

**AUGUSTA CHARTER TOWNSHIP,
MICHIGAN**

FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION

Year ended March 31, 2016

AUGUSTA CHARTER TOWNSHIP, MICHIGAN

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INDEPENDENT AUDITOR'S REPORT

Township Board
Augusta Charter Township, Michigan
8021 Talladay Rd
Whitaker, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activity, each major fund, and the aggregate remaining fund information of Augusta Charter Township, Michigan, (the "Township") as of and for the year ended March 31, 2016, 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. 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 activity, each major fund, and the aggregate remaining fund information of the Township as of March 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended March 31, 2016 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 and budgetary comparison information on pages 4-10 and 34-35 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 accompanying combining nonmajor fund financial statements and fiduciary funds statement of assets and liabilities are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Township Board
Augusta Charter Township, Michigan
Page Three

The other supplemental information, as identified in the table of contents, is the responsibility of management and were derived from and relates 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 other supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

As described in Note 10, the Township recorded a prior period adjustment during 2015 to correct deferred revenue recorded in the proprietary fund by \$827,465.

UHY LLP

Farmington Hills, Michigan
December 11, 2017

AUGUSTA CHARTER TOWNSHIP, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

MARCH 31, 2016

As management of the Augusta Charter Township (Township), 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 March 31, 2016.

Financial Highlights

- The Township experienced an increase in taxable value of 2.9% from the previous year. The Township is expecting stable taxable value in the 2017 tax year with no anticipated decline and minimal growth.
- State shared revenues decreased by 2.4% for the year ending March 31, 2016.
- Overall new zoning and planning applications decreased by (10) to a total for the year of (45) or an 18% decrease over 2015.
- Applications for new single family homes increased from (19) in the prior year to (40) in the year ending March 31, 2016.
- Single family home applications were (40), (19), (15), (5), (4), and (2) for the years ending March 31, 2016, 2015, 2014, 2013, 2012, and 2011 respectively.

Governmental Activities

- Property taxes, state shared revenues and service fees finance most of the Township's basic services, such as fire, public works, community development, and general administration.
- The Township continues to lease a building on a temporary basis for the purpose of storing fire, utility, and elections equipment and on an operational basis for fire. The costs are born primarily by Fire and Utility departments, however, the General Fund pays a small component on behalf of the elections department.

Business-type Activities:

- The Township's business-type Utility Fund supplies water distribution and provides sewage treatment to residents through Ypsilanti Community Utility Authority (YCUA).

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.

**AUGUSTA CHARTER TOWNSHIP, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2016**

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 year ended March 31, 2016. 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 flow in future fiscal periods (e.g. uncollected taxes and 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, highways and streets, sanitation, public works, and culture and recreation. The business-type activities of the Township include water and sewer utility systems.

The government-wide financial statements can be found on pages 11-12 of this report.

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 year ended March 31, 2016. Such information may be useful in evaluating a government's near-term financing requirements.

The Township maintains four individual governmental funds; General Fund, Fire Fund, Capital Projects Fund and Environmental Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Fire Fund.

**AUGUSTA CHARTER TOWNSHIP, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2016**

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenue, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The basic governmental fund financial statements can be found on pages 13 and 15 of this report.

Proprietary funds. The Township maintains an Enterprise fund, a type of proprietary fund, used to report functions presented as business-type activities in the government-wide financial statements. The Township uses an enterprise fund to account for its Utility Fund. 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 Utility Fund, which is considered to be a major fund of the Township.

The proprietary fund financial statements can be found on pages 17 -19 of this report.

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 statement because the resources of those funds are not available to support the Township's own program. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 20 of this report.

Notes to the financial statements. The notes provide additional information that is essential to the full understanding of the data provided in the governmental-wide and fund financial statements. The notes to the financial statements can be found on pages 21 -33 of this report.

The Township adopts an annual appropriated budget for all governmental funds. A budgetary comparison statement has been provided for all major governmental funds to demonstrate compliance with the budget.

**AUGUSTA CHARTER TOWNSHIP, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2016**

Government-wide Financial Analysis

Augusta Charter Township's Net Position

As noted earlier, net position may serve over times as a useful indication of a government's financial position. In the case of the Township, assets exceeded liabilities by the close of the year end March 31, 2016.

By far the largest portion of the Township's net position (58%) reflects its investment in the capital assets (e.g., land, buildings, equipment, and infrastructure), less any related debt used to acquire those assets that are still outstanding. The Township used these capital assets to provided 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.

Property taxes and stated state shared revenues finance most of the Township's basic services, such as fire, public works, community development, and general administration.

The Township's business-type activity, the Utility Fund, which supplies water distribution and provides sewage treatment, is provided to the residents by the YCUA. The Township passes water and sewer rate increases received from YCUA along to its residents.

	Governmental Activities	Business-Type Activities	2016	2015
Assets				
Current and other assets	\$ 1,441,442	\$ 2,061,732	\$ 3,503,174	\$ 3,388,379
Capital assets	368,108	4,238,543	4,606,651	5,639,527
Total assets	<u>1,809,550</u>	<u>6,300,275</u>	<u>8,109,825</u>	<u>9,027,906</u>
Liabilities				
Current liabilities	28,535	68,088	96,623	213,592
Long term liabilities outstanding	126,368	-	126,368	1,555,857
Total liabilities	<u>154,903</u>	<u>68,088</u>	<u>222,991</u>	<u>1,769,449</u>
Net Position				
Invested in capital assets, net of related debt	368,108	4,238,543	4,606,651	4,748,873
Restricted	546,200	-	546,200	487,300
Unrestricted	740,339	1,993,644	2,733,983	2,022,284
Total net position	<u>\$ 1,654,647</u>	<u>\$ 6,232,187</u>	<u>\$ 7,886,834</u>	<u>\$ 7,258,457</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2016

An additional portion of the Township's net position (6.9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position \$2,733,983 is used to meet the government's ongoing obligation 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 for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

	Governmental Activities	Business-Type Activities	2016	2015
Program revenue				
Charges for services				
Utility	\$ -	\$ 1,464,548	\$ 1,464,548	\$ 1,179,546
General revenue				
Property taxes	530,587	-	530,587	513,548
Special assessment	-	33,873	33,873	88,961
Investment earnings	899	467	1,366	1,103
State revenue sharing	507,390	-	507,390	519,882
Franchise fees	53,968	-	53,968	45,967
Other	112,116	-	112,116	440,018
Total general revenue	<u>1,204,960</u>	<u>34,340</u>	<u>1,239,300</u>	<u>1,609,479</u>
Total revenue	<u>1,204,960</u>	<u>1,498,888</u>	<u>2,703,848</u>	<u>2,789,025</u>
Expenses				
General government	701,533	-	701,533	513,436
Public safety	382,381	-	382,381	430,474
Public works	182,254	-	182,254	214,120
Community and economic development	17,561	-	17,561	21,857
Utility	-	1,619,207	1,619,207	1,854,064
Total expenses	<u>1,283,729</u>	<u>1,619,207</u>	<u>2,902,936</u>	<u>3,033,951</u>
Change in net position	(78,769)	(120,319)	(199,088)	(244,926)
Net position, beginning of year	1,733,416	5,525,041	7,258,457	7,503,383
Prior period adjustment	-	827,465	827,465	-
Net position, beginning of year, restated	<u>1,733,416</u>	<u>6,352,506</u>	<u>8,085,922</u>	<u>7,503,383</u>
Net position, end of year	<u>\$ 1,654,647</u>	<u>\$ 6,232,187</u>	<u>\$ 7,886,834</u>	<u>\$ 7,258,457</u>

**AUGUSTA CHARTER TOWNSHIP, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2016**

Financial Analysis of the Government's Funds

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

As of the year ended March 31, 2016, the Township's governmental funds reported combined ending fund balances of \$1,374,416. Special Revenue and Capital Projects Fund have \$550,670 available for their special uses. The General Fund is the chief operating fund of the Township. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$821,829. The General Fund overhead expenses collected from other funds is reported as revenue rather than netted against operating expenses.

The fund balance of the Township's General Fund decreased by \$77,621 during the year ending March 31, 2016.

Proprietary Fund – The Township's proprietary fund provides the same type of information found in the government-wide financial statements but in more detail.

The unrestricted net position of the Utility Fund at the end of the year amounted to \$1,993,644 shown on page 11 & 17, which was a decrease in net position for the fund of \$120,319 as shown on page 18 of this report.

The beginning net position of the Utility Fund was increased by \$827,465. The increase was a result of two separate adjustments in the amounts of \$64,896 and \$762,569.

The \$64,896 increase resulted from the removal of \$741,360 in debt and \$676,464 capital assets (net) from an incorrect accounting treatment of a 2004 wastewater treatment contract between the Township and Ypsilanti Community Utilities Authority (YCUA). The original treatment viewed the Township as having purchased flow rights when it was simply a commitment to pay user fees that included a portion of debt.

The \$762,569 increase resulted from prior years' improper recording of deferred revenue for special assessments.

General Fund Budgetary Highlights

Capital Assets. The Township's investment in capital assets for its governmental and business-type activities as of March 31, 2016, amounts to \$4,606,651 (net of accumulated depreciation). This investment in capital assets includes land, buildings, and utility system machinery and equipment.

Long-Term debt. At the year end March 31, 2016, the Township had total contract debt outstanding of \$126,368. This amount comprises debt backed by full faith and credit of the government

**AUGUSTA CHARTER TOWNSHIP, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2016**

Economic Factors and Next Year's Budgets and Rates

- The Township experienced an increase in overall property values due to Michigan's overall economy.

Requests for Information

This financial report is designed to provide a general overview of the 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 the Augusta Charter Township Supervisor, 8021 Talladay Road, P.O. Box 100, Whittaker, MI 48190.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
STATEMENT OF NET POSITION
March 31, 2016

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Cash and cash equivalents	\$ 981,757	\$ 964,575	\$ 1,946,332
Accounts receivable	79,240	320,900	400,140
Special assessment receivables	-	700,998	700,998
Interfunds	(35,136)	35,136	-
Due from other governmental units	40,758	21,696	62,454
Due from fiduciary fund	368,436	18,427	386,863
Prepaid expenses	6,387	-	6,387
Capital assets:			
Capital assets not being depreciated	35,004	-	35,004
Capital assets being depreciated (net)	333,104	4,238,543	4,571,647
Total assets	<u>1,809,550</u>	<u>6,300,275</u>	<u>8,109,825</u>
LIABILITIES			
Accounts payable	18,885	65,537	84,422
Salaries payable	7,577	-	7,577
Accrued interest	2,066	-	2,066
Due to other governmental units	-	2,551	2,551
Due to fiduciary fund	7	-	7
Noncurrent liabilities:			
Due within one year - long-term debt	23,674	-	23,674
Due in more than one year - long-term debt	102,694	-	102,694
Total liabilities	<u>154,903</u>	<u>68,088</u>	<u>222,991</u>
NET POSITION			
Invested in capital assets	368,108	4,238,543	4,606,651
Restricted:			
Fire department	277,050	-	277,050
Environmental protection	269,150	-	269,150
Unrestricted	740,339	1,993,644	2,733,983
Total net position	<u>\$ 1,654,647</u>	<u>\$ 6,232,187</u>	<u>\$ 7,886,834</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
BALANCE SHEET
GOVERNMENTAL FUNDS
March 31, 2016

	<u>General</u>	<u>Fire Fund</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 325,249	\$ 359,413	\$ 297,095	\$ 981,757
Accounts receivable	78,090	1,150	-	79,240
Due from other governmental units	15,278	25,480	-	40,758
Due from other funds	193,578	-	10,265	203,843
Due from fiduciary fund	277,048	91,388	-	368,436
Prepaid expenditures	1,917	4,470	-	6,387
	<u>\$ 891,160</u>	<u>\$ 481,901</u>	<u>\$ 307,360</u>	<u>\$ 1,680,421</u>
LIABILITIES				
Accounts payable	\$ 14,976	\$ 3,909	\$ -	\$ 18,885
Salaries payable	3,318	4,259	-	7,577
Due to other funds	50	203,793	-	203,843
Due to utility fund	35,136	-	-	35,136
Due to fiduciary fund	7	-	-	7
	<u>53,487</u>	<u>211,961</u>	<u>-</u>	<u>265,448</u>
Deferred inflows of resources				
Unavailable revenue - Property tax	13,927	26,630	-	40,557
FUND BALANCES				
Nonspendable	1,917	4,470	-	6,387
Restricted:				
Fire department	-	238,840	38,210	277,050
Environmental protection			269,150	269,150
Unassigned	821,829	-	-	821,829
	<u>823,746</u>	<u>243,310</u>	<u>307,360</u>	<u>1,374,416</u>
Total fund balances	<u>823,746</u>	<u>243,310</u>	<u>307,360</u>	<u>1,374,416</u>
Total liabilities and fund balances	<u>\$ 891,160</u>	<u>\$ 481,901</u>	<u>\$ 307,360</u>	<u>\$ 1,680,421</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
March 31, 2016

FUND BALANCE REPORTED IN GOVERNMENTAL FUNDS	\$ 1,374,416
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and are not reported in the funds.	
Capital assets not being depreciated	35,004
Capital assets being depreciated (net)	333,104
Property tax receivable that are collected after year end, such that they are not available to pay bills outstanding as of year end, are not reorganized in the funds	40,557
Accrued interest is not due and payable in the current period and is not reported in the funds	(2,066)
Debt obligations are not due and payable in the current period and are not reported in the funds. These liabilities include:	
Capital lease payable	<u>(126,368)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 1,654,647</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended March 31, 2016

	General	Fire Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
REVENUE				
Property taxes	\$ 158,505	\$ 386,975	\$ -	\$ 545,480
State shared revenue	507,390	-	-	507,390
Franchise fees	53,968	-	-	53,968
Investment earnings	-	462	437	899
Other	107,073	4,992	51	112,116
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue	826,936	392,429	488	1,219,853
EXPENDITURES				
General government	697,517	-	-	697,517
Public safety	-	297,775	-	297,775
Public works	182,254	-	-	182,254
Community and economic development	17,561	-	-	17,561
Debt service				
Principal	-	22,925	-	22,925
Interest on long-term debt	-	4,882	-	4,882
Capital outlay	7,225	3,965	-	11,190
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	904,557	329,547	-	1,234,104
Net Change in Fund Balances	(77,621)	62,882	488	(14,251)
Fund Balances, Beginning of year	901,367	180,428	306,872	1,388,667
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances, End of year	<u>\$ 823,746</u>	<u>\$ 243,310</u>	<u>\$ 307,360</u>	<u>\$ 1,374,416</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended March 31, 2016

Net Change in Fund Balances - Total Governmental Funds	\$ (14,251)
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, these costs are allocated over their estimated useful lives as depreciation:	
Capital outlay	7,225
Depreciation and amortization expense	(80,150)
Repayment of debt principal is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt)	22,925
Revenue reported in the statement of activities when earned; it is not reported in the funds until collectible within 60 days of year-end	(14,893)
Interest expense is reported in the statement of activities when a liability is incurred; it is reported in the governmental funds only when payment is due	<u>375</u>
Change in Net Position of Governmental Activities	<u><u>\$ (78,769)</u></u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
STATEMENT OF NET POSITION
PROPRIETARY FUND
March 31, 2016

	<u>Enterprise Fund</u> <u>Utility</u>
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	\$ 964,575
Receivables (net):	
Customers	300,099
Other	20,801
Special assessment receivables	42,530
Due from other governmental units	21,696
Due from other funds	35,136
Due from fiduciary fund	18,427
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Total current assets	1,403,264
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NONCURRENT ASSETS	
Special assessment receivables	658,468
Capital assets being depreciated (net)	4,238,543
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Total noncurrent assets	4,897,011
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Total assets	6,300,275
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LIABILITIES	
CURRENT LIABILITIES	
Accounts payable	65,537
Due to other governmental units	2,551
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Total liabilities	68,088
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NET POSITION	
Invested in capital assets	4,238,543
Unrestricted	1,993,644
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Total net position	\$ 6,232,187
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AUGUSTA CHARTER TOWNSHIP, MICHIGAN
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUND
Year Ended March 31, 2016

	<u>Enterprise Fund</u> <u>Utility</u>
OPERATING REVENUE	
Water and sewer usage	\$ 1,112,444
Charges for services	351,947
Late payment penalties	157
	<hr/>
Total operating revenue	1,464,548
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OPERATING EXPENSES	
Cost of water	596,595
Cost of sewage treatment	204,100
Operation and maintenance	385,303
General and administrative costs	118,889
Depreciation and amortization	283,487
Contractual services and fees	30,833
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Total operating expenses	1,619,207
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Operating loss	(154,659)
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NONOPERATING REVENUE (EXPENSE)	
Interest on special assessments	33,873
Interest income	467
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Total nonoperating revenue (expense)	34,340
	<hr/>
Change in net position	(120,319)
	<hr/>
Net Position , Beginning of year	5,525,041
	<hr/>
Prior Period Adjustment (Note 10)	827,465
	<hr/>
Net Position , Beginning of year, restated	6,352,506
	<hr/>
Net Position , End of year	\$ 6,232,187
	<hr/> <hr/>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
Year Ended March 31, 2016

	<u>Enterprise Fund</u> <u>Utility</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 1,543,545
Payments to suppliers	(1,259,471)
	<hr/>
Net cash provided by operating activities	284,074
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Special assessment interest	33,873
CASH FLOWS FROM INVESTING ACTIVITY	
Interest income	467
	<hr/>
Net increase in cash and cash equivalents	318,414
Cash and Cash Equivalents, Beginning of year	<hr/> 646,161
Cash and Cash Equivalents, End of year	<hr/> <u>\$ 964,575</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating loss	\$ (154,659)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	283,487
Changes in assets and liabilities:	
Receivables	78,997
Due from other governmental units	12,864
Due from other funds	5,344
Due from fiduciary fund	50,328
Prepaid expense	11,245
Accounts payable	(6,083)
Due to other governmental units	2,551
	<hr/>
Net cash provided by operating activities	<u>\$ 284,074</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
March 31, 2016

ASSETS

Cash and cash equivalents	\$	752,652
Due from other funds		<u>7</u>
Total assets	\$	<u><u>752,659</u></u>

LIABILITIES

Accounts payable	\$	2,000
Due to other funds		386,863
Due to other taxing units		<u>363,796</u>
Total liabilities	\$	<u><u>752,659</u></u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Augusta Charter Township, Michigan (Township) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units.

Financial Reporting Entity

Description of Reporting Entity

Augusta Charter Township is a charter township, governed by a Board of Trustees. As required by generally accepted accounting principles, these financial statements present Augusta Charter Township as a primary government. There are no component units in the Township.

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 non-fiduciary activities of the primary government. *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.

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, franchise fees 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.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 financial statements. Revenue is 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 revenue 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. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Amounts due from other governments and services provided associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

General

The *General fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Fire Fund

The *Fire fund* is a special revenue fund to account for a tax levy for the purpose of providing fire protection services to the Township's residents.

The government reports the following major proprietary fund:

The *Utility fund* accounts for the acquisition, operation and maintenance of the Townships water and sewer systems.

The government reports the following non-major funds:

The *Special revenue funds* account for revenue sources that are legally restricted or committed to expenditures for specific purposes, not including major capital projects.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Additionally, the government reports the following other fund types:

The *Fiduciary fund* (*Tax Collection fund, Agency fund, and Developer fund*) accounts for assets held by the Township as an agent for individuals, private organizations, other governments, and/or other funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments of utility charges between the Township's water and sewer function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various function concerned.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants, franchise fees 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 taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating 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 revenue of the Utility fund are charges to customers for water and sewer services. Operating expenses for this fund includes the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, the Township follows the government's practice to use restricted resources first, then unrestricted resources as they are needed.

Property Tax Revenue

Properties are assessed as of December 31 and tax levies are July 1 and December 1 of the following year. The tax levies of July 1 and December 1, 2015 are revenues in the Township's fiscal year ended March 31, 2016.

The Township had a general tax millage of .8188 for 2016. The Township's maximum allowable millage is .8188 mills. The Township had a fire department millage of 2.0 for 2015.

A lien on the property occurs when the taxes are levied. The taxes levied July 1 are payable by September 14 without penalty. The taxes levied December 1 are payable by February 14 without penalty.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Assets, Liabilities and Fund Equity

Cash and Cash Equivalents

Cash includes amounts in cash on hand, demand deposits, as well as short-term investments with an original maturity date of three months or less.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "internal balances".

Prepaid Items

Prepaid items are costs incurred during the current fiscal year for which benefit will be received in a future fiscal year and are recorded as prepaid items in both the government-wide and fund financial statements.

Capital Assets

Capital assets, which include property, plant and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	15-50
Computers and software	3-5
Office and equipment	5-20
Fire vehicles	5-10
Fire equipment	5-10
Water system	40
Water equipment	10-15
Sewer system	35

Long-term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other non-current obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

Deferred Inflows of Resources

The Township's governmental funds report 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(s). The Township will not recognize the related revenues until a future event occurs. Unavailable revenue qualifies for reporting in this category and is reported only in the governmental funds balance sheet.

Fund Equity

In the fund financial statements, governmental funds report the following components of fund balance:

Nonspendable

Amounts that are not in spendable form or are legally or contractually required to be maintained intact.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Restricted

Amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers; or through enabling legislation.

Committed

Amounts that can be used only for the specific purposes determined by a formal action of the Charter Township's highest level of decision-making authority (i.e. the Board of Trustees).

Commitments will only be used for specific purposes pursuant to a formal action of the Board of Trustees. A majority vote is required to approve a commitment and a two-thirds majority vote is required to remove a commitment.

Assigned

Amounts intended to be used by the Charter Township for specific purposes but do not meet the criteria to be classified as restricted or committed.

The Board of Trustees delegates to the Supervisor or his designee the authority to assign amounts to be used for specific purposes. Such assignments cannot exceed the available fund balance in any particular fund.

Unassigned

Unassigned fund balance is the residual classification for amounts in the General Fund.

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

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. Actual results could differ from those estimates.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at fiscal year-end. The Township follows the budgetary procedures outlined by the State of Michigan including public hearings and proper adoption. The budgets are amended during the year as needed.

Amounts encumbered for purchase orders, contracts, etc., are not tracked during the year. Budget appropriations are considered to be spent once the goods are delivered or the services rendered.

The budget statements present information by fund, department and line items. The legal level of budgetary control adopted by the governing body is the department level (i.e. the level at which expenditures may not legally exceed appropriations).

Excess of Expenditures over Appropriations in Budgeted Funds

During the year ended March 31, 2016, both the general fund and the fire fund incurred expenditures in excess of amounts appropriated as follows:

	<u>Budgeted Amount</u>	<u>Actual</u>	<u>Variance</u>
General Fund			
General Government	\$ 64,195	\$ 478,498	\$ (414,303)
Assessor	\$ 47,500	\$ 48,353	\$ (853)
Capital outlay	\$ -	\$ 7,225	\$ (7,225)
Public Work			
Drains at large	\$ -	\$ 23,636	\$ (23,636)
Community and economic department			
Planning and zoning	\$ 3,382	\$ 17,561	\$ (14,179)
Fire Fund			
Utilities	\$ 8,000	\$ 9,980	\$ (1,980)

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 3 – CASH AND CASH EQUIVALENTS

Custodial credit risk is the risk that in the event of bank failure, the Township’s deposits may not be returned to it. The Township does not have a deposit policy for custodial credit risk. As of March 31, 2016, \$2,114,934 of the Township’s bank balance of \$2,614,934 was exposed to custodial credit risk.

NOTE 4 – RECEIVABLES

Receivables as of year-end for the Township’s major funds and proprietary funds are as follows:

	<u>General</u>	<u>Utility</u>	<u>Total</u>
State shared revenue	\$ 79,240	\$ -	\$ 79,240
Customer	-	300,099	300,099
Special assessments	-	700,998	700,998
Other	-	20,801	20,801
	<u>\$ 79,240</u>	<u>\$ 1,021,898</u>	<u>\$ 1,101,138</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 5 – CAPITAL ASSETS

Capital asset activity of the primary government for the current year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated -				
Land	\$ 35,004	\$ -	\$ -	\$ 35,004
Capital assets being depreciated				
Buildings and improvements	102,597	-	-	102,597
Office furniture and equipment	46,987	-	-	46,987
Computers and software	54,443	7,225	-	61,668
Vehicles	1,673,303	-	-	1,673,303
Fire equipment	266,972	-	-	266,972
Subtotal	2,144,302	7,225	-	2,151,527
Less accumulated depreciation for				
Buildings and improvements	88,800	2,470	-	91,270
Office furniture and equipment	45,737	125	-	45,862
Computers and software	42,157	8,646	-	50,803
Vehicles	1,304,977	66,672	-	1,371,649
Fire equipment	256,602	2,237	-	258,839
Subtotal	1,738,273	80,150	-	1,818,423
Net capital assets being depreciated	<u>406,029</u>	<u>(72,925)</u>	<u>-</u>	<u>333,104</u>
Governmental activities total				
Capital assets - net of depreciation and amortization	<u>\$ 441,033</u>	<u>\$ (72,925)</u>	<u>\$ -</u>	<u>\$ 368,108</u>

Included in capital assets is leased equipment under a capital lease with a cost of \$284,996 and accumulated depreciation of \$64,124. Amortization expense related to the capital lease was \$28,500 for the year ended March 31, 2016.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 5 – CAPITAL ASSETS (Continued)

Capital asset activity for the business activities for the current year was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments (Note 10)</u>	<u>Ending Balance</u>
Business-Type Activities				
Capital assets being depreciated				
Water system	\$ 8,673,318	\$ -	\$ -	\$ 8,673,318
Water meters and equipment	644,625	-	-	644,625
Sewer system	2,479,328	-	(1,040,714)	1,438,614
Sewer equipment	121,130	-	-	121,130
	<u>11,918,401</u>	<u>-</u>	<u>(1,040,714)</u>	<u>10,877,687</u>
Subtotal	11,918,401	-	(1,040,714)	10,877,687
Less accumulated depreciation for				
Water system	4,583,011	216,833	-	4,799,844
Water meters and equipment	432,455	29,235	-	461,690
Sewer system	1,597,062	35,855	(364,250)	1,268,667
Sewer equipment	107,379	1,564	-	108,943
	<u>6,719,907</u>	<u>283,487</u>	<u>(364,250)</u>	<u>6,639,144</u>
Subtotal	6,719,907	283,487	(364,250)	6,639,144
Net capital assets being depreciated	<u>5,198,494</u>	<u>(283,487)</u>	<u>(676,464)</u>	<u>4,238,543</u>
Business-type activities total				
Capital assets - net of depreciation	<u>\$ 5,198,494</u>	<u>\$ (283,487)</u>	<u>\$ (676,464)</u>	<u>\$ 4,238,543</u>

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

Governmental activities	
General government	\$ 11,241
Public safety	<u>68,909</u>
Total depreciation and amortization	<u>\$ 80,150</u>
Business-type activities	
Utility	<u>\$ 283,487</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 6 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund balances resulted primarily from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

<u>Receivable Fund</u>	<u>Payable Fund</u>	
General fund	Fire fund	\$ 193,578
	Tax collection fund	\$ 275,823
	Developer fund	\$ 1,225
Fire fund	Tax collection fund	\$ 91,388
Utility fund	General fund	\$ 35,136
	Tax collection fund	\$ 18,427
Capital projects fund	General fund	\$ 50
	Fire fund	\$ 10,215
Trust & Agency fund	General fund	\$ 7

NOTE 7 – CAPITAL LEASE

The Township entered into a capital lease agreement for the purchase of a fire truck in the amount of \$169,111 in April 2013. Annual payments are due on October 1st beginning in 2014 in the amount of \$27,806 plus interest through 2020. Interest expense related to this lease was \$4,882 for the year ended March 31, 2016.

Long-term debt activity can be summarized as follows:

	<u>Principal Matures</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
Governmental Activities						
Capital Lease	2021	<u>\$ 149,293</u>	<u>\$ -</u>	<u>\$ 22,925</u>	<u>\$ 126,368</u>	<u>\$ 23,674</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 7 – CAPITAL LEASE (Continued)

The future minimum lease obligations and the net present value are as follows:

Year Ended March 31,	Principal	Interest	Total
2017	\$ 23,674	\$ 4,132	\$ 27,806
2018	24,448	3,358	27,806
2019	25,248	2,558	27,806
2020	26,073	1,733	27,806
2021	26,925	880	27,805
	<u>\$ 126,368</u>	<u>\$ 12,661</u>	<u>\$ 139,029</u>

NOTE 8 – AGREEMENTS

Franchise Agreements

The Township has entered into an agreement with Comcast under which it granted that the company a non-exclusive franchise to provide cable television services in the Township. This agreement, which expires in 2019, provides that the cable provider pay an annual franchise fee of 5% of gross annual revenues to the Township.

Total franchise fees recognized under these agreements during the current year were \$53,968.

NOTE 9 – RETIREMENT PLAN

Plan Description

The Augusta Charter Township Pension Plan is a defined contribution plan administered by Principal Financial Group under authority of Internal Revenue Code Section 401(a). The Township makes monthly contributions of 15% of employees' compensation. Employees must be 18 years of age to participate and are allowed to contribute, however employees did not contribute to this plan. The Township made contributions of \$24,187 for the year ended March 31, 2016.

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2016

NOTE 10 – PRIOR PERIOD ADJUSTMENT

Amounts in prior periods were not properly recorded in Utility Fund, thus an adjustment to the beginning net position is necessary to restate net position to the amount it would have been had the items been recorded properly. Because such amounts are the product of errors from a prior period, they are no included as a part of the results of operations of the current period, even though they are reported in the current period. Beginning net assets were increase by \$827,465 due to the following:

Improper recording of:	
Deferred revenue - special assessment	\$ 762,569
Contract payable	741,360
Capital assets, net of accumulated depreciation	<u>(676,464)</u>
Prior period adjustment	<u><u>\$ 827,465</u></u>

NOTE 11 – OTHER INFORMATION

Risk Management

The Township is exposed to various risks of loss related to property loss, torts, errors, omissions and employee injuries (worker's compensation). The Township participates in two public entity risk pools for its insurance coverage. Any settled claims relating to the insurance have not exceeded the amount of insurance coverage in any of the past three years.

NOTE 12 – SUBSEQUENT EVENTS

Township's management has performed a review of events subsequent to the balance sheet date through December 11, 2017, the date the financials were available to be issued. On July 26, 2017, the Township sold a parcel of Township owner vacant land at a price of \$58,000.

REQUIRED SUPPLEMENTAL INFORMATION

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
Year Ended March 31, 2016

	BUDGETED AMOUNTS		Actual	Variance with Final Budget
	Original	Final		
REVENUE				
Property taxes	\$ -	\$ -	\$ 158,505	\$ 158,505
State shared revenue	-	-	507,390	507,390
Franchise fees	-	-	53,968	53,968
Other	12,565	12,565	107,073	94,508
Total revenue	12,565	12,565	826,936	814,371
EXPENDITURES				
General government:				
General government	64,195	64,195	478,498	(414,303)
Supervisor	59,232	59,232	26,213	33,019
Treasurer	67,128	67,128	63,965	3,163
Assessor	47,500	47,500	48,353	(853)
Clerk	58,666	58,666	26,261	32,405
Elections	38,650	38,650	27,228	11,422
Township Hall	30,700	30,700	26,999	3,701
Capital outlay	-	-	7,225	(7,225)
Total general government	366,071	366,071	704,742	(338,671)
Public works:				
Drains at large	-	-	23,636	(23,636)
Road improvement	180,000	180,000	158,618	21,382
Total public works	180,000	180,000	182,254	(2,254)
Community and economic development -				
Planning and zoning	3,382	3,382	17,561	(14,179)
Total expenditures	549,453	549,453	904,557	(355,104)
Net Change in Fund Balance	(536,888)	(536,888)	(77,621)	459,267
Fund Balance, Beginning of year	901,367	901,367	901,367	-
Fund Balance, End of year	\$ 364,479	\$ 364,479	\$ 823,746	\$ 459,267

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
BUDGETARY COMPARISON SCHEDULE - FIRE FUND
Year Ended March 31, 2016

	BUDGETED AMOUNTS		Actual	Variance with Final Budget
	Original	Final		
REVENUE				
Property taxes	\$ 392,346	\$ 392,346	\$ 386,975	\$ (5,371)
Investment earnings	-	-	462	462
Other	-	-	4,992	4,992
	<u>392,346</u>	<u>392,346</u>	<u>392,429</u>	<u>83</u>
EXPENDITURES				
Salaries and wages	147,947	147,947	142,224	5,723
Fringe benefits	32,973	32,973	23,046	9,927
Supplies and other	29,000	29,000	14,690	14,310
Repairs and maintenance	68,000	68,000	56,519	11,481
Contracted services	5,600	5,600	4,629	971
Dues and mileage	34,491	34,491	30,647	3,844
Communications	18,900	18,900	16,040	2,860
Utilities	8,000	8,000	9,980	(1,980)
Interest	7,988	7,988	4,882	3,106
Other	500	500	-	500
Capital outlay	11,141	11,141	3,965	7,176
Loan payments	27,806	27,806	22,925	4,881
	<u>392,346</u>	<u>392,346</u>	<u>329,547</u>	<u>62,799</u>
Net Change in Fund Balance	-	-	62,882	62,882
Fund Balance, Beginning of year	<u>180,428</u>	<u>180,428</u>	<u>180,428</u>	-
Fund Balance, End of year	<u>\$ 180,428</u>	<u>\$ 180,428</u>	<u>\$ 243,310</u>	<u>\$ 62,882</u>

OTHER SUPPLEMENTAL INFORMATION

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
March 31, 2016

	<u>Special Revenue Fund</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Environmental Fund</u>	<u>Capital Projects Fund</u>	
ASSETS			
Cash and cash equivalents	\$ 269,150	\$ 27,945	\$ 297,095
Due from other funds	-	10,265	10,265
Total assets	<u>\$ 269,150</u>	<u>\$ 38,210</u>	<u>\$ 307,360</u>
FUND BALANCES			
Restricted - Fire department	\$ -	\$ 38,210	\$ 38,210
Restricted - Environmental protection	<u>269,150</u>	<u>-</u>	<u>269,150</u>
Total fund balances	<u>\$ 269,150</u>	<u>\$ 38,210</u>	<u>\$ 307,360</u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended March 31, 2016

	<u>Special Revenue Fund</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Environmental Fund</u>	<u>Capital Projects Fund</u>	
Revenue			
Investments earnings	\$ 404	\$ 33	\$ 437
Other	-	51	51
Total Revenue/Change in Fund Balance	<u>404</u>	<u>84</u>	<u>488</u>
Fund balances , Beginning of year	<u>268,746</u>	<u>38,126</u>	<u>306,872</u>
Fund balances , End of year	<u><u>\$ 269,150</u></u>	<u><u>\$ 38,210</u></u>	<u><u>\$ 307,360</u></u>

AUGUSTA CHARTER TOWNSHIP, MICHIGAN
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
March 31, 2016

	<u>Trust & Agency</u>	<u>Tax Collection</u>	<u>Developer Fund</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 7,738	\$ 740,689	\$ 4,225	\$ 752,652
Due from other funds	<u>7</u>	<u>-</u>	<u>-</u>	<u>7</u>
Total assets	<u>\$ 7,745</u>	<u>\$ 740,689</u>	<u>\$ 4,225</u>	<u>\$ 752,659</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ 2,000	\$ 2,000
Due to other funds	-	385,638	1,225	386,863
Due to other taxing units	<u>7,745</u>	<u>355,051</u>	<u>1,000</u>	<u>363,796</u>
Total liabilities	<u>\$ 7,745</u>	<u>\$ 740,689</u>	<u>\$ 4,225</u>	<u>\$ 752,659</u>