library books	(355,959)	(25,748)	-	(381,707)
Vehicles	<u>(1,239,057)</u>	<u>(167,049)</u>	<u>19,090</u>	<u>(1,387,016)</u>
Subtotal	<u>(4,756,505)</u>	<u>(465,913)</u>	<u>19,090</u>	<u>(5,203,328)</u>
Total capital assets being depreciated, net	<u>8,172,753</u>	<u>(71,442)</u>	<u>(15,618)</u>	<u>8,085,693</u>
Governmental activities capital assets, net	<u>\$ 10,020,533</u>	<u>\$ 2,958,885</u>	<u>\$ (265,656)</u>	<u>\$ 12,713,762</u>

Depreciation expense was charged to the Township's governmental activities functions as follows:

Governmental activities:	
General government	\$ 17,919
Public safety	282,946
Recreation and culture	<u>165,048</u>
Total governmental activities	<u>\$ 465,913</u>

NOTE 5 - CAPITAL ASSETS (Continued)

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Business-type activities:				
Capital assets being depreciated:				
Sewer system	\$ 31,918,354	\$ 94,785	\$ -	\$ 32,013,139
Water system	22,480,010	383,503	-	22,863,513
Buildings and improvements	<u>17,191</u>	<u>-</u>	<u>-</u>	<u>17,191</u>
Subtotal	<u>54,415,555</u>	<u>478,288</u>	<u>-</u>	<u>54,893,843</u>
Less accumulated depreciation for:				
Sewer system	(8,212,336)	(640,263)	-	(8,852,599)
Water system	(6,345,480)	(483,879)	-	(6,829,359)
Buildings and improvements	<u>(15,672)</u>	<u>(276)</u>	<u>-</u>	<u>(15,948)</u>
Subtotal	<u>(14,573,488)</u>	<u>(1,124,418)</u>	<u>-</u>	<u>(15,697,906)</u>
Total capital assets being depreciated, net	<u>39,842,067</u>	<u>(646,130)</u>	<u>-</u>	<u>39,195,937</u>
Business-type activities capital assets, net	<u>\$ 39,842,067</u>	<u>\$ (646,130)</u>	<u>\$ -</u>	<u>\$ 39,195,937</u>

NOTE 6 - PAYABLES

Payables as of March 31, 2025, for the Township's individual major funds were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Payroll</u>	<u>Inter- governmental</u>	<u>Interest</u>	<u>Totals</u>
Governmental:					
General	\$ 388,901	\$ 10,182	\$ -	\$ -	\$ 399,083
Fire Operating	9,515	12,981	1,171	-	23,667
Library	15,510	7,634	-	-	23,144
Parks	<u>7,986</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,986</u>
Total governmental funds	<u>\$ 421,912</u>	<u>\$ 30,797</u>	<u>\$ 1,171</u>	<u>\$ -</u>	<u>\$ 453,880</u>
Business-type activities:					
Sewer	\$ 13,598	\$ 102	\$ 48,342	\$ 49,493	\$ 111,535
Water	<u>21,666</u>	<u>102</u>	<u>22,479</u>	<u>5,805</u>	<u>50,052</u>
Total proprietary funds	<u>\$ 35,264</u>	<u>\$ 204</u>	<u>\$ 70,821</u>	<u>\$ 55,298</u>	<u>\$ 161,587</u>

NOTE 7 - LONG-TERM DEBT

Long-term debt at March 31, 2025, is comprised of the following individual issues:

Governmental activities:

Note and bond payable:

\$1,250,000 2021 installment purchase agreement - due in annual installments of \$240,000 to \$260,000, plus interest at 1.70%; final payment due November 2026	\$ 515,000
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\$3,000,000 2021 Capital improvements bonds - due in annual installments of \$575,000 to \$625,000, plus interest at 1.70%; final payment due November 2026	<u>1,250,000</u>
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Total governmental activities	<u>\$ 1,765,000</u>
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Business-type activities:

Contracts payable:

\$2,026,638 2010 Sewer System contract - due in annual installments of \$45,803 to \$127,065, plus interest at 2.25% to 5.00%; final payment due May 2040	\$ 1,490,795
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\$1,375,687 2015 Water System contract - due in annual installments of \$49,952 to \$132,239, plus interest at 3.00% to 5.00%; final payment due August 2032	925,673
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\$3,650,000 2016 Sewer System refunding contract - due in annual installments of \$160,000 to \$215,000 plus interest at 2.00% to 4.00%; final payment due June 2035	2,310,000
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Unamortized premium - 2016 Sewer contract	<u>39,368</u>
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Total business-type activities	<u>\$ 4,765,836</u>
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The business-type activities debt issues are all secured by specific revenue streams. All other debt is secured by the full faith and credit of the Township. All outstanding debt of the Township is direct borrowing or direct placement debt.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 7 - LONG-TERM DEBT (Continued)

Long-term debt activity for the year ended March 31, 2025, was as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending balance</u>	<u>Amounts due within one year</u>
Governmental activities:					
2021 Note payable - fire truck	\$ 765,000	\$ -	\$ (250,000)	\$ 515,000	\$ 255,000
2021 Bonds payable - parks	<u>1,850,000</u>	<u>-</u>	<u>(600,000)</u>	<u>1,250,000</u>	<u>625,000</u>
	<u>\$ 2,615,000</u>	<u>\$ -</u>	<u>\$ (850,000)</u>	<u>\$ 1,765,000</u>	<u>\$ 880,000</u>
Business-type activity:					
2016 Contract payable	\$ 2,485,000	\$ -	\$ (175,000)	\$ 2,310,000	\$ 215,000
2010 Contract payable	1,555,313	-	(64,518)	1,490,795	66,980
2013 Contract payable	185,000	-	(185,000)	-	-
2015 Contract payable	<u>1,022,455</u>	<u>-</u>	<u>(96,782)</u>	<u>925,673</u>	<u>101,465</u>
Total contracts and bonds	5,247,768	-	(521,300)	4,726,468	383,445
Premium - 2016 Contract payable	<u>46,914</u>	<u>-</u>	<u>(7,546)</u>	<u>39,368</u>	<u>-</u>
Totals	<u>\$ 5,294,682</u>	<u>\$ -</u>	<u>\$ (528,846)</u>	<u>\$ 4,765,836</u>	<u>\$ 383,445</u>

At March 31, 2025, debt service requirements are as follows:

<u>Year ended</u> <u>March 31:</u>	<u>Governmental activities</u>		<u>Business-type activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 880,000	\$ 30,005	\$ 383,445	\$ 162,958
2027	885,000	15,045	391,529	149,276
2028	-	-	397,114	138,079
2029	-	-	398,414	126,342
2030	-	-	404,937	114,048
2031 - 2035	-	-	1,862,936	348,151
2036 - 2040	-	-	761,033	96,886
2041	<u>-</u>	<u>-</u>	<u>127,060</u>	<u>2,780</u>
Totals	<u>\$ 1,765,000</u>	<u>\$ 45,050</u>	<u>\$ 4,726,468</u>	<u>\$ 1,138,520</u>

NOTE 8 - BENEFICIAL INTEREST IN ASSETS HELD BY FOUNDATION

The amount presented as Beneficial interest in assets held by Foundation represents monies placed with EveryLibrary Institute (the Foundation) by the Township’s Patmos Library, specifying itself as the beneficiary.

The Foundation maintains variance power and legal ownership of such funds and, as such, continues to report the funds as assets of the Foundation, with a corresponding liability, agency endowment fund. The Township reports this asset at the present value of future payments expected to be received.

	<u>Beginning balance</u>	<u>Contributions</u>	<u>Distributions</u>	<u>Ending balance</u>
Beneficial interest in assets held by foundation	\$ 94,089	\$ -	\$ (88,670)	\$ 5,419

NOTE 9 - TAX REVENUE

The 2024 taxable valuation of the Township approximated \$629,597,000, on which ad valorem taxes levied consisted of 1.0005 mills for operating purposes, 1.4512 mills for roads, .9675 mills for fire operations, 0.4804 mills for fire equipment, and 0.4083 mills for library operations, raising approximately \$630,000 for operating purposes, \$914,000 for roads, \$609,000 for fire operations, \$302,000 for fire equipment, and \$257,000 for library operations. These amounts are recognized in the fund financial statements as property tax revenue.

NOTE 10 - TAX ABATEMENTS

The Township enters into property tax abatement agreements with local businesses for the purpose of attracting or retaining businesses within the Township. Each agreement was negotiated under a state law, which allows local units to abate property taxes for a variety of economic development purposes. The abatements may be granted to local businesses located within the Township or promising to relocate within the Township. Depending on the statute referenced for a particular abatement, the Township may grant abatements of up to 70% of annual property taxes through a direct reduction of the entity's property tax bill, not to exceed twelve years. Depending on the terms of the agreement and state law, abated taxes may be subject to recapture upon default of the entity. The Township has not made any commitments as part of the agreements other than to reduce taxes. The Township is not subject to any tax abatement agreements entered into by other governmental entities.

For the fiscal year ended March 31, 2025, the Township abated property taxes totaling \$66,892 under Public Act 198 of 1974, related to industrial facilities.

NOTE 11 - LEASE RECEIVABLE

The Township has entered into an agreement with a corporation to lease a billboard. The term of this agreement, which started in 2009, is twenty-five years, with an annual payment ranging from \$15,198 to \$18,163.

The Township recognizes a lease receivable and a corresponding deferred inflow, in the amount of \$124,978, related to this agreement. For the year ended March 31, 2025, the Township recognized \$11,410 in lease revenue and \$4,092 in lease interest revenue.

Future payments due to the Township under the lease agreement are as follows for the years ending March 31:

<i>Year ended</i>				
<u>March 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Balance</u>	
2026	\$ 12,063	\$ 3,749	\$ 112,915	
2027	12,741	3,387	100,174	
2028	13,445	3,005	86,729	
2029	14,178	2,602	72,551	
2030	14,939	2,177	57,612	
2031-2034	<u>57,612</u>	<u>6,621</u>	<u>-</u>	
Totals	<u>\$ 124,978</u>	<u>\$ 21,541</u>	<u>\$ -</u>	

NOTE 12 - DEFINED CONTRIBUTION PENSION PLAN

The Township provides pension benefits for its employees through a defined contribution plan. Employees are eligible to participate from the date of employment. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. The Township contributes 6% of each qualified employee's covered compensation to the plan. Plan participants are also required to contribute 6% of covered compensation. The Township's contributions are fully vested immediately. The Township and qualified employees each made contributions of \$12,683 for the fiscal year ended March 31, 2025. The Township is not a trustee of the plan, nor is the Township responsible for investment management of plan assets. Accordingly, plan assets and changes therein are not reported in these financial statements.

NOTE 13 - CONSTRUCTION CODE ACT

A summary of construction code enforcement transactions for the year ended March 31, 2025, is as follows:

Cumulative excess revenues, beginning of year	<u>\$ 74,954</u>
Fiscal year 2025 activity:	
Revenues	367,633
Expenses	<u>355,831</u>
Excess of revenues over expenses	<u>11,802</u>
Cumulative excess revenues, end of year	<u>\$ 86,756</u>

NOTE 14 - RISK MANAGEMENT

The Township is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers’ compensation). The Township has purchased commercial insurance for each of these claims and is neither self-insured, nor participates in a shared-risk pool. Settled claims relating to commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

NOTE 15 - CONSTRUCTION COMMITMENTS

At March 31, 2025, the Township had the following contractual construction commitments:

<u>Project Description</u>	<u>Project authorization</u>	<u>Expended through March 31, 2025</u>	<u>Committed</u>
Park construction	\$ 2,998,050	\$ 2,440,776	\$ 557,274
Playground equipment	565,103	333,873	231,230
Subdivision resurfacing	<u>131,255</u>	<u>-</u>	<u>131,255</u>
Total	<u>\$ 3,694,408</u>	<u>\$ 2,774,649</u>	<u>\$ 919,759</u>

The new park construction and playground equipment projects are being funded by bonds issued in a prior year. The resurfacing project is being funded with available resources of the General Fund.

NOTE 16 - UPCOMING ACCOUNTING PRONOUNCEMENT

The Governmental Accounting Standards Board (GASB) issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. This statement is effective for fiscal years ending June 30, 2026, and after. This statement establishes new accounting and financial reporting requirements, or modifies existing requirements, related to the following: management’s discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statement of revenue, expenses, and changes in fund net position; information about major component units in basic financial statements; and budgetary comparison information.

REQUIRED SUPPLEMENTARY INFORMATION

Jamestown Charter Township

BUDGETARY COMPARISON SCHEDULE - General Fund

Year ended March 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Property taxes:				
Operating levy	\$ 590,000	\$ 645,000	\$ 646,127	\$ 1,127
Other	<u>9,000</u>	<u>9,000</u>	<u>10,006</u>	<u>1,006</u>
Total property taxes	<u>599,000</u>	<u>654,000</u>	<u>656,133</u>	<u>2,133</u>
Special assessments - street lighting	<u>47,500</u>	<u>59,000</u>	<u>59,875</u>	<u>875</u>
Licenses and permits:				
Franchise Fees	70,500	61,500	59,469	(2,031)
Code inspection permits	454,000	380,000	370,860	(9,140)
Other permits	<u>1,650</u>	<u>1,650</u>	<u>1,625</u>	<u>(25)</u>
Total licenses and permits	<u>526,150</u>	<u>443,150</u>	<u>431,954</u>	<u>(11,196)</u>
State grants:				
State shared revenue	1,060,000	1,060,000	1,038,154	(21,846)
Other	<u>16,700</u>	<u>13,200</u>	<u>23,520</u>	<u>10,320</u>
Total state grants	<u>1,076,700</u>	<u>1,073,200</u>	<u>1,061,674</u>	<u>(11,526)</u>
Charges for services:				
Election fees	12,000	24,740	24,735	(5)
Tax collection fees	8,800	11,470	11,469	(1)
Cemetery charges	42,300	51,300	49,176	(2,124)
Other	<u>35,300</u>	<u>35,300</u>	<u>29,685</u>	<u>(5,615)</u>
Total charges for services	<u>98,400</u>	<u>122,810</u>	<u>115,065</u>	<u>(7,745)</u>
Interest and rentals:				
Interest	30,000	30,000	45,857	15,857
Rentals	<u>25,000</u>	<u>25,300</u>	<u>24,851</u>	<u>(449)</u>
Total interest and rentals	<u>55,000</u>	<u>55,300</u>	<u>70,708</u>	<u>15,408</u>
Other:				
Developer reimbursements	140,000	71,070	63,256	(7,814)
Miscellaneous	<u>14,000</u>	<u>15,000</u>	<u>58,456</u>	<u>43,456</u>
Total other	<u>154,000</u>	<u>86,070</u>	<u>121,712</u>	<u>35,642</u>
Total revenues	<u>2,556,750</u>	<u>2,493,530</u>	<u>2,517,121</u>	<u>23,591</u>

BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)

Year ended March 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
General government:				
Legislative	\$ 7,150	\$ 7,150	\$ 7,234	\$ (84)
Supervisor	77,290	69,290	67,416	1,874
Elections	55,170	46,520	43,136	3,384
Assessor	152,200	154,000	148,277	5,723
Clerk	83,660	76,910	73,498	3,412
Board of review	1,530	1,530	897	633
Treasurer	52,180	58,480	57,662	818
Building and grounds	37,600	40,320	27,785	12,535
General administration	136,550	133,050	433,443	(300,393)
Total general government	<u>603,330</u>	<u>587,250</u>	<u>859,348</u>	<u>(272,098)</u>
Public safety:				
Police protection	267,000	268,500	267,606	894
Construction code inspections	432,150	357,150	331,175	25,975
Total public safety	<u>699,150</u>	<u>625,650</u>	<u>598,781</u>	<u>26,869</u>
Public works:				
Cemetery	82,500	83,040	75,889	7,151
Drains	55,000	55,000	52,977	2,023
Street lighting	61,370	73,130	67,126	6,004
Total public works	<u>198,870</u>	<u>211,170</u>	<u>195,992</u>	<u>15,178</u>
Community and economic development:				
Planning	199,250	69,250	43,617	25,633
Zoning	92,170	102,070	101,961	109
Total community and economic development	<u>291,420</u>	<u>171,320</u>	<u>145,578</u>	<u>25,742</u>
Recreation and culture:				
Recreation and parks	24,400	41,500	41,708	(208)
Library	206,450	295,450	280,312	15,138
Total recreation and culture	<u>230,850</u>	<u>336,950</u>	<u>322,020</u>	<u>14,930</u>

BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)

Year ended March 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
EXPENDITURES (Continued)				
Debt service:				
Principal	\$ 600,000	\$ 600,000	\$ 600,000	\$ -
Interest	<u>31,450</u>	<u>31,450</u>	<u>31,450</u>	<u>-</u>
Total debt service	<u>631,450</u>	<u>631,450</u>	<u>631,450</u>	<u>-</u>
Capital outlay	<u>42,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>2,697,070</u>	<u>2,563,790</u>	<u>2,753,169</u>	<u>(189,379)</u>
NET CHANGES IN FUND BALANCES	(140,320)	(70,260)	(236,048)	(165,788)
FUND BALANCES - BEGINNING	<u>2,401,811</u>	<u>2,401,811</u>	<u>2,401,811</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 2,261,491</u>	<u>\$ 2,331,551</u>	<u>\$ 2,165,763</u>	<u>\$ (165,788)</u>

BUDGETARY COMPARISON SCHEDULE - Road Fund

Year ended March 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Property taxes	\$ 852,500	\$ 938,500	\$ 936,662	\$ (1,838)
State grants	-	6,920	21,227	14,307
Interest	<u>11,500</u>	<u>15,000</u>	<u>16,074</u>	<u>1,074</u>
Total revenues	<u>864,000</u>	<u>960,420</u>	<u>973,963</u>	<u>13,543</u>
EXPENDITURES				
Public works	<u>180,600</u>	<u>253,300</u>	<u>171,409</u>	<u>81,891</u>
NET CHANGES IN FUND BALANCES	683,400	707,120	802,554	95,434
FUND BALANCES - BEGINNING	<u>1,997,080</u>	<u>1,997,080</u>	<u>1,997,080</u>	-
FUND BALANCES - ENDING	<u>\$ 2,680,480</u>	<u>\$ 2,704,200</u>	<u>\$ 2,799,634</u>	<u>\$ 95,434</u>

BUDGETARY COMPARISON SCHEDULE - Fire Operating Fund

Year ended March 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Property taxes	\$ 571,500	\$ 625,500	\$ 623,024	\$ (2,476)
State grant	-	950	950	-
Interest	2,400	2,400	1,825	(575)
Other	10,050	18,300	22,837	4,537
Total revenues	<u>583,950</u>	<u>647,150</u>	<u>648,636</u>	<u>1,486</u>
EXPENDITURES				
Public safety - fire protection	629,530	618,210	575,777	42,433
Capital outlay	-	-	3,645	(3,645)
Total expenditures	<u>629,530</u>	<u>618,210</u>	<u>579,422</u>	<u>38,788</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>(45,580)</u>	<u>28,940</u>	<u>69,214</u>	<u>40,274</u>
OTHER FINANCING SOURCES (USES)				
Insurance recoveries	-	-	-	-
Transfer out	-	-	-	-
Net financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGES IN FUND BALANCES				
	(45,580)	28,940	69,214	40,274
FUND BALANCES - BEGINNING				
	<u>493,903</u>	<u>493,903</u>	<u>493,903</u>	<u>-</u>
FUND BALANCES - ENDING				
	<u>\$ 448,323</u>	<u>\$ 522,843</u>	<u>\$ 563,117</u>	<u>\$ 40,274</u>

Jamestown Charter Township

BUDGETARY COMPARISON SCHEDULE - Library Fund

Year ended March 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Property taxes	\$ 238,100	\$ 264,100	\$ 263,519	\$ (581)
State grants	11,000	18,950	19,216	266
Fines and forfeitures	31,500	25,120	24,826	(294)
Interest and rentals	2,000	6,000	5,928	(72)
Other	<u>1,500</u>	<u>13,300</u>	<u>12,872</u>	<u>(428)</u>
Total revenues	<u>284,100</u>	<u>327,470</u>	<u>326,361</u>	<u>(1,109)</u>
EXPENDITURES				
Recreation and culture - Library operations	305,600	413,070	419,418	(6,348)
Capital outlay	<u>30,000</u>	<u>15,730</u>	<u>15,725</u>	<u>5</u>
Total expenditures	<u>335,600</u>	<u>428,800</u>	<u>435,143</u>	<u>(6,343)</u>
NET CHANGES IN FUND BALANCES	(51,500)	(101,330)	(108,782)	(7,452)
FUND BALANCES - BEGINNING	<u>621,262</u>	<u>621,262</u>	<u>621,262</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 569,762</u>	<u>\$ 519,932</u>	<u>\$ 512,480</u>	<u>\$ (7,452)</u>

OTHER INFORMATION

**Jamestown Charter Township
Taxable Value
Fiscal Years Ended March 31, 2021 Through 2025**

<i>Assessed Value as of December 31</i>	<i>Year of State Equalization and Tax Levy</i>	<i>Township's Fiscal Year Ended March 31</i>	<i>Ad Valorem Taxable Value</i>	<i>Equivalent Taxable Value of Property Granted Tax Abatement Under Act 198 (1)</i>	<i>Total Taxable Value</i>	<i>Percent Change Over Prior Year</i>
2019	2020	2021	\$ 430,192,575	\$ 24,861,856	\$ 455,054,431	10.32%
2020	2021	2022	458,627,988	25,081,697	483,709,685	6.30%
2021	2022	2023	509,276,816	25,687,693	534,964,509	10.60%
2022	2023	2024	561,563,944	29,530,222	591,094,166	10.49%
2023	2024	2025	634,253,770	32,041,844	666,295,614	12.72%

Per Capita Total Taxable Value for the Fiscal Year Ending March 31, 2025 (2) \$69,190

- (1) At the full tax rate. See "Tax Abatement."
- (2) Based on the Township's 2020 census population of 9,630

Source: Jamestown Charter Township

**Jamestown Charter Township
Taxable Value by Use and Class
Fiscal Years Ended March 31, 2021 Through 2025**

<i>Use</i>	<i>Fiscal Years Ended March 31</i>				
	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Agriculture	\$ 32,460,396	\$ 34,310,424	\$ 36,789,005	\$ 37,521,827	\$ 40,076,771
Residential	43,467,742	47,795,467	52,476,543	62,288,277	68,721,195
Commercial	47,370,018	46,761,057	47,911,116	50,396,039	53,981,664
Industrial	313,848,275	336,333,837	374,411,445	416,256,423	477,374,886
Utility	<u>17,908,000</u>	<u>18,508,900</u>	<u>23,376,400</u>	<u>24,631,600</u>	<u>26,141,098</u>
	<u>\$ 455,054,431</u>	<u>\$ 483,709,685</u>	<u>\$ 534,964,509</u>	<u>\$ 591,094,166</u>	<u>\$ 666,295,614</u>
<i>Class</i>	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Real Property	\$ 423,027,131	\$ 452,096,385	\$ 499,208,809	\$ 554,249,366	\$ 628,581,216
Personal Property	<u>32,027,300</u>	<u>31,613,300</u>	<u>35,755,700</u>	<u>36,844,800</u>	<u>37,714,398</u>
	<u>\$ 455,054,431</u>	<u>\$ 483,709,685</u>	<u>\$ 534,964,509</u>	<u>\$ 591,094,166</u>	<u>\$ 666,295,614</u>

Source: Jamestown Charter Township

**Jamestown Charter Township
State Equalized Valuation
Fiscal Years Ended March 31, 2021 Through 2025**

<u>Assessed Value as of December 31</u>	<u>Year of State Equalization and Tax Levy</u>	<u>Township's Fiscal Year Ended March 31</u>	<u>Ad Valorem SEV</u>	<u>SEV of Property Granted Tax Abatement Under Act 198 (1)</u>	<u>Total State Equalized Value</u>	<u>Percent Change Over Prior Year</u>
2019	2020	2021	\$ 575,097,178	\$ 28,031,822	\$ 603,129,000	13.84%
2020	2021	2022	622,637,600	28,286,400	650,924,000	7.92%
2021	2022	2023	676,118,900	29,350,100	705,469,000	8.38%
2022	2023	2024	769,140,100	31,477,200	800,617,300	13.49%
2023	2024	2025	914,190,100	33,695,800	947,885,900	18.39%

Per Capita Total SEV for the Fiscal Year Ending March 31, 2025 (2) \$98,431

(1) See "Tax Abatement."

(2) Based on the Township's 2020 census population of 9,630

Source: Charter Township of Jamestown

**Jamestown Charter Township
Total SEV by Use and Class
Fiscal Years Ended March 31, 2021 Through 2025**

<u>Use</u>	<u>Fiscal Years Ended March 31</u>				
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Agriculture	\$ 86,340,600	\$ 91,845,200	\$ 91,902,500	\$ 102,377,700	\$ 121,311,400
Residential	47,106,400	51,338,700	56,229,800	71,533,600	82,471,500
Commercial	53,190,100	57,622,500	59,797,300	59,117,500	63,044,600
Industrial	398,583,900	431,608,700	475,235,500	542,956,900	654,217,400
Utility	<u>17,908,000</u>	<u>18,508,900</u>	<u>22,303,900</u>	<u>24,631,600</u>	<u>26,841,000</u>
	<u>\$ 603,129,000</u>	<u>\$ 650,924,000</u>	<u>\$ 705,469,000</u>	<u>\$ 800,617,300</u>	<u>\$ 947,885,900</u>
<u>Class</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Real Property	\$ 571,101,700	\$ 619,310,700	\$ 670,784,300	\$ 763,772,500	\$ 909,471,600
Personal Property	<u>32,027,300</u>	<u>31,613,300</u>	<u>34,684,700</u>	<u>36,844,800</u>	<u>38,414,300</u>
	<u>\$ 603,129,000</u>	<u>\$ 650,924,000</u>	<u>\$ 705,469,000</u>	<u>\$ 800,617,300</u>	<u>\$ 947,885,900</u>

Source: Jamestown Charter Township

(UNAUDITED)

**Jamestown Charter Township
Tax Abatement**

The Township's taxable value does not include the value of certain facilities, which have temporarily been removed from the Ad Valorem Tax Roll pursuant to Act 198. The Act was designed to provide a stimulus in the form of significant tax incentives to industrial enterprises to renovate and expand aging facilities ("Rehab Properties") and to build new facilities ("New Properties"). Except as indicated below, under the provisions of the Act, a local governmental unit (i.e., a city, village, or township) may establish plant rehabilitation districts and industrial development districts and offer industrial firms certain property tax incentives or abatements to encourage restoration or replacement of obsolete facilities and to attract new facilities to the area.

An industrial facilities exemption certificate granted under the Act entitles an eligible facility to exemption from Ad Valorem taxes for a period of up to 12 years. In lieu of Ad Valorem taxes, the eligible facility will pay an industrial facilities tax (the "IFT Tax"). For properties granted tax abatement under the Act, there exists a separate tax roll referred to as the industrial facilities tax roll (the "IFT Tax Roll"). The IFT Tax for an obsolete facility, which is being restored or replaced, is determined in exactly the same manner as the Ad Valorem Tax; the important difference being that the value of the property remains at the taxable value level prior to the improvements, even though the restoration or replacement substantially increases the value of the facility. For a new facility, the IFT Tax is also determined the same as the Ad Valorem Tax, but instead of using the total mills levied as Ad Valorem Taxes, a lower millage rate is applied. For abatements granted prior to 1994, this millage rate equals $\frac{1}{2}$ of all tax rates levied by other than the state and local school district for operating purposes, plus $\frac{1}{2}$ of the 1993 rate levied by the local school district for operating purposes. For abatements granted after 1994, this millage rate equals $\frac{1}{2}$ of all tax rates levied by other than the state, plus none, $\frac{1}{2}$, or the entire state tax rate (as determined by the state treasurer).

The Township has established goals, objectives, and procedures to provide the opportunity for industrial development and expansion. Since 2000, the Township has approved several applications for local property tax relief for industrial firms. Most abatements have been for new industrial facilities. The SEV of properties, which have been granted tax abatement under Act 198, removed from the Ad Valorem Tax Roll and placed on the IFT Tax Roll, totaled \$32,041,844 for the fiscal year ending March 31, 2025. The IFT taxes paid on these properties is equivalent to Ad Valorem Taxes paid on \$16,020,922 of taxable value at the full tax rate (the "Equivalent Taxable Value"). Upon expiration of the industrial facilities exemption certificates, the current equalized valuation of the abated properties will return to the Ad Valorem Tax Roll as taxable value.

**Jamestown Charter Township
Maximum Property Tax Rates
Fiscal Year Ended March 31, 2025**

<u>Millage Classification</u>	<u>Millage Authorized</u>	<u>Applicable Millage Reduction Fraction (1)</u>	<u>Maximum Allowable Millage</u>
Operating	1.0510	1.0000	1.0005
Voted - Fire Operating	0.9759	1.0000	0.9675
Voted - Fire Equipment	0.5000	1.0000	0.4804
Voted - Library Operating	0.4119	1.0000	0.4083
Voted - Roads	1.4638	1.0000	1.4512

(1) Cumulative.

Source: Jamestown Charter Township

**Jamestown Charter Township
Property Tax Rates
Fiscal Years Ended March 31, 2021 Through 2025**

<u>Levy Date December 1</u>	<u>Fiscal Year Ended March 31</u>	<u>Allocated Operating</u>	<u>Voted</u>				<u>Totals</u>
			<u>Fire Operating</u>	<u>Fire Equipment</u>	<u>Library Operating</u>	<u>Roads</u>	
2020	2021	1.0413	0.9455	0.5000	0.5440	1.4861	4.5169
2021	2022	1.0256	0.9759	0.4925	0.4186	1.4638	4.3764
2022	2023	1.0092	0.9603	0.4846	0.4119	1.4405	4.3065
2023	2024	1.0092	0.9759	0.4846	0.4119	1.4638	4.3454
2024	2025	1.0005	0.9675	0.4804	0.4083	1.4512	4.3079

Source: Jamestown Charter Township

**Jamestown Charter Township
Property Tax Collections
Fiscal Years Ended March 31, 2021 Through 2025**

<u>Levy December 1</u>	<u>Fiscal Year Ended March 31</u>	<u>Tax Levy (1)</u>	<u>Collections to March 1 Following Levy</u>	<u>Percent Collected</u>
2020	2021	\$ 1,968,980	\$ 1,933,299	98.19%
2021	2022	2,007,140	1,974,110	98.35%
2022	2023	2,230,327	2,204,671	98.85%
2023	2024	2,499,342	2,471,834	98.90%
2024	2025	2,712,241	2,680,137	98.82%

(1) Township taxes only. Includes taxes on properties granted tax abatement under Act 198. See "Tax Abatement."

Source: Jamestown Charter Township

**Jamestown Charter Township
Ten Largest Taxpayers
Fiscal Year Ended March 31, 2025**

<i>Taxpayer</i>	<i>Principal Product or Service</i>	<i>Taxable Value</i>	<i>Percent of Total (1)</i>
Koetje Properties LLC - Jamestown	Construction	\$ 16,005,387	2.40%
Royal Technologies Corporation	Plastics manufacturing	13,453,384	2.02%
DTE Gas Company	Gas utility	11,401,000	1.71%
Consumers Energy Company	Electric utility	11,003,096	1.65%
Kent Quality Foods, Inc	Retail	8,139,517	1.22%
Trilogy Real Estate	Apartments	5,848,375	0.88%
Royal Land Company LLC	Plastics manufacturing	5,509,103	0.83%
Meijer, Inc.	Retail	4,220,671	0.63%
Sunrise acres	Egg production	3,941,706	0.59%
Espec North America, Inc	Manufacturing	<u>3,741,533</u>	<u>0.56%</u>
		<u>\$ 83,263,772</u>	<u>12.50%</u>

(1) Based on \$666,295,614, which is the Township's total Taxable Value for its fiscal year ended March 31, 2025. Includes the equivalent taxable value of property granted tax abatement under Act 198. See "Tax Abatement."

Source: Charter Township of Jamestown

**Jamestown Charter Township
Revenues from the State of Michigan
Fiscal Years Ended March 31, 2021 Through 2025**

	<i>Fiscal Years Ended March 31,</i>				
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
State shared revenue	<u>\$ 626,904</u>	<u>\$ 1,141,670</u>	<u>\$ 1,058,666</u>	<u>\$ 1,048,717</u>	<u>\$ 1,038,154</u>

Source: Jamestown Charter Township

**Jamestown Charter Township
Legal Debt Margin
As of March 31, 2025**

Debt Limit (1)	\$ 94,788,590
Debt Outstanding	\$ 6,491,468
Less: Exempt Debt	<u>4,726,468</u>
	<u>1,765,000</u>
Legal Debt Margin	<u>\$ 93,023,590</u>

(1) 10% of \$947,885,900 which is the Township's total SEV for the fiscal year ended March 31, 2025. Includes the SEV of property granted tax abatement under Act 198. See "Tax Abatement."

Source: Jamestown Charter Township

(UNAUDITED)

**Jamestown Charter Township
Debt Statement
As of March 31, 2025**

The following schedules reflect a breakdown of the Township's direct and overlapping debt as of March 31, 2025.

To the extent necessary, the Township may levy taxes on all taxable property within its boundaries, without limitation, as to rate or amount to pay the principal of and interest due on the bonds in the following schedule, which are designated as "UT." However, the Township's ability to levy tax to pay the debt service on the bonds, which is designated as "LT," is subject to applicable charter, statutory, and constitutional limitations.

<i>Township Direct Debt</i>	<i>Gross</i>	<i>Self-Supporting</i>	<i>Net</i>
Contracts payable to Ottawa County:			
Dated 2010 (Limited Tax)	\$ 1,490,795	\$ 1,490,795	\$ -
Dated 2015 (Limited Tax)	925,673	925,673	-
Dated 2016 (Limited Tax)	2,310,000	2,310,000	-
Subtotal	4,726,468	4,726,468	-
Installment purchase agreement - fire truck:			
Dated September 22, 2021 (Limited Tax)	515,000	-	515,000
Capital Improvements bonds:			
Dated September 22, 2021 (Limited Tax)	1,250,000	-	1,250,000
Totals	\$ 6,491,468	\$ 4,726,468	\$ 1,765,000
Per Capita Net Township Direct Debt (1)	\$183		
Percent of Net Direct Debt to Total SEV (2)	0.22%		
		<i>Township Share As Percent of Gross</i>	
<i>Overlapping Debt (3)</i>	<i>Gross</i>	<i>of Gross</i>	<i>Net</i>
Grandville Public Schools	\$ 121,895,000	1.10%	\$ 1,340,845
Hudsonville Public Schools	235,196,674	23.21%	54,589,148
Ottawa County	43,895,000	3.45%	1,514,378
Ottawa Intermediate School District	23,755,000	2.91%	691,271
Grand Rapids Community College	18,675,000	0.07%	13,073
Total overlapping debt	\$ 443,416,674		\$ 58,148,714
Total Township Direct and overlapping debt	\$ 449,908,142		\$ 59,913,714
Per Capita Net Overlapping Debt (1)	\$6,038		
Percent of Net Overlapping Debt to Total SEV (2)	7.26%		
Per Capita Net Direct and Overlapping Debt (1)	\$6,222		
Percent of Net Direct and Overlapping Debt to Total SEV (2)	7.48%		

(UNAUDITED)

- (1) Based on the Township's 2020 census population of 9,630
- (2) Based on \$947,885,900 which is the Township's total SEV for the fiscal year ended March 31, 2025. Includes the SEV of property granted tax abatement under Act 198. See "Tax Abatement."
- (3) Overlapping debt is the portion of another taxing unit's debt for which property taxpayers of the Township are liable, in addition to debt issued by the Township. The schedule reflects overlapping debt as of March 31, 2025.

Source: Jamestown Charter Township