

# **CHARTER TOWNSHIP OF DELHI**

**Holt, Michigan**



## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**YEAR ENDED DECEMBER 31, 2010**

**Prepared by:**

**Accounting Department**

**CHARTER TOWNSHIP OF DELHI  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2010**

**C O N T E N T S**

	<u>Page</u>
<b>INTRODUCTORY SECTION .....</b>	<b>1</b>
Letter of Transmittal.....	2 - 5
Organizational Chart of Services.....	6
List of Elected and Appointed Officials .....	7
GFOA Certificate of Achievement for Excellence.....	8
 <b>FINANCIAL SECTION .....</b>	 <b>9</b>
Independent auditors' report.....	10 - 11
Management's Discussion and Analysis .....	13 - 23
Basic financial statements .....	25
Government-wide financial statements.....	27
Statement of net assets .....	28
Statement of activities .....	29
Fund financial statements .....	31
Balance sheet - governmental funds.....	32
Reconciliation of fund balances on the balance sheet for governmental Funds to net assets of governmental activities on the statement of net assets.....	33
Statement of revenues, expenditures and changes in fund balances - governmental funds .....	34
Reconciliation of the statement of revenues, expenditures and changes in fund balances of governmental funds to the statement of activities.....	35
Statement of revenues, expenditures and changes in fund balance budget and actual - general fund .....	36 - 37

**CHARTER TOWNSHIP OF DELHI  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2010**

**C O N T E N T S (Continued)**

	<u>Page</u>
<b>FINANCIAL SECTION (Continued)</b>	
Fund financial statements (Concluded)	
Statement of net assets - proprietary funds.....	38 - 39
Statements of revenues, expenses and changes in net assets - proprietary funds .....	40
Statement of cash flows - proprietary funds.....	41 - 42
Fiduciary funds.....	43
Statement of fiduciary net assets.....	44
Statement of changes in fiduciary net assets.....	45
Notes to the basic financial statements.....	47 - 72
<b>Required supplementary information.....</b>	<b>73</b>
Retiree health plan schedule of funding, progress and schedule of employer contributions.....	74
<b>Additional information.....</b>	<b>75</b>
Nonmajor governmental fund types	
Combining balance sheet .....	76
Combining statement of revenues, expenditures, and changes in fund balances .....	77
Special revenue funds	
Combining balance sheet .....	78 - 79
Combining statement of revenues, expenditures and changes in fund balances .....	80 - 81

**CHARTER TOWNSHIP OF DELHI  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2010**

**C O N T E N T S (Continued)**

	<u>Page</u>
<b>FINANCIAL SECTION (Continued)</b>	
Schedule of revenues, expenditures and changes in fund balances - budget and actual - nonmajor special revenue funds .....	82 - 83
 Debt service funds	
Combining balance sheet .....	84
Combining statement of revenues, expenditures and changes in fund balances .....	85
Schedule of revenues, expenditures and changes in fund balances - budget and actual - nonmajor debt service funds.....	86
 Fiduciary funds	
Combining statement of fiduciary assets and liabilities - agency funds .....	87
Combining statement of changes in assets and liabilities - agency funds.....	88
 Brownfield Redevelopment Authority Component Unit	
Statement of net assets/governmental funds balance sheet .....	89
Statement of activities/governmental funds revenues, expenditures and changes in fund balance .....	91
 Downtown Development Authority Component Unit	
Statement of net assets/governmental fund balance sheet .....	92 - 93
Statement of activities/governmental revenues, expenditures and changes in fund balances .....	94 - 95

**CHARTER TOWNSHIP OF DELHI  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2010**

**C O N T E N T S (Continued)**

	<u>Page</u>
<b>FINANCIAL SECTION (Concluded)</b>	
General Fund	
Balance sheets .....	96
Statements of revenues, expenditures and changes in fund balance .....	97 - 98
Sewer Fund	
Balance sheets .....	100 – 101
Statements of revenues, expenses and changes in net assets .....	102
Statements of cash flows .....	103 - 104
<b>STATISTICAL SECTION (UNAUDITED) .....</b>	<b>105</b>
Description of statistical section .....	106
Financial trends	
Net assets by component .....	107
Changes in net assets .....	108 - 109
Fund balance, governmental funds .....	110
Changes in fund balances - governmental funds .....	111
Revenue capacity	
Assessed value and taxable value of property .....	112
Property tax rates direct and overlapping governments .....	113
Top ten principal taxpayers .....	114
Property tax levies and collections .....	115

**CHARTER TOWNSHIP OF DELHI  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2010**

**C O N T E N T S (Concluded)**

	<u>Page</u>
<b>STATISTICAL SECTION (UNAUDITED) (Concluded)</b>	
Debt capacity	
Ratios of outstanding debt by type.....	116
Ratios of general bonded debt outstanding .....	117
Computation of direct and overlapping debt.....	118
Legal debt margin information.....	119
Demographic and economic information	
Demographic and economic statistics.....	120
Principal employers.....	121
Full time equivalent township government employees by function .....	122
Operating information	
Operating indicators by function.....	123
Capital asset statistics by function .....	124

## **INTRODUCTORY SECTION**



# DELHI CHARTER TOWNSHIP

2074 AURELIUS ROAD  
HOLT, MICHIGAN 48842

PHONE: (517) 694-2136  
FAX: (517) 268-3069

May 20, 2011

To the Board of Trustees and the Citizens of Delhi Charter Township:

The Comprehensive Annual Financial Report (CAFR) for Delhi Charter Township, Michigan for the year ended December 31, 2010 is hereby submitted. The report represents a comprehensive and detailed picture of our financial transactions during fiscal year 2010 and the financial condition of the various funds as of the fiscal year end.

The Management of Delhi Charter Township is responsible for the accuracy of data, completeness, and fairness of the presentation, including all disclosures. Internal controls have been established for this purpose. Since the cost of internal control should not be greater than the benefits received, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Maner Costerisan, Certified Public Accountants, have issued an unqualified (“clean”) opinion on Delhi Charter Township’s financial statements for the year ended December 31, 2010. The independent auditor’s report is located at the front of the financial section of this report.

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

## **Profile of Delhi Charter Township**

The Township was founded April 4, 1842 and is incorporated under the provisions of Public Act 359 of 1947 as amended. It became a Charter Township on September 18, 1961.

There are seven members elected to the Board of Trustees including a Supervisor (part-time), Clerk, Treasurer, and four Trustees. Board members serve four-year terms and have policy-making and legislative authority. The Board appoints the Township Manager who in turn appoints the department heads subject to confirmation by the Township Board.

The Township encompasses approximately 28.5 square miles and is located just south of Lansing, the capital city of Michigan. It is in close proximity to Michigan State University, Capital City Airport, Lansing Community College, Cooley Law School, and two major hospitals. Population according to the 2010 census was just under 26,000 residents.

The following services are provided by the Township: fire and ambulance services; police services (contracted through Ingham County); parks and recreation; planning, building, zoning, and code enforcement along with sanitary sewer collection and treatment, cemetery, along with brush and leaf drop off and on-site recycling. Public water is provided through the Lansing's Board of Water and Light; street lights are provided by either Consumers Power or Lansing's Board of Water and Light; public streets are under the jurisdiction of the Ingham County Road Commission; and public storm sewers are under the jurisdiction of the Ingham County Drain Commission.

The Board is required to adopt a final budget for the ensuing year by December 31<sup>st</sup> of the previous year. The budget is divided into various funds (e.g. general fund) and is adopted as an activity budget per department (e.g. assessing). Transfers between departments up to \$10,000 may be made by the Township Manager and reported to the Board at the next regular Board meeting. The Township Board must approve all budget amendments.

### **Local economy**

The jobless rate in the State of Michigan continued to be very high (12.5%) in 2010, but less than the 13.6% rate in 2009. Although the State continued to lose jobs, not as many jobs were lost compared to the prior year. These statistics contributed to a continued decline in state revenues which impacted certain aspects of the Township's financial resources. For example, the revenue the Township receives from the State of Michigan, which is based on several factors (sales tax received by the State is one), has continued to decline in every year since 2001 when revenue sharing accounted for 30% of the total General Fund budget. In 2010 state revenue sharing was 35% lower than it was in 2001 and only 19% of total General Fund revenues. It is anticipated that this revenue source will continue to decline in FY 2011.

The considerable growth in residential development that the Township experienced from 2000-2005 was substantially curtailed in 2006 and continued to decline through 2008. The number of permits issued in 2009 increased 15% from the prior year, but then stayed flat in 2010. The corresponding revenues in the Department of Community Development (building permits, mechanical permits, etc.) increased slightly in 2010.

The taxable value of properties in the Township decreased in 2009 (2010 revenues) by 3% and there was an additional decrease of 6% in 2010 (2011 revenues). The decline of taxable value is expected to continue for the next few years as will the related tax revenues.

Also impacting taxable values of property is the number of foreclosed properties. There were 102 foreclosed properties in 2006, 141 in 2007, 142 in 2008, 157 in 2009 and 179 in 2010.

### **Long-term financial planning**

The Township Board has adopted a reserve policy whereby the Township will strive to maintain an amount of unreserved fund balance in the General Fund of no less than fifteen (15) percent of general fund operating expenditures. Although fund balance in the General Fund decreased by \$270,539 in 2010, unreserved/undesignated fund balance at 12/31/10 was 22% of general fund expenditures (including transfers out).

The original General Fund budget projected a fund balance decrease of over \$920,000. However, the Township Board and management staff closely monitored the Township's reserves throughout the year and were successful in reducing this deficit while fully funding the actuarially determined annual contribution for retiree health care. The Board and staff will continue to closely monitor the Township's revenues and expenditures in 2011 and beyond.

## **Relevant financial policies**

The Township had prepared a 5 year financial forecast which projected future fund balance levels would fall below the Board's policy of maintaining 15% of expenditures in fund balance. In response, the Township implemented cost cutting measures such as reductions in staffing and employee benefits while freezing salaries in 2010 and placed two millage requests (1.5 mills for Fire and 1.5 mills for Police) on the ballot in August, both of which were passed by the Township residents. The 5 year financial forecast is currently being revised. Fund balance is expected to be above the 15% threshold in 2011 as a result of the voter approved millages.

## **Major initiatives**

In response to the American Recovery and Reinvestment Act (ARRA) of 2009 the Board authorized the production of a Project Plan to identify short and long term projects for the wastewater utility and thereby become eligible for federal funding through the Michigan State Revolving Fund. From this Plan, the Township implemented one of the short term capital improvement projects in the fall of fiscal year 2010 which included capacity improvement to a major sewage pumping station along Aurelius Road and replacement of the screening process at the headworks of the wastewater treatment plant.

The Township's Downtown Development Authority (DDA) completed an extension of our non-motorized pathway along Willoughby Road which included a pedestrian crosswalk. The DDA also relocated and widened a portion of sidewalk next to the Pioneer Cemetery along Aurelius Road. Both projects enhance the walkability and pedestrian safety within our community.

The Holt Road improvement project that began in 2009 with ARRA funding received by Ingham County was completed in 2010 with Township/DDA funding. Our funds enabled extending the project from Burton west to Heatherton Streets. In addition to resurfacing the road, there were sidewalk improvements compliant with ADA requirements, again enhancing safety and walkability for all pedestrians.

Finally, the Township/DDA and the Ingham County Road Commission partnered in financing the resurfacing of Pine Tree Road, a local connector road serving the northeast area of the Township.

## **Awards and acknowledgements**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Delhi Charter Township for its comprehensive annual financial report (CAFR) for the fiscal year ending December 31, 2009. This is the third year that the Township has received this prestigious award. In order to be awarded a Certificate of Achievement, the Township had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

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

In Addition, the Township received the Government Finance Officers Association (GFOA) Distinguished Budget Presentation Award for its annual budget document dated December 31, 2010. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report would not have been possible without the dedicated service of the Accounting Department along with the excellent cooperation from all Departments. We wish to express our sincere appreciation to all staff members who assisted in the preparation of this report.

Respectfully submitted,

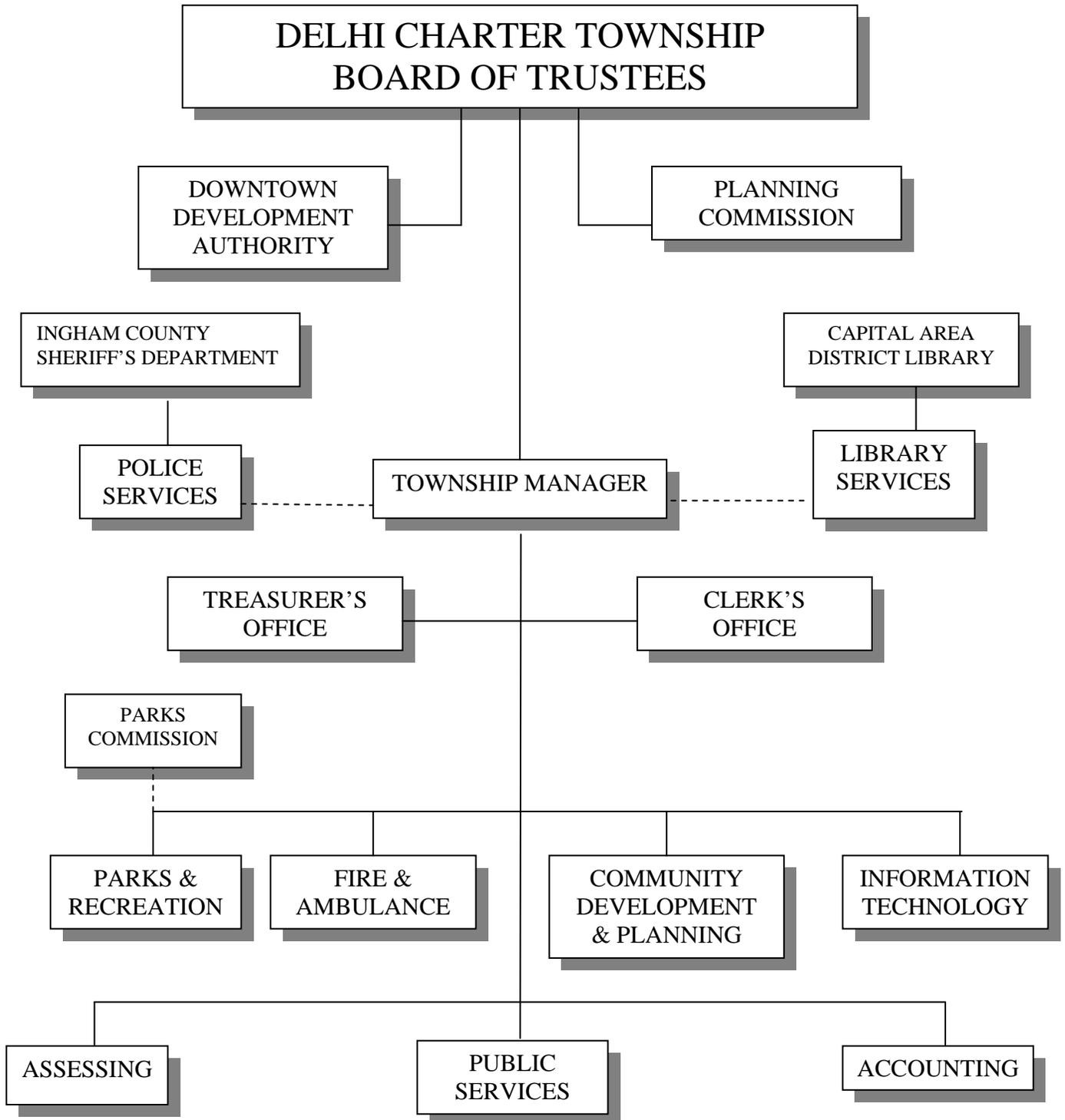


John Elsinga, Township Manager



Marian Frane, Director of Accounting

# Delhi Charter Township Organizational Chart of Services



**DELHI CHARTER TOWNSHIP  
LIST OF ELECTED AND APPOINTED OFFICIALS  
DECEMBER 31, 2010**

**Board of Trustees**

---

Supervisor .....	Stuart Goodrich
Clerk.....	Evan Hope
Treasurer .....	Harry R. Ammon
Trustee .....	Derek Bajema
Trustee .....	John Hayhoe
Trustee .....	Jerry Ketchum
Trustee .....	Roy Sweet

**Executive Staff**

---

Township Manager .....	John Elsinga
Accounting Director.....	Marian Frane
Assessor .....	Nicole Wilson
Asst Twp Mgr for Human Resources .....	Wendy Thielen
Community Development Director.....	Tracy Miller
Downtown Dev Auth Exec Director.....	Al McFadyen
Fire Chief .....	Rick Royston
Information Technology Director .....	Jim Felton
Parks & Recreation Director.....	Mark Jenks
Public Services Director .....	Sandra Diorka

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

## Charter Township of Delhi Michigan

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

**FINANCIAL SECTION**

## **INDEPENDENT AUDITORS' REPORT**

To the Board of Trustees  
Charter Township of Delhi  
State of Michigan

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Charter Township of Delhi, State of Michigan as of and for the year ended December 31, 2010, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Charter Township of Delhi's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Charter Township of Delhi, State of Michigan as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparisons for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis budgetary comparison information and retiree health plan funding progress information on pages 13 through 24 and page 74, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter Township of Delhi's basic financial statements. The introductory section, combining and individual fund financial statements and budgetary schedules and statistical section, presented in pages 1 through 8 and 106 through 124 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and other additional information have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Manes Costeiron PC*

May 20, 2011

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

## Management's Discussion and Analysis

As management of Delhi Charter Township, Michigan, we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended December 31, 2010.

### Financial Highlights

- The assets of the Township exceeded its liabilities at the close of the most recent fiscal year by \$48,446,644 (*net assets*). Of this amount, \$5,049,834 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets decreased by \$1,342,256. The majority of this decrease is the result of the business type activities. Depreciation on the infrastructure exceeded the amount charged for services
- As of the close of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$2,490,124, a decrease of \$385,870 in comparison with the prior year. Over 98% of this total amount, or \$2,461,004, is available for spending at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$1,767,891 or 22 percent of total general fund expenditures (not including operating transfers out).
- The Township's total bonded debt decreased by \$329,791 during the current fiscal year; \$1,209,295 in new bonded debt was issued and \$1,539,086 of existing debt was retired. The new debt is revenue bonds in the Sewer Fund for the digester project.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private sector business.

The *statement of net assets* presents information on all of the Township's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets 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 assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Township include legislative, general government, public safety, public works, community development, and parks and recreation. The business-type activities of the Township include sewer operations.

The government-wide financial statements include not only the Township itself (known as the *primary government*), but also two legally separate authorities - the Downtown Development Authority and the Brownfield Redevelopment Authority - for which the Township is financially accountable. Financial information for these *component units* are reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 28 and 29 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 end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Township maintains eight individual governmental funds. 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. Data from the other seven governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The Township adopts an annual appropriated budget for its general and special revenue funds. Budgetary comparison statements or schedules have been provided herein to demonstrate compliance with those budgets.

The basic governmental fund financial statements can be found on pages 32 through 37 of this report.

**Proprietary funds.** There are two types of proprietary funds - enterprise and internal service. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Township has an enterprise fund to account for its sanitary sewer operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the Township's various functions. The Township does not use internal service funds at this time.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 38 through 42 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 statements because the resources of those funds are *not* available to support the Township’s own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 44 and 45 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 47 through 72 of this report.

**Other information.** In addition to the basic financial statements and accompanying note, this report also presents certain required supplementary information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 76 through 104 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government’s financial position. In the case of Delhi Charter Township, assets exceeded liabilities by \$48,446,644 at the close of the most recent fiscal year.

By far the largest portion of the Township’s net assets (85 percent) reflects its investment in capital assets (e.g. infrastructure, land, buildings, equipment, and vehicles), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Township’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Delhi Charter Township’s Net Assets**

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$8,751,324	\$7,095,164	\$4,887,499	\$5,185,401	\$13,638,823	\$12,280,565
Capital assets, net	12,903,197	10,386,798	50,369,235	51,726,525	63,272,432	62,113,323
Total assets	21,654,521	17,481,962	55,256,734	56,911,926	76,911,255	74,393,888
Long-term liabilities	3,191,825	1,392,292	16,610,512	17,129,994	19,802,337	18,522,286
Other liabilities	6,507,003	4,794,270	2,155,271	2,188,253	8,662,274	6,982,523
Total liabilities	9,698,828	6,186,562	18,765,783	19,318,247	28,464,611	25,504,809
<b>Net assets:</b>						
Invested in capital assets, net of related debt	9,359,465	8,580,733	32,029,945	32,927,591	41,389,410	41,508,324
Restricted	5,624	59,126	2,001,776	2,841,822	2,007,400	2,900,948
Unrestricted	2,590,604	2,655,541	2,459,230	1,824,266	5,049,834	4,479,807
Adoption of GASB 51	-	899,821	-	-	-	899,821
<b>Total Net Assets</b>	<b>\$11,955,693</b>	<b>\$12,195,221</b>	<b>\$36,490,951</b>	<b>\$37,593,679</b>	<b>\$48,446,644</b>	<b>\$49,788,900</b>

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

The government's net assets decreased by \$1,342,256 during the current fiscal year. This was a combination of net assets decreasing by \$239,528 in Governmental Activities and decreasing by \$1,102,728 in the Business-type Activities.

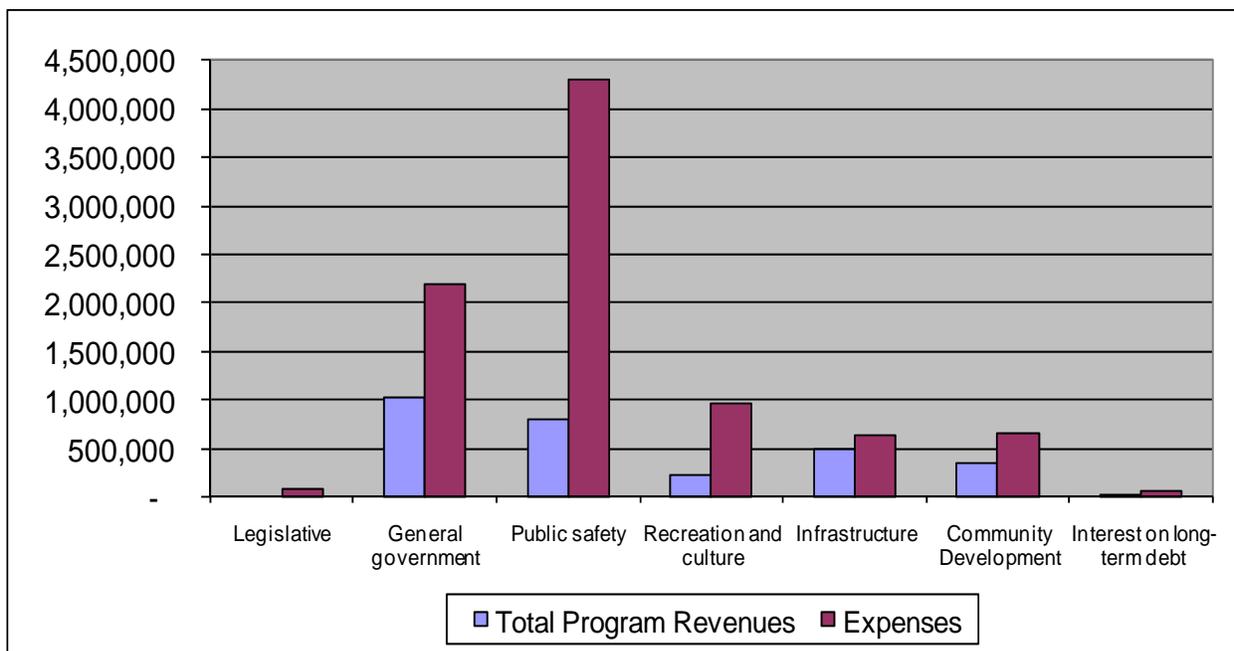
### Delhi Charter Township's Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
<b>Revenue:</b>						
Program revenues:						
Charges for services	\$ 2,453,629	\$ 1,684,802	\$ 5,042,106	\$ 5,188,251	\$ 7,495,735	\$ 6,873,053
Operating grants and contributions	168,765	97,136	30,109	309,131	198,874	406,267
Capital grants and contributions	271,422	3,396,484	46,604	145,768	318,026	3,542,252
General revenues:						
Property taxes	3,642,755	3,726,355	-	-	3,642,755	3,726,355
State shared revenue	1,474,950	1,553,811	-	-	1,474,950	1,553,811
Unrestricted grants and contributions	-	-	36,702	-	36,702	-
Other	36,518	77,351	-	-	36,518	77,351
<b>Total revenues</b>	<b>8,606,471</b>	<b>11,041,229</b>	<b>5,155,521</b>	<b>5,643,150</b>	<b>13,761,992</b>	<b>16,684,379</b>
<b>Expenses:</b>						
Legislative	88,276	105,129	-	-	88,276	105,129
General government	2,198,631	2,057,487	-	-	2,198,631	2,057,487
Public safety	4,309,039	4,503,054	-	-	4,309,039	4,503,054
Recreation and cultural	952,510	918,737	-	-	952,510	918,737
Infrastructure	633,727	1,214,437	-	-	633,727	1,214,437
Interest on long-term debt	60,120	76,276	-	-	60,120	76,276
Sewer	-	-	6,209,025	6,114,406	6,209,025	6,114,406
Community Development	652,920	-	-	661,871	652,920	661,871
<b>Total expenses</b>	<b>8,895,223</b>	<b>8,875,120</b>	<b>6,209,025</b>	<b>6,776,277</b>	<b>15,104,248</b>	<b>15,651,397</b>
<b>Increase (decrease) in net assets before transfers</b>	<b>(288,752)</b>	<b>2,166,109</b>	<b>(1,053,504)</b>	<b>(1,133,127)</b>	<b>(1,342,256)</b>	<b>1,032,982</b>
Transfers in (out)	49,224	(133,145)	(49,224)	133,145	-	-
Increase (decrease) in net assets	(239,528)	2,032,964	(1,102,728)	(999,982)	(1,342,256)	1,032,982
Net assets -beginning of year	12,195,221	9,262,436	37,593,679	38,593,661	49,788,900	47,856,097
Adoption of GASB 51	-	899,821	-	-	-	899,821
<b>Net assets - end of year</b>	<b>\$ 11,955,693</b>	<b>\$ 12,195,221</b>	<b>\$ 36,490,951</b>	<b>\$ 37,593,679</b>	<b>\$ 48,446,644</b>	<b>\$ 49,788,900</b>

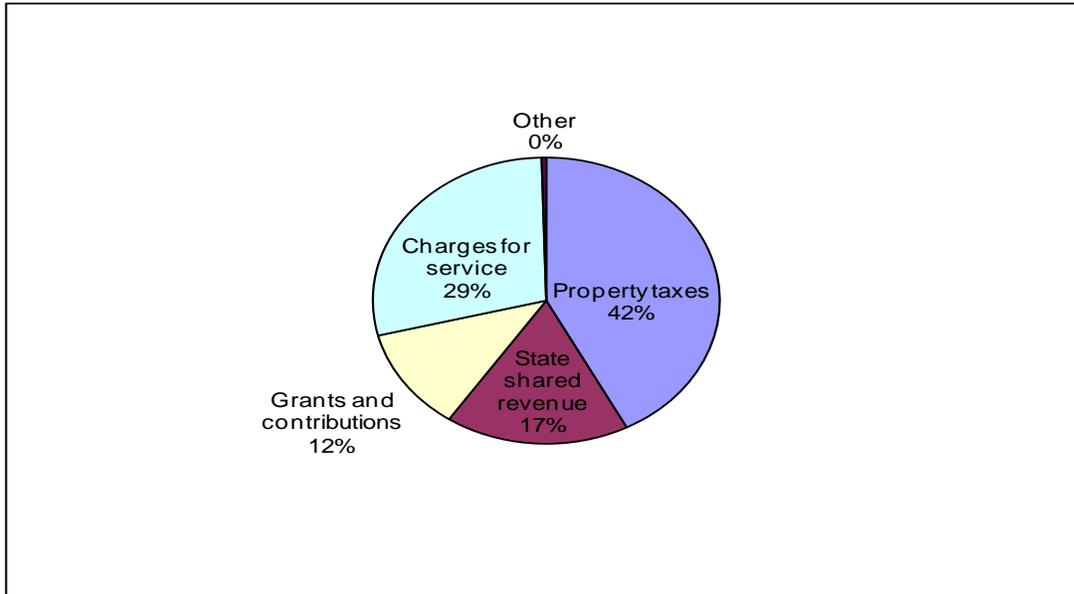
**Governmental activities.** Governmental activities decreased the Township’s net assets by \$239,528 during fiscal year 2010. Key elements of this net increase are:

- Charges for services increased by \$768,827. Approximately half of that increase is from the reclass of Community Development Fund activities from business type to governmental in 2010. While streetlight special assessments did increase by \$52,676 in 2010, the 2009 amount of \$250,913 was reported as capital grants and contributions in 2009 with \$303,590 reported as charges for services in 2010.
- Operating grants increased by \$71,629. Most of this increase was a result of grant money received to improve energy efficiency.
- Capital grants decreased by \$3,125,062 because the Downtown Development Authority had built and donated a senior center to the Parks and Recreation Fund in 2009.
- Property tax decreased by \$83,600. The taxable value of property is expected to continue to decline for the next several years.
- State shared revenues declined by \$78,861 continuing the trend of decreased support from the State of Michigan since 2001.
- Other revenues declined by \$40,833 due to less interest revenue.
- General government expenses increased by \$141,144. Election expenses were higher because there were three election in 2010, including a major August primary and November election, compared to two minor elections in 2010. Additionally, the receipt of an ARRA grant for improving energy efficiency resulted in an increase in expenses, although it was offset by the grant revenue.
- Public safety expenses decreased by \$194,015. This was due to the reduction of 3 police officers.
- Infrastructure expenses were down by \$580,710 due to a timing difference of the recognition of costs related to water improvement costs from earlier periods.

**Expenses and Program Revenues - Governmental Activities**



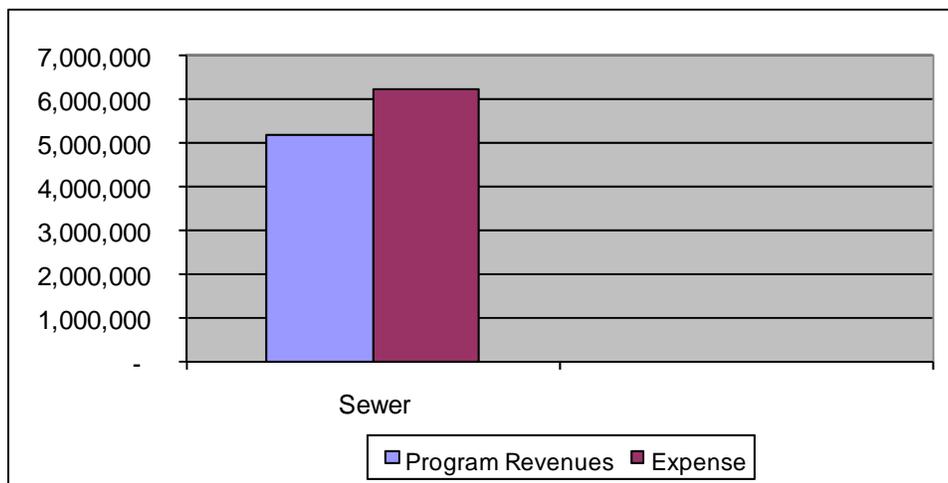
**Revenues by Source - Governmental Activities**



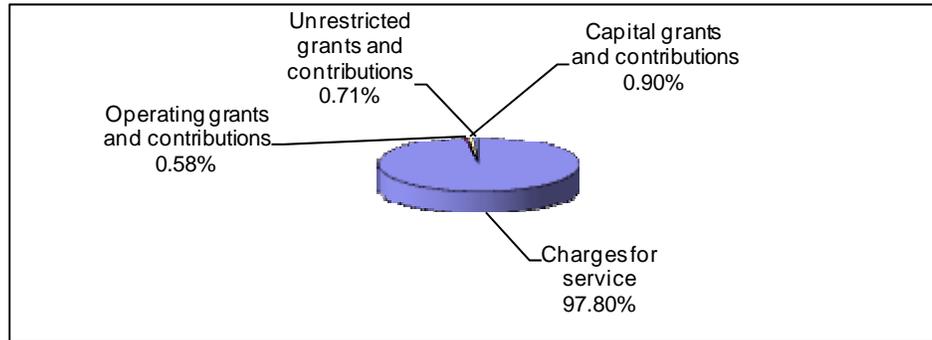
**Business-type activities.** Business-type activities decreased the Township’s net assets by \$1,102,728 during fiscal year 2010. Key elements of this decrease are:

- Charges for services were down \$146,145. Moving the Community Development Fund to the General Fund accounted for \$322,202 of that decrease. But offsetting that was an increase of \$89,463 in sewer usage revenue and a \$135,833 increase in sewer service charges.
- Interest earned from deposits was down by \$44,583.
- The capital contributions from developers for sanitary sewers was down by \$99,164.
- Total sewer expenses were up \$94,619. The cost of providing services was down \$397,971 but depreciation was up by \$572,971 largely due to the completion of the digester project.

**Expenses and Program Revenues - Business-type Activities**



## Revenues by Source - Business type Activities



## Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$2,490,124, a decrease of \$385,870 in comparison with the prior year. Over 98 percent of this total amount constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed for prepaid expenditures (\$29,120).

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 \$1,767,891 while total fund balance was \$1,796,961. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 22 percent of total general fund expenditures while total fund balance is also 22 percent of total general fund expenditures.

The fund balance in the Township's General Fund decreased by \$270,539 during the current fiscal year. Overall, expenditures including transfers out, increased \$463,036 and revenues and other financing sources increased by \$710,690. Key factors for this are:

- The activities of community development were reclassified from an enterprise fund to a department in the General Fund. This resulted in \$351,602 in revenues and \$591,013 in expenditures that previously would not have been reported in the General Fund.
- State shared revenue declined by \$78,861.
- Interest revenue declined by \$40,833.
- The Building and Grounds department expenditures were up by \$79,268 due to energy efficiency improvements that were offset by federal grant revenues.
- Police expenditures (contracted with Ingham County) were down by \$247,786.
- Actual revenues were 1% more than budgeted and expenditures were 1% less than budgeted.

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

Total net assets of the Sewer Fund at the end of the year amounted to \$36,490,951; a decrease for the year of \$1,063,496. Other factors concerning the finances of this fund have already been addressed in the discussion of the Township's business-type activities.

### **General Fund Budgetary Highlights**

During the year there was a net increase of \$290,540 (4%) in appropriations (including operating transfers out) between the original and final amended budget. While most departments actually had decreased final budgets, the reclassification of the Parks and Recreation Fund and the Community Development Fund to the General Fund during 2010 resulted in an increase in the total General Fund budget. Some of the changes in the budget were:

- \$235,160 decrease in salaries and benefits (not including Community Development and Parks and Recreation) due to layoffs, vacancies, and other cost saving measures. Using electronic poll books resulted in a \$21,850 decrease in election inspection wages.
- \$130,540 increase in building maintenance and repair for the ARRA energy efficiency grant
- \$57,000 increase for streetlights due to higher electric rates
- \$31,600 decrease in the police contract

Additionally, budgeted revenues (including other financing sources) increased by \$798,759 as follows:

- Much of the increase (about \$400,000) was a result of the revenues from Community Development and the Parks and Recreation Department newly classified in the General Fund
- \$176,570 increase in contributions from the DDA for funding that previously went to the Community Development and Parks and Recreation Funds
- \$112,840 increase from the ARRA federal grant
- \$51,000 increase in streetlight special assessment revenue
- \$50,000 decrease in ambulance fees

### **Capital Asset and Debt Administration**

**Capital assets.** The Township's investment in capital assets for its governmental and business type activities as of December 31, 2010, amounted to \$63,272,432 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, infrastructure, buildings and improvements, park and recreation facilities, machinery and equipment and construction in progress. The total increase in the Township's investment in capital assets for the current fiscal year was 2 percent (a 2 percent increase for governmental activities and less than 1 percent decrease for business-type activities).

Major capital asset acquisitions during the fiscal year included the following:

- To comply with GASB 51, the Township capitalized, net of depreciation, \$839,883 of prior year payments and \$87,422 in current year payments to the Ingham County Road Commission for road projects within the township.
- Similarly, the Township's portion of Ingham County drains was also capitalized for the first time in 2010 in order to comply with GASB 51. This resulted in net additions to flowage rights of \$513,627 in prior years and \$1,481,250 in 2010.

- A chassis was replaced on an ambulance for \$96,747.
- Added a connector to Willoughby Road for the non-motorized bike path for \$66,985.
- Added \$206,323 of digester improvements.
- Started construction for Lift Station D improvements in the amount of \$805,479.
- Added sewer lines for \$46,604.

**Delhi Charter Township's Capital Assets**  
(net of depreciation)

	Governmental Activities		Business Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 1,979,419	\$ 1,979,419	\$ 776,635	\$ 776,635	\$ 2,756,054	\$ 2,756,054
Infrastructure	927,305		46,177,597	48,184,395	47,104,902	48,184,395
Flowage rights	2,377,212	330,280	-	-	2,377,212	330,280
Buildings and improvements	4,776,819	4,974,321	1,113,749	1,146,976	5,890,568	6,121,297
Land improvements	1,535,297	1,633,011	440,170	454,999	1,975,467	2,088,010
Machinery and equipment	343,280	402,942	220,701	233,899	563,981	636,841
Furniture and office equipment	48,579	60,973	25,960	40,958	74,539	101,931
Computer equipment and programs	58,087	30,851	33,507	78,942	91,594	109,793
Vehicles	750,253	916,493	207,367	259,104	957,620	1,175,597
Construction in progress	106,946	58,508	1,373,549	550,617	1,480,495	609,125
<b>Total</b>	<b>\$ 12,903,197</b>	<b>\$ 10,386,798</b>	<b>\$ 50,369,235</b>	<b>\$ 51,726,525</b>	<b>\$ 63,272,432</b>	<b>\$ 62,113,323</b>

Additional information on the Township's capital assets can be found in Note 5 on pages 59 through 61 of this report.

**Long-term debt.** At the end of the current fiscal year, the Township had total debt outstanding of \$21,513,208. Of this amount, \$7,403,830 comprises debt backed by the full faith and credit of the government.

**Delhi Charter Township's Outstanding Debt**

	Governmental Activities		Business Type Activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds	\$ 734,266	\$ 1,254,221	\$ 6,669,564	\$ 7,123,696	\$ 7,403,830	\$ 8,377,917
Special assessment bonds	30,193	60,385	104,807	209,614	135,000	269,999
Revenue bonds	-	-	10,084,919	9,305,624	10,084,919	9,305,624
Other long-term debt	2,409,459	491,459	1,480,000	2,160,000	3,889,459	2,651,459
<b>Total</b>	<b>\$ 3,173,918</b>	<b>\$ 1,806,065</b>	<b>\$ 18,339,290</b>	<b>\$ 18,798,934</b>	<b>\$ 21,513,208</b>	<b>\$ 20,604,999</b>

The Township's total bonded debt decreased by \$329,791 (2 percent), down to \$17,623,749 during 2010. Payments of \$1,539,086 were made that reduced the bonded debt. However, \$1,209,295 additional revenue bonds were added as a result of the Township's participation in a State Revolving Fund low interest loan program.

The Township has an “AA-“ rating from Standard & Poor’s. This is one of the highest ratings and reflects a strong capacity to repay the debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the Township is \$77,184,731, which is significantly in excess of the Township’s and Downtown Development Authority’s outstanding general obligation debt of \$20,665,976.

Additional information on the Township’s long-term debt can be found in Note 7 on pages 62 through 67 of this report.

### **Economic Factors and Next Year’s Budgets and Rates**

The following factors were considered in preparing the Township’s budget for the 2011 fiscal year:

- The emphasis on reducing costs while providing quality services to our citizens continued to be a major consideration in the 2011 budget development.
- Contain health care costs by continuation of the Township’s high deductible health plan with the phasing down of employer contributions to employees’ health savings accounts (HSA) while encouraging employee contributions to the HSAs.
- Scale back capital purchases and infrastructure investments.
- Continue to assess staffing needs whenever a vacancy occurs.

During the current fiscal year, unreserved fund balance in the General Fund decreased to \$1,767,891. The Township has projected revenues to exceed expenditures in 2011 by \$921,432 thereby increasing unreserved fund balance to \$2,689,323.

### **Requests for Information**

This financial report is designed to provide a general overview of the Township’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Accounting, 2074 Aurelius Road, Holt, Michigan 48842-6320. Phone (517) 268-3021. E-mail: [marian.frane@delhitownship.com](mailto:marian.frane@delhitownship.com).

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**BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**CHARTER TOWNSHIP OF DELHI  
STATEMENT OF NET ASSETS  
DECEMBER 31, 2010**

	<u>Primary government</u>			<u>Component units</u>	
	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Total</u>	<u>Downtown Development Authority</u>	<u>Brownfield Redevelopment Authority</u>
<b>ASSETS</b>					
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 1,584,815	\$ 2,413,689	\$ 3,998,504	\$ 1,384,995	\$ 22,074
Investments	746,000	976,042	1,722,042	474	-
Receivables, net	6,391,389	1,374,838	7,766,227	2,956,739	148,878
Prepays and other assets	29,120	122,930	152,050	49,456	-
Capital assets not being depreciated	2,086,365	2,150,184	4,236,549	4,889,564	-
Capital assets being depreciated, net	10,816,832	48,219,051	59,035,883	6,461,257	-
<b>TOTAL ASSETS</b>	<u>21,654,521</u>	<u>55,256,734</u>	<u>76,911,255</u>	<u>15,742,485</u>	<u>170,952</u>
<b>LIABILITIES AND NET ASSETS</b>					
<b>LIABILITIES:</b>					
Accounts payable and accrued expenses	586,530	426,493	1,013,023	1,702,461	-
Unearned revenue	5,568,566	-	5,568,566	1,757,891	147,219
Long-term liabilities:					
Due within one year	351,905	1,728,778	2,080,683	975,409	-
Due in more than one year	3,191,827	16,610,512	19,802,339	10,383,305	-
<b>TOTAL LIABILITIES</b>	<u>9,698,828</u>	<u>18,765,783</u>	<u>28,464,611</u>	<u>14,819,066</u>	<u>147,219</u>
<b>NET ASSETS:</b>					
Invested in capital assets net of related debt	9,359,465	32,029,945	41,389,410	14,649	-
Restricted for debt service	5,624	542,531	548,155	-	-
Restricted for replacement and special assessment	-	1,459,245	1,459,245	-	-
Unrestricted	2,590,604	2,459,230	5,049,834	908,770	23,733
<b>TOTAL NET ASSETS</b>	<u>\$ 11,955,693</u>	<u>\$ 36,490,951</u>	<u>\$ 48,446,644</u>	<u>\$ 923,419</u>	<u>\$ 23,733</u>

**CHARTER TOWNSHIP OF DELHI  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2010**

Functions/programs	Net (expense) revenue and changes in net assets								
	Expenses	Program revenues			Primary government			Component unit	
		Charges for services	Operating grants and contributions	Capital grants and contributions	Governmental activities	Business-type activities	Total	Downtown Development Authority	Brownfield Redevelopment Authority
<b>Primary government:</b>									
Governmental activities:									
Legislative	\$ 88,276	\$ -	\$ -	\$ -	\$ (88,276)	\$ -	\$ (88,276)	\$ -	\$ -
General government	2,198,631	907,325	106,189	-	(1,185,117)	-	(1,185,117)	-	-
Public safety	4,309,039	739,988	59,363	-	(3,509,688)	-	(3,509,688)	-	-
Public works	633,727	345,410	905	149,517	(137,895)	-	(137,895)	-	-
Community development	652,920	351,602	-	-	(301,318)	-	(301,318)	-	-
Recreation and culture	952,510	109,304	1,820	115,423	(725,963)	-	(725,963)	-	-
Interest on long-term debt	60,120	-	488	6,482	(53,150)	-	(53,150)	-	-
Total governmental activities	8,895,223	2,453,629	168,765	271,422	(6,001,407)	-	(6,001,407)	-	-
Business-type activities:									
Sewer	6,209,025	5,042,106	30,109	46,604	-	(1,090,206)	(1,090,206)	-	-
Total business activities	6,209,025	5,042,106	30,109	46,604	-	(1,090,206)	(1,090,206)	-	-
Total primary government	<u>\$15,104,248</u>	<u>\$ 7,495,735</u>	<u>\$ 198,874</u>	<u>\$ 318,026</u>	<u>-</u>	<u>(1,090,206)</u>	<u>(7,091,613)</u>	<u>-</u>	<u>-</u>
<b>Component units:</b>									
Brownfield redevelopment	\$ 190,907	\$ -	\$ 42	\$ -	-	-	-	-	(190,865)
Downtown development	2,537,901	20,425	10,557	-	-	-	-	(2,506,919)	-
Total component units	<u>\$ 2,728,808</u>	<u>\$ 20,425</u>	<u>\$ 10,599</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,506,919)</u>	<u>(190,865)</u>
General revenues:									
Taxes:									
Property taxes, levied for general purposes					3,642,755	-	3,642,755	3,440,887	204,748
State sources					1,474,950	-	1,474,950	-	-
Unrestricted grants and contributions					558,432	36,702	595,134	14,146	-
Investment earnings					36,518	-	36,518	-	-
Transfers - internal activities					49,224	(49,224)	-	-	-
Total general revenues					<u>5,761,879</u>	<u>(12,522)</u>	<u>5,749,357</u>	<u>3,455,033</u>	<u>204,748</u>
Change in net assets					(239,528)	(1,102,728)	(1,342,256)	3,455,033	204,748
Net assets, beginning of year, as restated					<u>12,195,221</u>	<u>37,593,679</u>	<u>49,788,900</u>	<u>(24,695)</u>	<u>9,850</u>
Net assets, end of year					<u>\$ 11,955,693</u>	<u>\$ 36,490,951</u>	<u>\$48,446,644</u>	<u>\$ 923,419</u>	<u>\$ 23,733</u>

The notes to the financial statements are an integral part of this statement.

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**FUND FINANCIAL STATEMENTS**

**CHARTER TOWNSHIP OF DELHI  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2010**

	General	Nonmajor governmental funds	Total governmental funds
<b>ASSETS</b>			
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 941,364	\$ 643,451	\$ 1,584,815
Investments	643,915	102,085	746,000
Receivables:			
Taxes	2,992,721	2,584,304	5,577,025
Special assessments	79,084	40,359	119,443
Other	375,805	41	375,846
Due from component unit	319,075	-	319,075
Prepays	29,070	50	29,120
	<b>\$ 5,381,034</b>	<b>\$ 3,370,290</b>	<b>\$ 8,751,324</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES:</b>			
Accounts payable	\$ 440,144	\$ 4,061	\$ 444,205
Accrued liabilities	128,806	-	128,806
Deferred revenue	3,015,123	2,673,066	5,688,189
	<b>3,584,073</b>	<b>2,677,127</b>	<b>6,261,200</b>
<b>FUND BALANCES:</b>			
Reserved for prepaids	29,070	50	29,120
Unreserved, designated for debt service in special revenue fund	-	409,680	409,680
Unreserved:			
Undesignated	1,767,891	-	1,767,891
Undesignated, reported in nonmajor:			
Special revenue funds	-	277,809	277,809
Debt service funds	-	5,624	5,624
	<b>1,796,961</b>	<b>693,163</b>	<b>2,490,124</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 5,381,034</b>	<b>\$ 3,370,290</b>	<b>\$ 8,751,324</b>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
RECONCILIATION OF FUND BALANCES ON THE BALANCE SHEET FOR  
GOVERNMENTAL FUNDS  
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES ON THE  
STATEMENT OF NET ASSETS  
YEAR ENDED DECEMBER 31, 2010**

**Total governmental fund balances** \$ 2,490,124

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Capital assets not being depreciated	\$ 2,086,365	
Capital assets being depreciated, net	<u>10,816,832</u>	12,903,197

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

Deferred revenue expected to be collected after March 1, 2011	119,623
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Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:

General obligation debt	(3,173,918)
Compensated absences	(369,814)
Accrued interest	<u>(13,519)</u>

<b>Net assets of governmental activities</b>	<u><u>\$ 11,955,693</u></u>
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**CHARTER TOWNSHIP OF DELHI**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2010**

	<b>General</b>	<b>Nonmajor governmental funds</b>	<b>Total governmental funds</b>
<b>REVENUES:</b>			
Taxes	\$ 2,765,415	\$ 877,340	\$ 3,642,755
Special assessments	330,383	22,739	353,122
Intergovernmental	1,902,292	36,750	1,939,042
Licenses and permits	206,255	-	206,255
Charges for services	1,831,640	21,300	1,852,940
Interest	36,518	3,233	39,751
Other	705,429	9,737	715,166
Total revenue	<u>7,777,932</u>	<u>971,099</u>	<u>8,749,031</u>
<b>EXPENDITURES:</b>			
Current:			
Legislative	88,276	-	88,276
General government	2,015,813	-	2,015,813
Public safety	3,612,776	338,988	3,951,764
Infrastructure	532,614	3,631	536,245
Community development	588,014	-	588,014
Recreation and culture	725,571	-	725,571
Other	348,663	-	348,663
Debt service:			
Principal repayment	155,092	550,147	705,239
Interest expense	11,052	46,210	57,262
Capital outlay	33,119	134,159	167,278
Total expenditures	<u>8,110,990</u>	<u>1,073,135</u>	<u>9,184,125</u>
<b>DEFICIENCY OF REVENUES UNDER EXPENDITURES</b>	<u>(333,058)</u>	<u>(102,036)</u>	<u>(435,094)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	62,519	21,724	84,243
Transfers out	-	(35,019)	(35,019)
Total other financing sources (uses)	<u>62,519</u>	<u>(13,295)</u>	<u>49,224</u>
Net change in fund balances	(270,539)	(115,331)	(385,870)
<b>FUND BALANCES:</b>			
Beginning of year	<u>2,067,500</u>	<u>808,494</u>	<u>2,875,994</u>
End of year	<u>\$ 1,796,961</u>	<u>\$ 693,163</u>	<u>\$ 2,490,124</u>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2010**

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

<b>Net change in fund balances - total governmental funds</b>	<b>\$ (385,870)</b>
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>	
Capital outlay	258,844
Depreciation expense	(907,785)
Contribution of capital assets	221,890
Realized loss on disposal of capital assets	(25,657)
<p>Repayments of principal on long-term debt is an expenditure in the governmental funds, but not in the statement of activities (where it is a reduction of liabilities)</p>	
Repayment of principal on long-term debt	705,239
Amortization of bond discounts	(5,976)
<p>Revenue is recorded on the accrual method in the statement of activities; in the governmental funds it is recorded on the modified accrual method and not considered available:</p>	
Accrued revenue beginning of the year - primarily delinquent personal property taxes	(154,999)
Accrued revenue end of the year - primarily delinquent personal property taxes	119,623
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>	
<p>Accrued interest on bonds is recorded in the statement of activities when incurred; it is not recorded in governmental funds until it is paid:</p>	
Accrued interest payable beginning of the year	16,637
Accrued interest payable end of the year	(13,519)
<p>Compensated absences are reported on the accrual method in the statement of activities, and recorded as an expenditure when financial resources are used in the governmental funds:</p>	
Accrued compensated absences beginning of the year	301,859
Accrued compensated absences end of the year	<u>(369,814)</u>
<b>Change in net assets of governmental activities</b>	<b><u><u>\$ (239,528)</u></u></b>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2010**

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>
<b>REVENUES:</b>				
Taxes	\$ 2,779,100	\$ 2,756,600	\$ 2,765,415	\$ 8,815
Special assessments	281,100	330,200	330,383	183
Intergovernmental	1,553,550	1,883,910	1,902,292	18,382
Licenses and permits	16,300	187,260	206,255	18,995
Charges for services	1,543,500	1,766,360	1,831,640	65,280
Interest	60,000	40,500	36,518	(3,982)
Other	695,690	700,650	705,429	4,779
Total revenues	<u>6,929,240</u>	<u>7,665,480</u>	<u>7,777,932</u>	<u>112,452</u>
<b>EXPENDITURES:</b>				
Legislative:				
Board of Trustees	<u>107,940</u>	<u>89,220</u>	<u>88,276</u>	<u>(944)</u>
General government:				
Manager	334,310	329,730	325,839	(3,891)
Accounting	186,000	182,350	177,405	(4,945)
Clerk	258,360	244,480	239,789	(4,691)
Information technology	217,710	185,810	177,026	(8,784)
Treasurer	298,490	304,220	299,968	(4,252)
Assessing	273,220	257,510	247,559	(9,951)
Elections	86,900	60,950	58,977	(1,973)
Building and grounds	328,220	443,520	408,100	(35,420)
Cemetery	90,340	87,510	81,150	(6,360)
Total general government	<u>2,073,550</u>	<u>2,096,080</u>	<u>2,015,813</u>	<u>(80,267)</u>
Public safety:				
Police	2,224,700	2,193,100	2,185,243	(7,857)
Fire	<u>1,591,790</u>	<u>1,421,560</u>	<u>1,427,533</u>	<u>5,973</u>
Total public safety	<u>3,816,490</u>	<u>3,614,660</u>	<u>3,612,776</u>	<u>(1,884)</u>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (Concluded)  
YEAR ENDED DECEMBER 31, 2010**

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>
<b>EXPENDITURES (Concluded):</b>				
Recreation and culture:				
Parks administration	\$ -	\$ 209,230	\$ 207,475	\$ (1,755)
Parks	-	360,090	356,757	(3,333)
Recreation	-	165,850	161,339	(4,511)
Total recreation and culture	-	735,170	725,571	(9,599)
Infrastructure	600,510	503,000	532,614	29,614
Community development	-	591,870	588,014	(3,856)
Other	363,750	314,290	348,663	34,373
Debt service:				
Principal	-	155,340	155,092	(248)
Interest	-	11,100	11,052	(48)
Debt service	-	166,440	166,144	(296)
Capital outlay	40,000	36,500	33,119	(3,381)
Total expenditures	7,002,240	8,147,230	8,110,990	(36,240)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(73,000)	(481,750)	(333,058)	148,692
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in (out)	(854,450)	62,519	62,519	-
Net change in fund balance	(927,450)	(419,231)	(270,539)	148,692
<b>FUND BALANCE:</b>				
Beginning of year	2,067,500	2,067,500	2,067,500	-
End of year	<u>\$ 1,140,050</u>	<u>\$ 1,648,269</u>	<u>\$ 1,796,961</u>	<u>\$ 148,692</u>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
 PROPRIETARY FUNDS  
 STATEMENT OF NET ASSETS  
 DECEMBER 31, 2010**

	<b>Business-type activities-Enterprise funds</b>		
	<b>Sewer fund</b>	<b>Community Development</b>	<b>Total</b>
<b>ASSETS</b>			
<b>CURRENT ASSETS:</b>			
Cash and cash equivalents	\$ 1,068,096	\$ -	\$ 1,068,096
Investments	319,859	-	319,859
Special assessments receivable	439,038	-	439,038
Other receivables	935,800	-	935,800
Prepays	16,242	-	16,242
Other assets	106,688	-	106,688
	<b>2,885,723</b>	<b>-</b>	<b>2,885,723</b>
<b>TOTAL CURRENT ASSETS</b>			
<b>NONCURRENT ASSETS:</b>			
Restricted cash, cash equivalents and investments:			
Debt service cash and cash equivalents	542,531	-	542,531
Replacement and special assessments cash and cash equivalents	803,062	-	803,062
Replacement and special assessments investments	656,183	-	656,183
	<b>2,001,776</b>	<b>-</b>	<b>2,001,776</b>
<b>TOTAL NONCURRENT ASSETS</b>			
<b>PROPERTY, PLANT, AND EQUIPMENT,</b>			
net of accumulated depreciation	48,219,051	-	48,219,051
Property plant and equipment not being depreciated	2,150,184	-	2,150,184
	<b>50,369,235</b>	<b>-</b>	<b>50,369,235</b>
<b>TOTAL PROPERTY, PLANT, AND EQUIPMENT</b>			
	<b>55,256,734</b>	<b>-</b>	<b>55,256,734</b>
<b>TOTAL ASSETS</b>			

The notes to the financial statements are an integral part of this statement.

<b>LIABILITIES AND NET ASSETS</b>	<b>Business-type activities-Enterprise funds</b>		
	<b>Sewer fund</b>	<b>Community Development</b>	<b>Total</b>
<b>CURRENT LIABILITIES:</b>			
Accounts payable	\$ 141,842	\$ -	\$ 141,842
Accrued liabilities	137,818	-	137,818
Interest payable	146,333	-	146,333
Deposits payable	500	-	500
Current portion of long-term debt	1,728,778	-	1,728,778
<b>TOTAL CURRENT LIABILITIES</b>	<b>2,155,271</b>	<b>-</b>	<b>2,155,271</b>
<b>LONG-TERM LIABILITIES, net of current portion:</b>			
Due in more than one year	16,610,512	-	16,610,512
<b>TOTAL LIABILITIES</b>	<b>18,765,783</b>	<b>-</b>	<b>18,765,783</b>
<b>NET ASSETS:</b>			
Invested in capital assets net of related debt	32,029,945	-	32,029,945
Restricted for:			
Replacement	1,273,206	-	1,273,206
Debt service	542,531	-	542,531
Special assessments	186,039	-	186,039
Unrestricted	2,459,230	-	2,459,230
<b>TOTAL NET ASSETS</b>	<b>\$ 36,490,951</b>	<b>\$ -</b>	<b>\$ 36,490,951</b>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN NET ASSETS  
 YEAR ENDED DECEMBER 31, 2010**

	<u>Business-type activities-Enterprise funds</u>		
	<u>Sewer fund</u>	<u>Community Development</u>	<u>Total</u>
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 4,917,871	\$ -	\$ 4,917,871
Permits and fees	121,025	-	121,025
Other operating revenue	26,710	-	26,710
	<hr/>	<hr/>	<hr/>
Total operating revenues	5,065,606	-	5,065,606
<b>OPERATING EXPENSES:</b>			
Costs of sales and services	3,121,778	-	3,121,778
Depreciation	2,481,005	-	2,481,005
	<hr/>	<hr/>	<hr/>
Total operating expenses	5,602,783	-	5,602,783
	<hr/>	<hr/>	<hr/>
Operating loss	(537,177)	-	(537,177)
<b>NON-OPERATING REVENUES (EXPENSES):</b>			
Non-operating revenue	-	9,992	9,992
Transfer out	-	(49,224)	(49,224)
Interest and rentals	33,319	-	33,319
Interest expense	(606,242)	-	(606,242)
	<hr/>	<hr/>	<hr/>
Total non-operating revenues - net	(572,923)	(39,232)	(612,155)
	<hr/>	<hr/>	<hr/>
Net loss before capital contributions	(1,110,100)	(39,232)	(1,149,332)
	<hr/>	<hr/>	<hr/>
<b>CAPITAL CONTRIBUTIONS</b>	46,604	-	46,604
	<hr/>	<hr/>	<hr/>
<b>Change in net assets</b>	(1,063,496)	(39,232)	(1,102,728)
	<hr/>	<hr/>	<hr/>
<b>NET ASSETS:</b>			
Beginning of year	37,554,447	39,232	37,593,679
	<hr/>	<hr/>	<hr/>
End of year	\$ 36,490,951	\$ -	36,490,951
	<hr/>	<hr/>	<hr/>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 YEAR ENDED DECEMBER 31, 2010**

	<u>Business-type activities-Enterprise funds</u>		
	<u>Sewer fund</u>	<u>Community Development</u>	<u>Total</u>
<b>INCREASE (DECREASE) IN CASH:</b>			
Cash flows from operating activities:			
Cash received from customers	\$ 5,199,598	\$ 61,397	\$ 5,260,995
Cash payments to suppliers for goods and services	(2,129,160)	(132,027)	(2,261,187)
Cash payments to employees for services	(893,738)	-	(893,738)
Net cash provided (used) by operating activities	<u>2,176,700</u>	<u>(70,630)</u>	<u>2,106,070</u>
Cash flows from capital and related financing activities:			
Purchase of capital assets	(1,162,948)	-	(1,162,948)
Proceeds from bonds	1,209,295	-	1,209,295
Interest payments	(573,998)	-	(573,998)
Principal payments	(1,668,940)	-	(1,668,940)
Net cash used by capital and related financing activities	<u>(2,196,591)</u>	<u>-</u>	<u>(2,196,591)</u>
Cash flows from investing activities:			
Proceeds from maturities of investments	1,109,721	-	1,109,721
Interest and rental earnings	33,319	-	33,319
Net cash provided by investing activities	<u>1,143,040</u>	<u>-</u>	<u>1,143,040</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>1,123,149</u>	<u>(70,630)</u>	<u>1,052,519</u>
<b>CASH:</b>			
Beginning of year	<u>1,290,540</u>	<u>70,630</u>	<u>1,361,170</u>
End of year	<u>\$ 2,413,689</u>	<u>\$ -</u>	<u>\$ 2,413,689</u>

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS (Concluded)  
 YEAR ENDED DECEMBER 31, 2010**

	<u>Business-type activities-Enterprise funds</u>		
	<u>Sewer fund</u>	<u>Community Development</u>	<u>Total</u>
<b>RECONCILIATION OF NET OPERATING REVENUES (EXPENSE) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>			
Operating loss	\$ (537,177)	\$ -	\$ (537,177)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation and amortization	2,481,005	-	2,481,005
(Increase) decrease in assets:			
Special assessments receivable	34,484	61,397	95,881
Other receivables	52,904	-	52,904
Prepaid expenses	63,727	10,307	74,034
Other assets	32,243	-	32,243
Increase (decrease) in liabilities:			
Accounts payable	77,035	(10,258)	66,777
Accrued expenses	(10,748)	(62,648)	(73,396)
Deposits payable	(16,773)	(69,428)	(86,201)
Total adjustments	<u>2,713,877</u>	<u>(70,630)</u>	<u>2,643,247</u>
Net cash provided (used) by operating activities	<u>\$ 2,176,700</u>	<u>\$ (70,630)</u>	<u>\$ 2,106,070</u>

**Non-cash transactions:**

Contributions of capital assets amounting to \$46,604 were made during the year 2010 to record the cost of sewer systems accepted by the Township from various developers.

**FIDUCIARY FUNDS**

**CHARTER TOWNSHIP OF DELHI  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET ASSETS  
DECEMBER 31, 2010**

	<u>Private Purpose Trust Cemetery</u>	<u>Agency funds</u>
<b>ASSETS</b>		
<b>ASSETS:</b>		
Cash	\$ 76,434	\$ 16,847,666
Taxes receivable	-	15,511,751
	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<b>76,434</b>	<b>\$ 32,359,417</b>
	<hr/>	<hr/>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES:</b>		
Due to other governments	-	\$ 31,832,316
Undistributed receipts	-	527,101
	<hr/>	<hr/>
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>\$ 32,359,417</b>
	<hr/>	<hr/>
<b>NET ASSETS:</b>		
Held in trust for individuals	\$ 76,434	
	<hr/>	

The notes to the financial statements are an integral part of this statement.

**CHARTER TOWNSHIP OF DELHI  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
YEAR ENDED DECEMBER 31, 2010**

	<u>Private Purpose Trust</u>
	<u>Cemetery</u>
<b>ADDITIONS:</b>	
Contributions	<u>\$ 172</u>
<b>DEDUCTIONS:</b>	
Cemetery perpetual care	<u>245</u>
Change in net assets	(73)
<b>NET ASSETS:</b>	
Beginning of year	<u>76,507</u>
End of year	<u><u>\$ 76,434</u></u>

The notes to the financial statements are an integral part of this statement.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**CHARTER TOWNSHIP OF DELHI  
NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Charter Township of Delhi have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Township's accounting policies are described below.

**A. Reporting Entity**

The Charter Township of Delhi (Township) is incorporated under the provisions of Act 359, P.A. 1947 as amended (Charter Township Act) and is located in mid-Michigan. The Township provides the following services as authorized by its charter; public safety (police and fire), public improvements (sewers), planning and zoning, recreation and general administrative services.

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

**Discretely Presented Component Units**

The following is a description of the discretely presented component units. The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government.

The Downtown Development Authority of Charter Township of Delhi is organized pursuant to Charter Township of Delhi Ordinance No. 80 and Act 197 of the Public Acts of 1975 of the State of Michigan, as amended. The primary purpose of the Authority is to provide for the ongoing maintenance, promotion, security and continued operation of the downtown district. A tax increment financing district was established to finance these activities. The members of the Board of Directors of the Authority are appointed by the Township Board. No separate audit report is issued for this Authority.

The Delhi Township Brownfield Redevelopment Authority is organized pursuant to Section 13(1) of the State of Michigan's Brownfield Redevelopment Financing Act (Public Act 381 of 1996, as amended by Public Act 145 of 2000). The primary purpose of the Authority is to clean up environmentally challenged properties in the Township and prepare them for desirable and productive re-uses. Tax increment financing will be used to finance these activities. The members of the Board of Directors of the Authority are appointed by the Township Board. No separate audit report is issued for this Authority.

The Downtown Development Authority and the Brownfield Redevelopment Authority are considered component units of Charter Township of Delhi because the Township appoints the Authorities' Board members and has the ability to significantly influence the operations of the Authorities.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Government-wide and fund financial statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type* activities, which rely to a significant extent on fees and charges for support. Likewise, the *primary* government is reported separately from its legally separate *component* units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting and Basis of Presentation**

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

Government 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, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)**

Franchise fees, licenses, 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 year. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current 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:

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.

The government reports the following major proprietary funds:

*Sewer enterprise fund (Sewer Disposal System)*. This fund accounts for the activities of the Township's sewage disposal and sewage treatment systems that are financed primarily by user charges for those services.

Additionally, the government reports the following nonmajor fund types:

Special revenue funds - The *special revenue funds* account for revenue sources that are legally restricted for specific purpose (not including expendable trusts or major capital projects). The Township's special revenue funds include the water improvement, fire, police, and fire equipment, training and apparatus funds.

Debt service funds - The *debt service funds* account for the resources accumulated and payments made for principal and interest on long-term debt payable from a property tax debt levy. The Township's debt service funds relate to the Community Service Center and Pinetree Road.

Fiduciary funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the Township's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The Township has 3 fiduciary funds. One is a private purpose trust fund - the Cemetery Trust Fund which accounts for principal received and related interest. The other two funds are agency funds where the Township holds funds for others. The tax fund collects and distributes taxes to other governments and the Trust and Agency Fund holds funds like escrows and retainage for others.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Measurement Focus, Basis of Accounting and Basis of Presentation (Concluded)**

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

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

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 taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds are charges to customers for sales and services. The funds also recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**D. Assets, Liabilities and Net Assets or Equity**

**1. Cash and Investments**

The Township's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. In addition, the statement of cash flows includes both restricted and unrestricted cash and cash equivalents. Investments include instruments allowed by state statute subsequently described. Investments are carried at amortized cost or fair value.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Assets, Liabilities and Net Assets or Equity (Continued)**

**1. Cash and Investments (Concluded)**

The Township's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. In addition, the statement of cash flows includes both restricted and unrestricted cash and cash equivalents. Investments include instruments allowed by state statute subsequently described. Investments are carried at amortized cost or fair value.

State statutes authorized the Township to invest in bonds, securities, and other direct and certain indirect obligations of the U.S. Treasury, which include securities issued or guaranteed by the Government National Mortgage Association; certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank, savings and loan association, or credit union, which is a member of the Federal Deposit Insurance Corporation, Federal Savings and Loan Insurance Corporation, or National Credit Union Administration, respectively; and in commercial paper rated at the time of purchase within the three highest classifications established by not less than two standard rating services and which matures not more than 270 days after the date of purchase. The Township is also authorized to invest in U.S. government or federal agency obligation repurchase agreements, bankers' acceptances of U.S. banks, and mutual funds composed of investments as outlined above.

Investments are stated at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are value at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. Investments that do not have established market values are reported at estimated fair value. Cash deposits are reported at cost.

**2. 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 "due to/from other funds" and are all current. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Accounts receivable in the proprietary funds do not have an allowance for uncollectibles. Delinquent amounts are ultimately added to the tax roll and become a lien on the property and as a consequence, no allowance is deemed necessary. An allowance is recorded related to delinquent personal property taxes amounting to fifty percent of the total. No other significant allowances are deemed necessary.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Assets, Liabilities and Net Assets or Equity (Continued)**

**3. Prepaid Expenses**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**4. Restricted Assets**

Certain proceeds of enterprise funds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets because their use is limited by applicable bond covenants, Michigan law, or township ordinance.

**5. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure (sidewalks and usage rights), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,500. 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 asset lives are not capitalized.

Major outlays for capital assets and improvement are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government, as well as the component units, is depreciated using the straight-line method over the following estimated useful live:

Assets	Years
Sewage mains and infrastructure	40
Buildings	40
Building improvements	20
Land improvements	15
Machinery and equipment	5-10
Computer equipment	3-10
Furniture and fixtures	10
Vehicles	5-7

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Assets, Liabilities and Net Assets or Equity (Continued)**

**6. Compensated Absences**

It is the Township's policy to permit employees to accumulate a limited amount of earned but unused vacation and sick leave, which will be paid to employees upon separation from the Township. All vacation pay and partial sick leave is accrued when earned in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**7. Long-term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**8. Fund Equity**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**9. Comparative Data/Reclassifications**

Comparative total data for the prior year have been presented only for certain individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)**

**D. Assets, Liabilities and Net Assets or Equity (Concluded)**

**10. Use of Estimates**

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenditures. Such estimates are primarily related to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for the general and special revenue funds. All annual appropriations lapse at fiscal year-end.

Encumbrances represent commitments related to unperformed contracts for goods or services. The Township does not utilize encumbrance accounting.

The Township follows these procedures in establishing the budgetary data reflected in the financial statements:

1. On or prior to September 1 of each year, a proposed budget is submitted to the Township Board for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. Prior to December 31 the budget is legally enacted through passage of a resolution.
4. Any revisions of the budget must be approved by the Board of Trustees. Budget revisions made to the component unit's (Downtown Development Authority) budget are approved by the Downtown Development Authority Board. If the component unit's budget amendments have an impact on fund balance, the Township Board of Trustees also needs to approve the amendments.
5. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue funds, debt service funds and proprietary funds. Similarly, the Township also adopts budgets, on a project basis, for all capital projects.
6. Budgets for general, special revenue, debt service funds and proprietary funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Budgeted amounts are as originally adopted, or as amended by the Board of Trustees during the fiscal year.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Concluded)**

**A. Budgetary Information (Concluded)**

7. The budget is prepared by fund and function and activity and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Expenditures may not exceed budget at the function level.

It is important to note that capital outlay is budgeted by department, and not in total. This may have an impact on variances as presented in the financial statements.

**B. Excess of Expenditures Over Appropriations**

For the year ended December 31, 2010, expenditures exceeded appropriations in the fire, infrastructure, and other departments within the general fund and in capital outlay for the fire equipment, training and apparatus fund. These over-expenditures were funded by available fund balances in each of the respective funds.

**NOTE 3 - DEPOSITS AND INVESTMENTS**

As of December 31, 2010, the Township had the following investments.

<u>Investment Type</u>	<u>Fair value</u>	<u>Weighted average maturity (years)</u>	<u>Standard &amp; Poor's rating</u>	<u>%</u>
Stifel Nicholas Money Market	\$ 264	0.0027	N/A	0.0%
Ambassador Bank Money Market	258,444	0.0027	AAAm	6.5%
Dreyfus Govt Prime Cash Mgt Money Mkt	22,919	0.0027	N/A	0.6%
MILAF	136,874	0.0027	AAAm	3.4%
PNC Bank Money Market	100,238	0.0027	N/A	2.5%
CLASS Pooled Investments	103,569	0.0027	N/A	2.6%
First Financial Money Market	172,981	0.0027	N/A	4.3%
Dart Money Market	1,487,809	0.0027	N/A	37.2%
Citizens Bank Money Market	126,007	0.0027	N/A	3.1%
Dart Muni Money Market	1,165,669	0.0027	N/A	29.1%
Govt Loan Trust Zero Cpn	104,008	2.2194	Aaa - Moody	2.6%
Financing Corp CPN FICO Strips	53,796	2.8242	N/A	1.3%
Federal Home Loan Bank	100,412	3.1104	Aaa - Moody	2.5%
Federal Natl Mtg Assn Debenture Zero Cpn	53,192	3.4614	Aaa - Moody	1.3%
Federal National Mtg Assn Note	114,883	4.6440	Aaa - Moody	2.9%
GNMA II GTD Mtg Pass Thru	2,475	20.2662	N/A	0.1%
Total fair value	<u>\$4,003,540</u>			<u>100.0%</u>
Portfolio weighted average maturity		<u>2.2845</u>		

1 day maturity equals 0.0027, on year equals 1.00

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)**

**Interest rate risk.** In accordance with its investment policy, the Township will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market; and, investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the Township's cash requirements.

**Credit risk.** State law limits investments in commercial paper and corporate bonds to a prime or better rating issued by nationally recognized statistical rating organizations (NRSROs).

**Concentration of credit risk.** The Township will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the Township's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

**Custodial credit risk - deposits.** In the case of deposits, this is the risk that in the event of a bank failure, the Township's deposits may not be returned to it. As of December 31, 2010, \$3,532,773 of the Township's bank balance of \$16,201,813 was exposed to custodial credit risk because it was uninsured. Certificate of deposits and money market accounts are included in the above totals. The balance of \$20,047,299 is reported as deposits on the financial statements as of December 31, 2010.

**Custodial credit risk - investments.** For an investment, this is the risk that, in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The Township will minimize custodial credit risk, which is the risk of loss due to the failure of the security issuer or backer, by; limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the Township will do business.

**Foreign currency risk.** The Township is not authorized to invest in investments which have this type of risk

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 3 - DEPOSITS AND INVESTMENTS (Concluded)**

Summary of deposit and investments balances. The following is a reconciliation of deposit and investment balances as of December 31, 2010:

Deposits (including deposits in transit at year end)	\$ 20,047,299
Investments	4,003,540
Cash on hand	1,350
	<u>\$ 24,052,189</u>
Cash:	
Township wide	\$ 3,998,504
Component units	1,407,069
Cemetery fund (a private purpose trust)	76,434
Tax collection fund (a fiduciary fund)	16,847,666
Investments:	
Township wide	1,722,042
Component units	474
	<u>\$ 24,052,189</u>

**NOTE 4 - RECEIVABLES**

Receivables at December 31, 2010 consist of the following:

<b>Primary Government</b>		<b>Business-type Activities</b>	
General	\$ 210,281	Service	\$ 912,556
Special Assessment	119,443	General	19,173
Ambulance	164,165	Due from current tax	403,099
Due from DDA	319,075	Special assessment	35,939
Due from current tax	5,577,025	Other	4,071
Other	1,400		<u>4,071</u>
	<u>\$ 6,391,389</u>		<u>\$ 1,374,838</u>
<b>Downtown Development Authority</b>		<b>Brownfield Redevelopment Authority</b>	
Due from Township	\$ 2,955,613	Due from Township	\$ 148,878
General	1,126		<u>148,878</u>
	<u>\$ 2,956,739</u>		<u>\$ 148,878</u>

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 5 - CAPITAL ASSETS**

The capital assets are as follows:

	Balance December 31, 2009	Restatement and Reclassifications	Additions	Deletions	Balance December 31, 2010
Primary government:					
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,979,419	\$ -	\$ -	\$ -	\$ 1,979,419
Construction in process	58,508	-	48,438	-	106,946
Total capital assets, not being depreciated	<u>2,037,927</u>	<u>-</u>	<u>48,438</u>	<u>-</u>	<u>2,086,365</u>
Capital assets, being depreciated:					
Buildings and improvements	7,428,777	-	-	51,452	7,377,325
Land improvements and sidewalks	2,619,962	-	66,985	47,489	2,639,458
Machinery and equipment	1,021,769	-	39,262	11,550	1,049,481
Furniture and office equipment	519,366	54,682	-	-	574,048
Flowage rights	400,340	540,660	1,562,850	-	2,503,850
Infrastructure	-	1,762,900	196,183	-	1,959,083
Computer equipment and programs	354,517	37,368	33,119	12,453	412,551
Vehicles	2,125,463	39,856	96,747	97,919	2,164,147
Total capital assets, being depreciated	<u>14,470,194</u>	<u>2,435,466</u>	<u>1,995,146</u>	<u>220,863</u>	<u>18,679,943</u>
Less accumulated depreciation for:					
Buildings and improvements	2,454,456	-	194,217	48,167	2,600,506
Land improvements and sidewalks	986,951	-	157,077	39,867	1,104,161
Machinery and equipment	618,827	-	92,332	4,958	706,201
Furniture and office equipment	458,393	51,422	15,654	-	525,469
Flowage rights	70,060	13,517	43,061	-	126,638
Infrastructure	-	923,017	108,761	-	1,031,778
Computer equipment and programs	323,666	8,897	34,355	12,454	354,464
Vehicles	1,208,970	32,356	262,328	89,760	1,413,894
Total accumulated depreciation	<u>6,121,323</u>	<u>1,029,209</u>	<u>907,785</u>	<u>195,206</u>	<u>7,863,111</u>
Total capital assets, being depreciated, net	<u>8,348,871</u>	<u>1,406,257</u>	<u>1,087,361</u>	<u>25,657</u>	<u>10,816,832</u>
Total	<u>\$ 10,386,798</u>	<u>\$ 1,406,257</u>	<u>\$ 1,135,799</u>	<u>\$ 25,657</u>	<u>\$ 12,903,197</u>

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 5 - CAPITAL ASSETS (Continued)**

	Balance December 31, 2009	Restatement and Reclassifications	Additions	Deletions	Balance December 31, 2010
Primary government:					
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 776,635	\$ -	\$ -	\$ -	\$ 776,635
Construction in process	550,616	-	822,933	-	1,373,549
Total capital assets, not being depreciated	<u>1,327,251</u>	<u>-</u>	<u>822,933</u>	<u>-</u>	<u>2,150,184</u>
Capital assets, being depreciated:					
Sewage disposal plant and equipment	29,720,680	-	206,323	-	29,927,003
Sewer mains	42,022,055	-	46,604	-	42,068,659
Outfall lines	1,141,390	-	-	-	1,141,390
Land improvements	465,340	-	16,752	-	482,092
Furniture and office equipment	184,667	(54,682)	-	2,930	127,055
Computer equipment	396,824	(37,368)	-	6,771	352,685
Vehicles	951,382	(39,856)	32,033	3,000	940,559
Machinery and equipment	673,392	-	38,303	4,705	706,990
Maintenance facility	1,430,686	-	-	-	1,430,686
Total capital assets, being depreciated	<u>76,986,416</u>	<u>(131,906)</u>	<u>340,015</u>	<u>17,406</u>	<u>77,177,119</u>
Less accumulated depreciation for:					
Sewage disposal plant and equipment	10,200,356	-	1,208,107	-	11,408,463
Sewer mains	14,157,997	-	1,027,784	-	15,185,781
Outfall lines	341,373	-	23,838	-	365,211
Land improvements	10,341	-	31,581	-	41,922
Furniture and office equipment	143,708	(51,421)	11,738	2,930	101,095
Computer equipment	317,884	(8,896)	16,961	6,771	319,178
Vehicles	692,280	(32,356)	73,268	-	733,192
Machinery and equipment	439,494	-	51,500	4,705	486,289
Maintenance facility	283,709	-	36,228	3,000	316,937
Total accumulated depreciation	<u>26,587,142</u>	<u>(92,673)</u>	<u>2,481,005</u>	<u>17,406</u>	<u>28,958,068</u>
Total capital assets, being depreciated, net	<u>50,399,274</u>	<u>(39,233)</u>	<u>(2,140,990)</u>	<u>-</u>	<u>48,219,051</u>
Total	<u>\$ 51,726,525</u>	<u>\$ (39,233)</u>	<u>\$ (1,318,057)</u>	<u>\$ -</u>	<u>\$ 50,369,235</u>

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 5 - CAPITAL ASSETS (Concluded)**

	Balance December 31, 2009	Restatement and Reclassifications	Additions	Deletions	Balance December 31, 2010
Component unit:					
Downtown Development Authority:					
Capital assets, not being depreciated:					
Land	\$ 4,889,564	\$ -	\$ -	\$ -	\$ 4,889,564
Construction in process	11,746	-	105,666	117,412	-
Total capital assets, not being depreciated	<u>4,901,310</u>	<u>-</u>	<u>105,666</u>	<u>117,412</u>	<u>4,889,564</u>
Capital assets, being depreciated:					
Buildings	1,042,490	-	9,430	-	1,051,920
Land improvements	6,330,514	-	117,412	-	6,447,926
Infrastructure	-	1,250,143	44,352	-	1,294,495
Computer	-	-	2,500	-	2,500
Machinery and equipment	43,613	-	-	-	43,613
Furniture and office equipment	76,020	-	-	-	76,020
Total capital assets, being depreciated	<u>7,492,637</u>	<u>1,250,143</u>	<u>173,694</u>	<u>-</u>	<u>8,916,474</u>
Less accumulated depreciation for:					
Buildings	137,271	-	26,262	-	163,533
Land improvements	899,726	-	357,657	-	1,257,383
Infrastructure	-	875,100	83,343	-	958,443
Machinery and equipment	23,260	-	4,361	-	27,621
Furniture and office equipment	40,635	-	7,602	-	48,237
Total accumulated depreciation	<u>1,100,892</u>	<u>875,100</u>	<u>479,225</u>	<u>-</u>	<u>2,455,217</u>
Total capital assets, being depreciated, net	<u>6,391,745</u>	<u>375,043</u>	<u>(305,531)</u>	<u>-</u>	<u>6,461,257</u>
Total	<u>\$ 11,293,055</u>	<u>\$ 375,043</u>	<u>\$ (199,865)</u>	<u>\$ 117,412</u>	<u>\$ 11,350,821</u>

Depreciation expense was charged to functions/programs of the primary government at December 31, 2010 as follows:

Governmental activities:	
General government	\$ 173,748
Public safety	351,457
Public works	151,822
Community development	14,212
Recreation and culture	216,546
Total governmental activities	<u>\$ 907,785</u>
Business type activities:	
Sewer	<u>\$ 2,481,006</u>
Component unit	<u>\$ 479,225</u>

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 6 - INTERFUND RECEIVABLES, PAYABLE AND TRANSFERS**

The composition of interfund balances as of December 31, 2010 is as follows:

<u>Receivable fund</u>		<u>Payable fund</u>	<u>Amount</u>
General fund	<u>\$ 319,075</u>	Component unit	<u>\$ 319,075</u>

The outstanding balances between funds result mainly from the accrued payroll. The payroll is calculated in the general fund, and the other funds reimburse. The general fund expects to collect in the subsequent year.

Interfund transfers:

	<u>Transfer in</u>		<u>Total transfers out</u>
	<u>General fund</u>	<u>Nonmajor special revenue</u>	
Transfer out:			
Nonmajor governmental funds	\$ 13,295	\$ 21,724	\$ 35,019
Nonmajor enterprise fund	49,224	-	49,224
Total transfers in	<u>\$ 62,519</u>	<u>\$ 21,724</u>	<u>\$ 84,243</u>

Transfers are used to 1) move revenues from the fund with collection authorization to the general fund for reimbursement of expenses incurred on behalf of the paramedic fund, 2) move funds for purchase of capital outlay, 3) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations.

**NOTE 7 - LONG-TERM DEBT**

General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 7 - LONG-TERM DEBT (Continued)**

General Obligation Bonds (Concluded)

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 5 to 30 year serial bonds.

\$1,032,300, 2002 Water Improvement District, Serial Bonds, due in annual installments of \$44,955 to \$79,088 through 2022, interest at 3.1% to 5.00%. The Township issued bonds totaling \$6,200,000 of which 16.65% (\$1,032,300) was for water improvement (general long-term debt) and 83.35% (\$5,167,700) was for sanitary sewer (enterprise fund) \$ 734,266

Special Assessment Bonds Payable

The Township has issued special assessment bonds payable. The government pledges special assessments levied against taxpayers' benefiting from a specific construction asset which are collectable over a period of years. In addition, the Township has pledged, in certain of the following, its full faith and credit within statutory limitations.

\$435,000, 1996 Pine Tree Road Improvement, Serial Bonds, due in annual installments of \$30,193 through 2011, interest at 5.00%. The Township issued one bond issued for \$1,945,000 of which 78% was for the sanitary sewer special assessment (\$1,510,000) and 22% was for the Pine Tree Road Improvement (\$435,000) \$ 30,193

Other Long-term Debt

The government is assessed for drains at large by Ingham County. The assessment cover the Township's share of installation and flowage rights for drains. General assessments outstanding at year end are as follows:

<u>Purpose</u>	<u>Amount</u>	<u>Fiscal year Due</u>	<u>Interest Rate</u>
Governmental activities	<u>\$ 2,109,291</u>	2022	Imputed at 4%

Installment Purchase Agreement

The Township has entered into an installment purchase agreement to purchase property. This obligation is summarized as follows:

<u>Purpose</u>	<u>Amount</u>	<u>Fiscal year Due</u>	<u>Interest Rate</u>
Governmental activities	<u>\$ 300,168</u>	2019	3.49%

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 7 - LONG-TERM DEBT (Continued)**

**Enterprise Fund**

General Obligation Bonds Payable:

\$1,000,000, 1996 Sanitary Sewer general obligation bonds, due in annual installments of \$90,000 to \$95,000 through 2011, interest at 5.20% to 5.40%	\$	95,000
\$2,500,000, 2003 Sanitary Sewer general obligation bonds, due in annual installments of \$95,000 to \$195,000 through 2024, interest at 3.00% to 4.75%		1,985,000
\$5,167,700, 2002 Sanitary Sewer general obligation bonds, due in annual installments of \$225,045 to \$395,912 through 2022, interest at 3.10% to 5.00%. The Township issued one bond issue for \$6,200,000 of which 83.35% (\$5,167,700) was for sanitary sewer (enterprise fund) and 16.65% (\$1,032,300) was for water improvement (general long-term debt)		3,675,735
\$1,000,000, 2008 DDA general obligation bonds, due in annual installments of \$44,088 to \$87,675 through 2024, interest at 3.0% to 4.125%. The Township issued one bond issue for \$9,980,000, of which \$1,000,000 was for sanitary sewer and \$8,980,000 was for downtown development (DDA component unit)		913,829
	\$	6,669,564

State Revolving Loan Fund Revenue Bonds

\$9,850,000, 2007 Sanitary Sewer revenue bonds, draws to 1/31/11 of \$9,759,989, interest to be determined after final draw not to exceed 1.625%		8,919,989
\$8,400,000, 2010 Sanitary Sewer revenue bonds, draws to 11/30/2012, interest at 2.5%		1,164,930
	\$	10,084,919

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 7 - LONG-TERM DEBT (Continued)**

Special Assessment Bonds Payable

The Township has issued special assessment bonds payable. The government pledges special assessments levied against taxpayers benefiting from a specific constructed asset and collectible over a period of years.

\$1,510,000, 1996 Sanitary Sewer Special Assessment Bonds (Dell Willoughby), due in annual installments of \$104,807 through 2011, interest at 5.00%. The Township issued one bond issue for \$1,945,000 of which 78% was for the Sanitary Sewer Special Assessment (\$1,510,000) and 22% was for the Pine Tree Road Improvement (\$435,000) \$ 104,807

Note Payable

\$6,695,000, 1998 refunding note payable due to Ingham County calling for total annual installments of \$680,000 to \$765,000 through 2012, interest at 5.13%. \$ 1,480,000

**Downtown Development Authority (Component Unit)**

The long-term debt balance of the Downtown Development Authority consists of the following:

\$990,000, 2003 general obligation bonds to finance Downtown Development Authority costs of constructing a building, due in annual installments of \$60,000 to \$85,000 through 2018, interest at 2.90% to 4.50% \$ 590,000

\$2,540,000, 2010 Downtown Development refunding bonds for the purpose of refunding 1997 general obligations bonds, due in annual installments of \$495,000 to \$525,000 starting in 2011 and going through 2015, interest at .875% to 2.05% 2,540,000

\$8,980,000, 2008 DDA general obligation bonds, due in annual installments for \$395,912 to \$787,000 through 2024, interest at 3.0% to 4.125%. The Township issued one bond issue for \$9,980,000, of which \$1,000,000 was for sanitary sewer and \$8,980,000 was for downtown development (DDA component unit) 8,206,172  
\$ 11,336,172

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 7 - LONG-TERM DEBT (Continued)**

The following is a summary of changes in long-term debt during the year ended December 31, 2010:

	Beginning balance	Additions	Reductions	Ending balance	Due within one year
<b>Governmental activities:</b>					
General obligation bonds	\$ 1,254,221	\$ -	\$ 519,955	\$ 734,266	\$ 46,620
Special assessment bonds	60,385	-	30,192	30,193	30,193
General assessment payable	157,958	2,073,092	121,759	2,109,291	121,759
Installment purchase agreement	333,501	-	33,333	300,168	33,333
Compensated absences	301,859	67,955	-	369,814	120,000
	<u>\$ 2,107,924</u>	<u>\$ 2,141,047</u>	<u>\$ 705,239</u>	<u>\$ 3,543,732</u>	<u>\$ 351,905</u>
<b>Business-type activities:</b>					
General obligation bonds	\$ 7,123,696	\$ -	\$ 454,132	\$ 6,669,564	\$ 473,971
Revenue bonds	9,305,624	1,209,295	430,000	10,084,919	435,000
Special assessment bonds	209,614	-	104,807	104,807	104,807
Notes payable	2,160,000	-	680,000	1,480,000	715,000
	<u>\$ 18,798,934</u>	<u>\$ 1,209,295</u>	<u>\$ 1,668,939</u>	<u>\$ 18,339,290</u>	<u>\$ 1,728,778</u>
<b>Component unit:</b>					
General obligation bonds	\$ 11,942,084	\$ 2,540,000	\$ 3,145,912	\$ 11,336,172	\$ 969,409
Notes payable	20,155	-	20,155	-	-
Compensated absences	24,245	-	1,703	22,542	6,000
	<u>\$ 11,986,484</u>	<u>\$ 2,540,000</u>	<u>\$ 3,167,770</u>	<u>\$ 11,358,714</u>	<u>\$ 975,409</u>
	<u>\$ 32,893,342</u>	<u>\$ 5,890,342</u>	<u>\$ 5,541,948</u>	<u>\$ 33,241,736</u>	<u>\$ 3,056,092</u>

The annual requirements to amortize all long-term debt outstanding, exclusive of compensated absences as of December 31, 2010, are as follows:

Year ending December 31	Governmental activities		Business-type activities		Component Units	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 231,905	\$ 155,599	\$ 1,728,778	\$ 526,426	\$ 969,409	\$ 377,267
2012	204,209	145,334	1,604,480	486,388	1,001,403	356,894
2013	206,708	135,670	1,199,988	441,940	1,038,397	333,277
2014	209,204	125,819	1,229,995	389,365	1,070,892	307,054
2015	211,702	115,805	1,275,003	327,925	1,108,387	276,661
2016 - 2020	1,064,474	423,889	5,243,414	883,953	3,214,339	987,489
2021 - 2025	695,083	182,708	4,452,640	360,775	2,933,345	307,287
2026 - 2029	350,633	40,557	1,604,992	11,275	-	-
	<u>\$ 3,173,918</u>	<u>\$ 1,325,381</u>	<u>\$ 18,339,290</u>	<u>\$ 3,428,047</u>	<u>\$ 11,336,172</u>	<u>\$ 2,945,929</u>

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 7 - LONG-TERM DEBT (Concluded)**

Advance refunding

In prior years the Township defeased certain bonds by placing the proceeds of new bonds in irrevocable trusts for the purpose of generating resources for all future debt service payments on the refunded debt. As a result, the refunded bonds are considered to be defeased and the trust fund assets and related liabilities have been removed from the statement of net assets. At December 31, 2010, \$1,480,000 of bonds outstanding from a prior advance refunding is considered defeased.

On September 23, 2010, the Downtown Development Authority (Component Unit) Township issued general obligation bonds of \$2,540,000 with interest rates ranging from .875% to 2.05% to advanced refund the Downtown Development Authority's 1997 and 2001 general obligation bonds which had interest rates of 5.0% to 5.1% and 4.1% to 4.625%, respectively. The bonds matured at various times through 2016. The 2010 general obligation bonds were issued at a discount after paying issuance costs of \$43,473. The net proceeds from the 2010 bond totaled \$2,513,179. The net proceeds of the new bonds were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on the refunded debt. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the Township's government-wide financial statements.

As a result of the advance refunding, the Township reduced its total debt service requirements by approximately \$128,000, which resulted in an economic gain.

**NOTE 8 - CONTRIBUTED CAPITAL**

Contributed capital currently exists only in the Enterprise fund. This capital has been used along with other Township resources to purchase or construct the sewer system currently in use or still in construction within the Township. Contributions for 2010 from customers, sub-dividers and component units equaled \$46,604. Currently, accounting principles generally accepted in the United States of America call for capital contributions to be recorded as revenue.

**NOTE 9 - PROPERTY TAX REVENUE**

Property taxes become an enforceable lien on the property as of December 1. Taxes are levied on December 1 and are due in February of the following year. The Township bills and collects its own property taxes and also taxes for the county, intermediate school district, community college and school districts. All tax collections are accounted for in the tax collection fund, an agency fund. Township tax revenues are recognized in the fiscal year following the December 1 levy date. Property taxes levied for the ensuing year's revenue are included in taxes receivable and deferred revenue. Property tax receivables related to delinquent taxes are also deferred unless collected within 60 days of year-end.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 9 - PROPERTY TAX REVENUE (Concluded)**

The Township is permitted by state statute to levy taxes up to \$5.00 per \$1,000 of taxable valuation for general government services other than the payment of principal and interest on long-term debt and in unlimited amounts for the payment of principal and interest on long-term debt. In 2010, the Township levied \$4.309 per \$1,000 for general governmental purposes and \$0.5000 per \$1,000 for fire equipment, and \$0.5945 per \$1,000 for Community Service Center debt requirements on the December 1, 2009 levy (recognized as revenue in 2010) for a total of \$5.4039 per \$1,000.

The Downtown Development and Brownfield Redevelopment Authorities, which are component units, also receive property tax revenue from the December 1 tax levy. These tax revenues are recognized in the fiscal year following the December 1 levy date.

**NOTE 10 - PENSION PLANS**

The Township provides pension benefits for all of its full-time employees through a defined contribution plan called the Defined Contribution Pension Plan for Governmental Employees. The Plan is administered by an outside party. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate upon completion of three months of service. The Township contributes an amount equal to 10% of the employee's base annual compensation.

The Township's contribution for each employee (and interest attributable to these contributions) are fully vested after two years service. Township contributions and attributable interest forfeited by employees who leave employment prior to full vesting are used to reduce the Township's current period contribution requirements.

Plan provisions and contribution requirements are established and may be amended by the Township Board.

The Township's total payroll in 2010 was \$4,095,527. Contributions were calculated using the base salary amount of \$3,110,430. The Township made the required 10% contribution total \$311,043.

**NOTE 11 - DEFERRED COMPENSATION PLANS**

The Township offers two deferred compensation plans created in accordance with Internal Revenue Code Section 457; one designed for full-time employees, and the second available only to part-time employees. The plans permit employees to defer a portion of their salary until future years. For the Plan covering part-time employees, the Township contributes 3% of gross pay to the plan on behalf of all participating employees. The Township made contributions to the plans totaling \$4,590. The deferred compensation is only available to the employees upon retirement, termination, becoming permanently disabled, or death.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 12 - OTHER POST EMPLOYMENT BENEFITS**

In addition to benefits described in Note 10 and 11, the Township provides both health and life insurance benefits for retired employees (the “Plan”). The Plan provides other post employment benefits (OPEB) for all of its full time employees through a single-employer defined benefit plan. Based on the plan, the Township is required to have an actuarial calculation every three years. The information provided is the results of the most recent actuarial valuation with a measurement date of March 31, 2008.

*Plan Description.* The purpose of the Plan is to provide health and life insurance benefits to all employees who retire from the Township with a minimum ten years of service based on the schedule of shared participation rates. The Plan is maintained as a trust fund in the Charter Township of Delta’s financial statements. The Township Board of Trustees has the authority to establish and amend benefit provisions.

*Funding Policy.* The contribution requirements of plan members and the Township are established and may be amended by the Township. Retirees receiving benefits contribute to the cost of the premiums based on the number of years of service. The Township’s share of costs ranges from 75% to 100% of the monthly premiums, based on years of service. The Township will provide 100% of life insurance. The Township is also required to contribute at a rate that is based on an actuarial valuation that is prepared in accordance within certain parameters, in addition to a pay-as-you-go basis for retiree health care cost. The Township contributed \$71,680 for their portion of shared costs with retiree’s premiums. At March 31, 2008, the date of the latest actuarial valuation, participants in the Plan consisted of:

Retirees and beneficiaries receiving benefits	15
Active employees	<u>61</u>
Total	<u><u>76</u></u>

*Funding progress.* For the year ended December 31, 2010 the Township has estimated the cost of providing retiree health care benefits through an actuarial valuation as of March 31, 2008. The valuation computes an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. Based on that valuation, the Township contributed \$347,719 in the year ended December 31, 2010 which represents 95.4% of the annual required contribution. An additional \$11,373 was contributed on behalf of the Downtown Development Authority. This is an additional 3.0% of the annual required contribution. The value of the Plan’s assets at the end of December 31, 2010 was \$820,159.

Annual required contribution (recommended)	\$ 364,802
Amounts contributed:	
Payments of current expenses	<u>(359,092)</u>
Increase in net OPEB obligation	5,710
OPEB obligation:	
Beginning of year	<u>-</u>
End of year	<u><u>\$ 5,710</u></u>

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
(Continued)

**NOTE 12 - OTHER POST EMPLOYMENT BENEFITS (Continued)**

The annual OPEB costs, the percentage contributed to the Plan, and the net OPEB obligation for the current and preceding two years is as follows:

Year ending December 31,	Annual OPEB cost	Percentage of annual OPEB cost contributed	Net OPEB obligation
2008	\$ 334,060	100.0%	\$ -
2009	349,093	100.0%	-
2010	364,802	98.4%	5,710

Note: The Charter Township of Delhi implemented GASB 45 reporting standards for the 2008 fiscal year.

The funding progress of the Plan as of the most recent valuation date of March 31, 2008, is as follows:

Actuarial accrued liability (AAL)	\$ 3,627,845
Actuarial value of plan assets - 3/31/2008	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 3,627,845</u>
Funded ratio (actuarial value of plan assets/AAL)	<u>0.0%</u>
Covered payroll (active plan members)	<u>\$ 4,019,000</u>
UAAL as a percentage of covered payroll	<u>90.3%</u>

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Continued)**

**NOTE 12 - OTHER POST EMPLOYMENT BENEFITS (Concluded)**

In the March 31, 2008, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions include a 8 percent investment rate of return and an annual healthcare cost trend rate of 10 percent initially, reduced by decrements to an ultimate rate of 4.5 percent after ten years. Both rates include a 4.5 percent inflation assumption. The actuarial value of the assets was determined using the fair market value at the time of measurement. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at March 31, 2008 was thirty years.

**NOTE 13 - COMMITMENTS AND CONTINGENCIES**

The Township and its component units are exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township and its component units carry commercial insurance to cover any losses that may result from the above described activities. No settlements have incurred in excess of coverage in 2010 or any of the prior three years.

There are various claims and legal actions pending against the Township, many of which are either partially or fully covered by insurance. The Township is defending against these actions. In the opinion of Township management, the ultimate amount of loss, if any, resulting from these claims and legal actions will not be material to the financial position of the Township.

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

**NOTE 14 - NATURE AND PURPOSE OF RESERVATIONS AND DESIGNATIONS OF FUND BALANCE**

Reservations in the enterprise fund represent amounts set aside for debt retirement and capital improvement. The amount of the reservation is based on the excess of restricted investments over related liabilities.

**NOTE 15 - BUILDING DEPARTMENT**

The Township records the results of building department operations in the general fund. In accordance with Michigan Public Act 245 of 1999, the Township is required to maintain an accounting system that separately accumulates revenues and expenditures related to the building department function. For the year ended December 31, 2010 building department revenues were \$160,340 and expenditures were \$255,580.

**CHARTER TOWNSHIP OF DELHI**  
**NOTES TO FINANCIAL STATEMENTS**  
**(Concluded)**

**NOTE 16 - NEW ACCOUNTING STANDARDS**

In the current year, the Township implemented the Governmental Accounting Standards Board's Statement No. 51. The new pronouncement causes the government-wide statements to capitalize the cost of certain intangible assets. Implementing the statement caused an additional net assets to be reported in the government-wide statement of activities of \$1,581,361 in excess of what would have been reported in prior years.

**Governmental activities**

Net assets as previously reported, December 31, 2009	\$ 11,295,400
Adoption of GASB 51	899,821
	\$ 12,195,221

**Downtown Development Authority**

Net assets as previously reported, December 31, 2009	\$ (399,738)
Adoption of GASB 51	375,043
	\$ (24,695)

**NOTE 17 - UPCOMING ACCOUNTING PRONOUNCEMENT**

In March 2009, the Governmental Accounting Standards Board issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under this new standard, the fund balance classifications of reserved, designated, and unreserved will be replaced with five new classifications: nonspendable, restricted, committed, assigned, and unassigned. The Township is currently evaluating the impact this standard will have on the financial statements when adopted. The Township will implement Statement No. 54 beginning with the fiscal year ending December 31, 2011.

**NOTE 18 - SEGMENT INFORMATION - ENTERPRISE FUNDS**

The government issued bonds and notes payable to finance certain improvements to its sewer system. Because the Sewer Fund, which accounts entirely for the government's sewer activities is a segment and is reported as a major fund in the fund financial statements, segment disclosures herein are not required.

**NOTE 19 – NONMAJOR FUND TRANSFERS**

During 2010, the Township transferred the Community Development Fund (historically a non-major enterprise fund) and the Parks and Recreation Fund (historically a non-major special revenue fund) to the General Fund. The Community Development Fund transfer to the General Fund totaled \$49,224. The Parks and Recreation Fund transfer to the General Fund totaled \$39,232. The transfers were made because the current activity of these funds more closely met the definition of the General Fund rather than the funds in which they were historically reported.

**REQUIRED SUPPLEMENTARY INFORMATION**

**CHARTER TOWNSHIP OF DELHI  
RETIREE HEALTH PLAN SCHEDULE OF FUNDING PROGRESS  
AND SCHEDULE OF EMPLOYER CONTRIBUTIONS  
YEAR ENDED DECEMBER 31, 2010**

The historical information required to be disclosed, beginning as of March 31, 2008, is as follows:

	(1)	(2)	(3)	(4)	(5)	
Actuarial valuation date	Actuarial value of assets	Actuarial accrued liability (AAL)	Unfunded AAL (UAAL) (2) - (1)	Funded ratio (1)/(2)	Annual covered payroll	UAAL as a % of payroll [(2)-(1)]/(5)
3/31/08	\$ -	\$ 3,627,845	\$ 3,627,845	0.0%	\$ 4,019,000	90.3%

Schedule of employer contributions

Year ended	Actual valuation date	Annual required contribution	Actual contribution	Percentage contributed	Net OPEB obligation (asset)
12/31/2008	March 31, 2008	\$ 344,060	\$ 334,060	100.0%	\$ -
12/31/2009	March 31, 2008	349,093	349,093	100.0%	-
12/31/2010	March 31, 2008	364,802	359,092	98.4%	5,710

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of March 31, 2008 the latest actuarial valuation follows:

Actuarial cost method	Individual entry age
Amortization method	Level percent open
Amortization period (perpetual)	30 years
Asset valuation method	Market value
Actuarial assumptions:	
Investment rate of return	8.0%
Projected salary increases	4.5%
Valuation health care cost trend rate	10% in 2009, grading to 4.5% in 2016

**ADDITIONAL INFORMATION**

**CHARTER TOWNSHIP OF DELHI  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2010**

	<b>Special revenue</b>	<b>Debt service</b>	<b>Total nonmajor governmental funds</b>
<b>ASSETS</b>			
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 643,451	\$ -	\$ 643,451
Investments	102,085	-	102,085
Accounts receivable	41	-	41
Taxes receivable	2,578,680	5,624	2,584,304
Special assessments receivable	40,359	-	40,359
Prepays	50	-	50
	<b>TOTAL ASSETS</b>	<b>\$ 5,624</b>	<b>\$ 3,370,290</b>
	<b>\$ 3,364,666</b>	<b>\$ 5,624</b>	<b>\$ 3,370,290</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES:</b>			
Accounts payable	\$ 4,061	\$ -	\$ 4,061
Deferred revenue	2,673,066	-	2,673,066
	<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>2,677,127</b>
	<b>2,677,127</b>	<b>-</b>	<b>2,677,127</b>
<b>FUND BALANCES:</b>			
Reserved for prepaid	50	-	50
Unreserved, designated for debt service	409,680	-	409,680
Unreserved, undesignated	277,809	5,624	283,433
	<b>TOTAL FUND BALANCES</b>	<b>5,624</b>	<b>693,163</b>
	<b>687,539</b>	<b>5,624</b>	<b>693,163</b>
	<b>\$ 3,364,666</b>	<b>\$ 5,624</b>	<b>\$ 3,370,290</b>

**CHARTER TOWNSHIP OF DELHI  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED DECEMBER 31, 2010**

	<u>Special revenue</u>	<u>Debt service</u>	<u>Total nonmajor governmental funds</u>
<b>REVENUES:</b>			
Taxes	\$ 401,233	\$ 476,107	\$ 877,340
Special assessments	16,257	6,482	22,739
Intergovernmental	36,750	-	36,750
Charges for services	21,300	-	21,300
Interest	2,745	488	3,233
Other	9,737	-	9,737
	<u>488,022</u>	<u>483,077</u>	<u>971,099</u>
<b>EXPENDITURES:</b>			
Current:			
Public safety	338,988	-	338,988
Infrastructure	3,631	-	3,631
Debt service:			
Principal	44,955	505,192	550,147
Interest	36,547	9,663	46,210
Capital outlay	134,159	-	134,159
	<u>558,280</u>	<u>514,855</u>	<u>1,073,135</u>
Total revenues	<u>488,022</u>	<u>483,077</u>	<u>971,099</u>
Total expenditures	<u>558,280</u>	<u>514,855</u>	<u>1,073,135</u>
<b>DEFICIENCY OF REVENUES UNDER EXPENDITURES</b>	<u>(70,258)</u>	<u>(31,778)</u>	<u>(102,036)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	21,724	-	21,724
Transfers out	(13,295)	(21,724)	(35,019)
	<u>8,429</u>	<u>(21,724)</u>	<u>(13,295)</u>
Total other financing sources (uses)	<u>8,429</u>	<u>(21,724)</u>	<u>(13,295)</u>
Net change in fund balances	(61,829)	(53,502)	(115,331)
<b>FUND BALANCES:</b>			
Beginning of year	<u>749,368</u>	<u>59,126</u>	<u>808,494</u>
End of year	<u>\$ 687,539</u>	<u>\$ 5,624</u>	<u>\$ 693,163</u>

**CHARTER TOWNSHIP OF DELHI  
SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 2010  
(with comparative totals for December 31, 2009)**

	Water Improvement Fund	Parks and Recreation Fund	Fire Equipment, Training and Apparatus Fund	Fire Fund	Police Fund	Totals	
						2010	2009
<b>ASSETS</b>							
Cash and cash equivalents	\$ 335,024	\$ -	\$ 245,199	\$ 31,614	\$ 31,614	\$ 643,451	\$ 632,746
Investments	102,085	-	-	-	-	102,085	101,913
Accounts receivable	-	-	41	-	-	41	22,505
Taxes receivable	19,738	-	365,564	1,096,689	1,096,689	2,578,680	391,080
Special assessments receivable	40,359	-	-	-	-	40,359	66,064
Prepays	-	-	50	-	-	50	14,603
<b>TOTAL ASSETS</b>	<b>\$ 497,206</b>	<b>\$ -</b>	<b>\$ 610,854</b>	<b>\$ 1,128,303</b>	<b>\$ 1,128,303</b>	<b>\$ 3,364,666</b>	<b>\$ 1,228,911</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ 4,061	\$ -	\$ -	\$ 4,061	\$ 17,674
Accrued liabilities	-	-	-	-	-	-	10,977
Deferred revenue	40,359	-	376,101	1,128,303	1,128,303	2,673,066	450,892
<b>TOTAL LIABILITIES</b>	<b>40,359</b>	<b>-</b>	<b>380,162</b>	<b>1,128,303</b>	<b>1,128,303</b>	<b>2,677,127</b>	<b>479,543</b>

	<b>Water Improvement Fund</b>	<b>Parks and Recreation Fund</b>	<b>Fire Equipment, Training and Apparatus</b>	<b>Fire Fund</b>	<b>Police Fund</b>	<b>Totals</b>	
						<b>2010</b>	<b>2009</b>
<b>FUND BALANCES</b>							
Reserved for prepaids	\$ -	\$ -	\$ 50	\$ -	\$ -	\$ 50	\$ 14,603
Unreserved, designated for debt service	409,680	-	-	-	-	409,680	408,697
Unreserved, undesignated	47,167	-	230,642	-	-	277,809	326,068
<b>TOTAL FUND BALANCES</b>	<b>456,847</b>	<b>-</b>	<b>230,692</b>	<b>-</b>	<b>-</b>	<b>687,539</b>	<b>749,368</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 497,206</b>	<b>\$ -</b>	<b>\$ 610,854</b>	<b>\$ 1,128,303</b>	<b>\$ 1,128,303</b>	<b>\$ 3,364,666</b>	<b>\$ 1,228,911</b>

**Note:** The Parks and Recreation Activity was transferred to the General Fund in 2010. The Fire and Police Funds are new funds that resulted from the recent tax mileage passed at the end of 2010. These funds did not have any revenue or expenditures for the year.

**CHARTER TOWNSHIP OF DELHI**  
**SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**YEAR ENDED DECEMBER 31, 2010**  
(with comparative totals for the year ended December 31, 2009)

	Water Improvement Fund	Parks and Recreation Fund	Fire Equipment, Training and Apparatus Fund	Fire Fund	Police Fund	Totals	
						2010	2009
<b>REVENUES:</b>							
Taxes	\$ -	\$ -	\$ 401,233	\$ -	\$ -	\$ 401,233	\$ 401,989
Special assessments	16,257	-	-	-	-	16,257	16,942
Charges for services	21,300	-	-	-	-	21,300	151,185
Interest	905	-	1,840	-	-	2,745	10,998
Intergovernmental	-	-	36,750	-	-	36,750	138,580
Other revenue	9,737	-	-	-	-	9,737	40,265
Total revenues	48,199	-	439,823	-	-	488,022	759,959
<b>EXPENDITURES:</b>							
Current:							
Recreation and cultural	-	-	-	-	-	-	767,951
Public safety	-	-	338,988	-	-	338,988	262,438
Debt service:							
Principal	44,955	-	-	-	-	44,955	76,623
Interest	36,547	-	-	-	-	36,547	50,450
Infrastructure	3,631	-	-	-	-	3,631	3,594
Capital outlay	-	-	134,159	-	-	134,159	520,207
Total expenditures	85,133	-	473,147	-	-	558,280	1,681,263
Deficiency of revenues under expenses	(36,934)	-	(33,324)	-	-	(70,258)	(921,304)

	<b>Water Improvement Fund</b>	<b>Parks and Recreation Fund</b>	<b>Fire Equipment, Training and Apparatus Fund</b>	<b>Fire Fund</b>	<b>Police Fund</b>	<b>Totals</b>	
						<b>2010</b>	<b>2009</b>
<b>OTHER FINANCING SOURCES (USES):</b>							
Proceeds from sale of capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,700
Transfers in	21,724	-	-	-	-	21,724	692,348
Transfers out	-	(13,295)	-	-	-	(13,295)	(11,362)
Total other financing sources (uses)	<u>21,724</u>	<u>(13,295)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,429</u>	<u>684,686</u>
Net change in fund balances	(15,210)	(13,295)	(33,324)	-	-	(61,829)	(236,618)
<b>FUND BALANCES:</b>							
Beginning of year	<u>472,057</u>	<u>13,295</u>	<u>264,016</u>	<u>-</u>	<u>-</u>	<u>749,368</u>	<u>985,986</u>
End of year	<u>\$ 456,847</u>	<u>\$ -</u>	<u>\$ 230,692</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 687,539</u>	<u>\$ 749,368</u>

**Note:** The Parks and Recreation Activity was transferred to the General Fund in 2010. The Fire and Police Funds are new funds that resulted from the recent tax mileage passed at the end of 2010. These funds did not have any revenue or expenditures for the year.

**CHARTER TOWNSHIP OF DELHI  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Water Improvement			Parks and Recreation			Fire Equipment, Training and Apparatus		
	Final budget	Actual	Actual over (under) final budget	Final budget	Actual	Actual over (under) final budget	Final budget	Actual	Actual over (under) final budget
<b>REVENUES:</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 400,730	\$ 401,233	\$ 503
Special assessments	15,900	16,257	357	-	-	-	-	-	-
Charges for services	20,000	21,300	1,300	-	-	-	-	-	-
Interest	1,000	905	(95)	-	-	-	1,800	1,840	40
Intergovernmental	-	-	-	-	-	-	36,750	36,750	-
Other revenue	10,000	9,737	(263)	-	-	-	-	-	-
<b>Total revenues</b>	46,900	48,199	1,299	-	-	-	439,280	439,823	543
<b>EXPENDITURES:</b>									
Current:									
Public safety	-	-	-	-	-	-	355,990	338,988	(17,002)
Debt service:									
Principal	45,000	44,955	(45)	-	-	-	-	-	-
Interest	36,610	36,547	(63)	-	-	-	-	-	-
Infrastructure	3,750	3,631	(119)	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	130,000	134,159	4,159
<b>Total expenditures</b>	85,360	85,133	(227)	-	-	-	485,990	473,147	(12,843)

	<u>Water Improvement</u>		<u>Parks and Recreation</u>			<u>Fire Equipment, Training and Apparatus</u>			
	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	\$ (38,460)	\$ (36,934)	\$ 1,526	\$ -	\$ -	\$ -	\$ (46,710)	\$ (33,324)	\$ 13,386
<b>OTHER FINANCING SOURCES (USES):</b>									
Transfers in	21,724	21,724	-	-	-	-	-	-	-
Transfers out	-	-	-	(13,295)	(13,295)	-	-	-	-
Total other financing sources (uses)	21,724	21,724	-	(13,295)	(13,295)	-	-	-	-
Net change in fund balances	(16,736)	(15,210)	1,526	(13,295)	(13,295)	-	(46,710)	(33,324)	13,386
<b>FUND BALANCES:</b>									
Beginning of year	472,057	472,057	-	13,295	13,295	-	264,016	264,016	-
End of year	\$ 455,321	\$ 456,847	\$ 1,526	\$ -	\$ -	\$ -	\$ 217,306	\$ 230,692	\$ 13,386

**Note:** The Parks and Recreation Activity was transferred to the General Fund in 2010.

**CHARTER TOWNSHIP OF DELHI  
DEBT SERVICE FUND  
COMBINING BALANCE SHEET  
DECEMBER 31, 2010**

	<u>Community Service Center</u>	<u>Pinetree Road</u>	<u>Total</u>
<b>ASSETS</b>			
<b>ASSETS:</b>			
Taxes receivable	\$ -	\$ 5,624	\$ 5,624
<b>FUND BALANCES:</b>			
Unreserved, undesignated	\$ -	\$ 5,624	\$ 5,624

**CHARTER TOWNSHIP OF DELHI  
DEBT SERVICE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
YEAR ENDED DECEMBER 31, 2010**

	<b>Community Service Center</b>	<b>Pinetree Road</b>	<b>Total</b>
<b>REVENUES:</b>			
Taxes	\$ 476,107	\$ -	\$ 476,107
Special assessments	-	6,482	6,482
Interest	448	40	488
Total revenues	<u>476,555</u>	<u>6,522</u>	<u>483,077</u>
<b>EXPENDITURES:</b>			
Principal payments on debt	475,000	30,192	505,192
Interest and fiscal charges	6,745	2,918	9,663
Total expenditures	<u>481,745</u>	<u>33,110</u>	<u>514,855</u>
Deficiency of revenues under expenditures	<u>(5,190)</u>	<u>(26,588)</u>	<u>(31,778)</u>
<b>OTHER FINANCING USES:</b>			
Transfers out	<u>(21,724)</u>	<u>-</u>	<u>(21,724)</u>
Net change in fund balances	(26,914)	(26,588)	(53,502)
<b>FUND BALANCES:</b>			
Beginning of year	<u>26,914</u>	<u>32,212</u>	<u>59,126</u>
End of year	<u>\$ -</u>	<u>\$ 5,624</u>	<u>\$ 5,624</u>

**CHARTER TOWNSHIP OF DELHI**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**NONMAJOR DEBT SERVICE FUNDS**  
**YEAR ENDED DECEMBER 31, 2010**

	<u>Debt Service - Community Service Center</u>			<u>Debt Service - Pinetree Road</u>		
	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Actual over (under) final budget</u>
<b>REVENUES:</b>						
Taxes	\$ 476,108	\$ 476,107	\$ (1)	\$ -	\$ -	\$ -
Special assessments	-	-	-	6,470	6,482	12
Interest	448	448	-	40	40	-
Total revenues	<u>476,556</u>	<u>476,555</u>	<u>(1)</u>	<u>6,510</u>	<u>6,522</u>	<u>12</u>
<b>EXPENDITURES:</b>						
Principal payments on debt	475,000	475,000	-	30,200	30,192	(8)
Interest and fiscal charges	6,746	6,745	(1)	3,020	2,918	(102)
Total expenditures	<u>481,746</u>	<u>481,745</u>	<u>(1)</u>	<u>33,220</u>	<u>33,110</u>	<u>(110)</u>
Excess (deficiency) of revenues (expenditures)	(5,190)	(5,190)	-	(26,710)	(26,588)	122
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers out	(21,724)	(21,724)	-	-	-	-
Net change in fund balances	(26,914)	(26,914)	-			
<b>FUND BALANCE:</b>						
Beginning of year	<u>26,914</u>	<u>26,914</u>	<u>-</u>	<u>32,212</u>	<u>32,212</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,502</u>	<u>\$ 5,624</u>	<u>\$ 122</u>

**CHARTER TOWNSHIP OF DELHI**  
**COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**DECEMBER 31, 2010**  
(with comparative totals for December 31, 2009)

	Trust and Agency	Tax collection fund	Totals	
			2010	2009
<b>ASSETS</b>				
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 37,012	\$ 16,810,654	\$ 16,847,666	\$ 16,233,055
Accounts receivable	-	-	-	1,040
Taxes receivable	490,089	15,021,662	15,511,751	15,649,451
	<u>527,101</u>	<u>31,832,316</u>	<u>32,359,417</u>	<u>31,883,546</u>
<b>TOTAL ASSETS</b>	<u>\$ 527,101</u>	<u>\$ 31,832,316</u>	<u>\$ 32,359,417</u>	<u>\$ 31,883,546</u>
<b>LIABILITIES:</b>				
Due to other governments	\$ -	\$ 31,832,316	\$ 31,832,316	31,376,303
Undistributed receipts	527,101	-	527,101	507,243
	<u>527,101</u>	<u>31,832,316</u>	<u>32,359,417</u>	<u>31,883,546</u>
<b>TOTAL LIABILITIES</b>	<u>\$ 527,101</u>	<u>\$ 31,832,316</u>	<u>\$ 32,359,417</u>	<u>\$ 31,883,546</u>

**CHARTER TOWNSHIP OF DELHI**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**YEAR ENDED DECEMBER 31, 2010**

	Balance January 1, 2010	Additions	Deletions	Balance December 31, 2010
<b>Trust and Agency</b>				
Assets				
Cash and cash equivalents	\$ 113,108	\$ 2,074,154	\$ 2,150,250	\$ 37,012
Accounts receivable	1,040	80	1,120	-
Taxes receivable	393,095	138,358	41,364	490,089
	<u>\$ 507,243</u>	<u>\$ 2,212,592</u>	<u>\$ 2,192,734</u>	<u>\$ 527,101</u>
Liabilities				
Undistributed receipts	<u>\$ 507,243</u>	<u>\$ 2,308,387</u>	<u>\$ 2,288,529</u>	<u>\$ 527,101</u>
<b>Current Tax</b>				
Assets				
Cash and cash equivalents	\$ 16,119,947	\$ 39,517,575	\$ 38,826,868	\$ 16,810,654
Taxes receivable	15,256,356	41,927,300	42,161,994	15,021,662
	<u>\$ 31,376,303</u>	<u>\$ 81,444,875</u>	<u>\$ 80,988,862</u>	<u>\$ 31,832,316</u>
Liabilities				
Due to other governments	<u>\$ 31,376,303</u>	<u>\$ 46,962,983</u>	<u>\$ 46,506,970</u>	<u>\$ 31,832,316</u>
<b>Totals</b>				
Assets				
Cash and cash equivalents	\$ 16,233,055	\$ 41,591,729	\$ 40,977,118	\$ 16,847,666
Accounts receivable	1,040	80	1,120	-
Taxes receivable	15,649,451	42,065,658	42,203,358	15,511,751
	<u>\$ 31,883,546</u>	<u>\$ 83,657,467</u>	<u>\$ 83,181,596</u>	<u>\$ 32,359,417</u>
Liabilities				
Undistributed receipts	\$ 507,243	\$ 2,308,387	\$ 2,288,529	\$ 527,101
Due to other governments	31,376,303	46,962,983	46,506,970	31,832,316
	<u>\$ 31,883,546</u>	<u>\$ 49,271,370</u>	<u>\$ 48,795,499</u>	<u>\$ 32,359,417</u>

**CHARTER TOWNSHIP OF DELHI**  
**STATEMENT OF NET ASSETS / GOVERNMENTAL FUNDS BALANCE SHEET**  
**BROWNFIELD REDEVELOPMENT AUTHORITY COMPONENT UNIT**  
**DECEMBER 31, 2010**

	<b>Governmental funds balance sheet</b>	<b>Adjustments</b>	<b>Statement of net assets</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 22,074	\$ -	\$ 22,074
Taxes receivable	148,878	-	148,878
Total assets	170,952	-	170,952
<b>LIABILITIES</b>			
Deferred/unearned revenue	147,219	-	147,219
<b>FUND BALANCES:</b>			
Unreserved, undesignated	23,733	(23,733)	-
Total liabilities and fund balances	\$ 170,952		
<b>NET ASSETS</b>			
Unrestricted		23,733	23,733
Total net assets		\$ 23,733	\$ 23,733

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**CHARTER TOWNSHIP OF DELHI  
STATEMENT OF ACTIVITIES / GOVERNMENTAL FUNDS  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BROWNFIELD REDEVELOPMENT AUTHORITY COMPONENT UNIT  
YEAR ENDED DECEMBER 31, 2010**

	<b>Governmental funds statement of revenues, expenditures and changes in fund balance</b>	<b>Adjustments</b>	<b>Statement of activities</b>
<b>REVENUES:</b>			
Property taxes	\$ 204,748	\$ -	\$ 204,748
Interest	42	-	42
	<hr/>	<hr/>	<hr/>
Total revenues	204,790	-	204,790
<b>EXPENDITURES/EXPENSES:</b>			
General government	190,907	-	190,907
	<hr/>	<hr/>	<hr/>
Changes in fund balance/net assets	13,883	-	13,883
<b>FUND BALANCES/NET ASSETS:</b>			
Beginning of year	9,850	-	9,850
	<hr/>	<hr/>	<hr/>
End of year	<u>\$ 23,733</u>	<u>\$ -</u>	<u>\$ 23,733</u>

**CHARTER TOWNSHIP OF DELHI**  
**STATEMENT OF NET ASSETS / GOVERNMENTAL FUND BALANCE SHEET**  
**DOWNTOWN DEVELOPMENT AUTHORITY COMPONENT UNIT**  
**DECEMBER 31, 2010**

**Governmental fund balance sheet**

	<b>Downtown Special Revenue</b>	<b>Project 9 Infrastructure Debt Service</b>	<b>College Water/Sewer Statement</b>	<b>2008 Bond Debt Retirement</b>	<b>2010 Refunding Bonds</b>	<b>Total</b>	<b>Adjustments</b>	<b>Statement of Net Assets</b>
<b>ASSETS:</b>								
Cash and cash equivalents	\$ 1,384,995	\$ -	\$ -	\$ -	\$ -	\$ 1,384,995	\$ -	\$ 1,384,995
Investments	474	-	-	-	-	474	-	474
Taxes receivable	2,955,613	-	-	-	-	2,955,613	-	2,955,613
Other receivables	1,126	-	-	-	-	1,126	-	1,126
Prepaid items	974	-	-	-	-	974	48,482	49,456
Capital assets not being depreciated	-	-	-	-	-	-	4,889,564	4,889,564
Capital assets being depreciated	-	-	-	-	-	-	6,461,257	6,461,257
<b>TOTAL ASSETS</b>	<b>\$ 4,343,182</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,343,182</b>	<b>11,399,303</b>	<b>15,742,485</b>
<b>LIABILITIES:</b>								
Accounts payable	\$ 224,204	\$ -	\$ -	\$ -	\$ -	\$ 224,204	-	224,204
Accrued liabilities	7,389	-	-	-	-	7,389	-	7,389
Interest payable	-	-	-	-	-	-	60,331	60,331
Due to other governments	1,087,962	-	-	-	-	1,087,962	-	1,087,962
Due to primary government	319,075	-	-	-	-	319,075	-	319,075
Deferred revenue	1,757,891	-	-	-	-	1,757,891	-	1,757,891
Undistributed receipts	3,500	-	-	-	-	3,500	-	3,500
Long-term liabilities:								
Due within one year	-	-	-	-	-	-	975,409	975,409
Due in more than one year	-	-	-	-	-	-	10,383,305	10,383,305
<b>TOTAL LIABILITIES</b>	<b>3,400,021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,400,021</b>	<b>11,419,045</b>	<b>14,819,066</b>

**Governmental fund balance sheet**

	<b>Downtown Special Revenue</b>	<b>Project 9 Infrastructure Debt Service</b>	<b>College Water/Sewer Statement</b>	<b>2008 Bond Debt Retirement</b>	<b>2010 Refunding Bonds</b>	<b>Total</b>	<b>Adjustments</b>	<b>Statement of Net Assets</b>
<b>FUND BALANCES:</b>								
Reserved for prepaid items	\$ 974	\$ -	\$ -	\$ -	\$ -	\$ 974	\$ (974)	\$ -
Unreserved, undesignated	942,187	-	-	-	-	942,187	(942,187)	-
<b>TOTAL FUND BALANCES</b>	<b>943,161</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>943,161</b>	<b>(943,161)</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 4,343,182</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,343,182</b>		
<b>NET ASSETS</b>								
Invested in capital assets, net of related debt							14,649	14,649
Unrestricted							908,770	908,770
Total net assets							<b>\$ 923,419</b>	<b>\$ 923,419</b>

**CHARTER TOWNSHIP OF DELHI**  
**STATEMENT OF ACTIVITIES / GOVERNMENTAL FUNDS REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**DOWNTOWN DEVELOPMENT AUTHORITY COMPONENT UNIT**  
**YEAR ENDED DECEMBER 31, 2010**

	<u>Governmental funds revenues, expenditures and changes in fund balances</u>							
	<u>Downtown</u>	<u>Project 9</u>	<u>College</u>	<u>2008</u>	<u>2010</u>			<u>Statement</u>
	<u>Special</u>	<u>Infrastructure</u>	<u>Water/Sewer</u>	<u>Bond Debt</u>	<u>Refunding</u>	<u>Total</u>	<u>Adjustments</u>	<u>of Activities</u>
	<u>Revenue</u>	<u>Debt Service</u>	<u>Statement</u>	<u>Retirement</u>	<u>Bonds</u>			
<b>REVENUES:</b>								
Property taxes	\$ 3,440,887	\$ -	\$ -	\$ -	\$ -	\$ 3,440,887	\$ -	\$ 3,440,887
Charges for services	34,571	-	-	-	-	34,571	-	34,571
Interest	10,557	-	-	-	-	10,557	-	10,557
Total revenue	<u>3,486,015</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,486,015</u>	<u>-</u>	<u>3,486,015</u>
<b>EXPENDITURES/EXPENSES:</b>								
General government	4,297,057	-	-	-	-	4,297,057	(2,173,758)	2,123,299
Debt service:								
Principal	80,155	75,000	160,000	395,912	-	711,067	(711,067)	-
Interest	27,081	34,900	29,117	332,568	6,741	430,407	(15,805)	414,602
Capital outlay	14,150	-	-	-	-	14,150	(14,150)	-
Total expenditures/expenses	<u>4,418,443</u>	<u>109,900</u>	<u>189,117</u>	<u>728,480</u>	<u>6,741</u>	<u>5,452,681</u>	<u>(2,914,780)</u>	<u>2,537,901</u>
Revenues over (under) expenditures	<u>(932,428)</u>	<u>(109,900)</u>	<u>(189,117)</u>	<u>(728,480)</u>	<u>(6,741)</u>	<u>(1,966,666)</u>	<u>2,914,780</u>	<u>948,114</u>

**Governmental funds revenues, expenditures and changes in fund balances**

	<b>Downtown Special Revenue</b>	<b>Project 9 Infrastructure Debt Service</b>	<b>College Water/Sewer Statement</b>	<b>2008 Bond Debt Retirement</b>	<b>2010 Refunding Bonds</b>	<b>Total</b>	<b>Adjustments</b>	<b>Statement of Activities</b>
<b>OTHER FINANCING SOURCES (USES):</b>								
Proceeds from bonds	\$ 2,540,000	\$ -	\$ -	\$ -	\$ -	\$ 2,540,000	\$ (2,540,000)	\$ -
Transfers in	-	109,900	189,117	728,480	6,741	1,034,238	(1,034,238)	-
Transfers out	(1,034,238)	-	-	-	-	(1,034,238)	1,034,238	-
Total other financing sources (uses)	1,505,762	109,900	189,117	728,480	6,741	2,540,000	(2,540,000)	-
Net change in fund balances	573,334	-	-	-	-	573,334	374,780	948,114
<b>FUND BALANCES:</b>								
Beginning of year	369,827	-	-	-	-	369,827	(394,522)	(24,695)
End of year	\$ 943,161	\$ -	\$ -	\$ -	\$ -	\$ 943,161	\$ (19,742)	\$ 923,419

**CHARTER TOWNSHIP OF DELHI  
GENERAL FUND  
BALANCE SHEETS  
DECEMBER 31, 2010 AND 2009**

	2010	2009
<b>ASSETS</b>		
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 941,364	\$ 472,398
Investments	643,915	1,115,751
Receivables:		
Taxes	2,992,721	3,103,265
Special assessments	79,084	99,377
Other	375,805	237,947
Due from component unit	319,075	170,656
Prepays	29,070	118,449
<b>TOTAL ASSETS</b>	<b>\$ 5,381,034</b>	<b>\$ 5,317,843</b>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>LIABILITIES:</b>		
Accounts payable	\$ 440,144	\$ 162,157
Accrued liabilities	128,806	89,754
Deferred revenue	3,015,123	2,998,432
<b>TOTAL LIABILITIES</b>	<b>3,584,073</b>	<b>3,250,343</b>
<b>FUND BALANCE:</b>		
Reserved for prepaids	29,070	118,449
Unreserved, undesignated	1,767,891	1,949,051
<b>TOTAL FUND BALANCE</b>	<b>1,796,961</b>	<b>2,067,500</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 5,381,034</b>	<b>\$ 5,317,843</b>

**CHARTER TOWNSHIP OF DELHI  
GENERAL FUND  
STATEMENTS OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
YEARS ENDED DECEMBER 31, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>REVENUES:</b>		
Taxes	\$ 2,765,415	\$ 2,866,901
Special assessments	330,383	321,681
Intergovernmental	1,902,292	1,694,169
Licenses and permits	206,255	16,526
Charges for services	1,831,640	1,493,521
Interest	36,518	77,351
Other	705,429	659,472
	<u>7,777,932</u>	<u>7,129,621</u>
Total revenues		
<b>EXPENDITURES:</b>		
Current:		
Legislative:		
Board of trustees	<u>88,276</u>	<u>105,129</u>
General government:		
Manager	325,839	329,580
Accounting	177,405	180,516
Clerk	239,789	279,851
Information technology	177,026	165,961
Treasurer	299,968	281,424
Assessing	247,559	248,035
Elections	58,977	29,088
Building and grounds	408,100	328,832
Cemetery	81,150	70,068
	<u>2,015,813</u>	<u>1,913,355</u>
Total general government		
Public safety:		
Police	2,185,243	2,433,029
Fire	1,427,533	1,496,389
	<u>3,612,776</u>	<u>3,929,418</u>
Total public safety		

**CHARTER TOWNSHIP OF DELHI  
GENERAL FUND  
STATEMENTS OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE (Concluded)  
YEARS ENDED DECEMBER 31, 2010 AND 2009**

	2010	2009
<b>EXPENDITURES (Concluded):</b>		
Current (Concluded):		
Infrastructure	\$ 532,614	\$ 539,168
Community development	588,014	-
Recreation and culture	725,571	-
Other	348,663	323,535
Debt service	166,144	12,151
Capital outlay	33,119	11,065
Total expenditures	8,110,990	6,833,821
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(333,058)	295,800
<b>OTHER FINANCING SOURCES (USES):</b>		
Proceeds from sale of capital asset	-	140
Transfers in	62,519	-
Transfers out	-	(814,131)
Total other financing sources (uses)	62,519	(813,991)
Net change in fund balance	(270,539)	(518,191)
<b>FUND BALANCE:</b>		
Beginning of year	2,067,500	2,585,691
End of year	\$ 1,796,961	\$ 2,067,500

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**CHARTER TOWNSHIP OF DELHI  
SEWER FUND  
BALANCE SHEETS  
DECEMBER 31, 2010 AND 2009**

	2010	2009
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 1,068,096	\$ 170,823
Investments	319,859	349,296
Special assessments receivable	439,038	473,522
Other receivables	935,800	988,704
Prepays	16,242	79,969
Other assets	106,688	138,931
<b>TOTAL CURRENT ASSETS</b>	2,885,723	2,201,245
<b>NONCURRENT ASSETS:</b>		
Restricted cash, cash equivalents and investments:		
Debt service cash and cash equivalents	542,531	587,325
Replacement and special assessments cash and cash equivalents	803,062	532,392
Replacement and special assessments investments	656,183	1,722,105
<b>TOTAL NONCURRENT ASSETS</b>	2,001,776	2,841,822
<b>PROPERTY, PLANT, AND EQUIPMENT, net of accumulated depreciation</b>	50,369,235	51,687,293
<b>TOTAL ASSETS</b>	\$ 55,256,734	\$ 56,730,360

<b>LIABILITIES AND NET ASSETS</b>	<u>2010</u>	<u>2009</u>
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 141,842	\$ 64,807
Accrued liabilities	137,818	139,596
Interest payable	146,333	155,303
Deposits payable	500	17,273
Current portion of long-term debt	<u>1,728,778</u>	<u>1,668,940</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>2,155,271</u>	<u>2,045,919</u>
<b>LONG-TERM LIABILITIES</b> , net of current portion:		
Due in more than one year	<u>16,610,512</u>	<u>17,129,994</u>
<b>TOTAL LIABILITIES</b>	<u>18,765,783</u>	<u>19,175,913</u>
<b>NET ASSETS:</b>		
Invested in capital assets net of related debt	32,029,945	32,888,359
Restricted for:		
Replacement	1,273,206	2,001,346
Debt service	542,531	587,325
Special assessments	186,039	253,151
Unrestricted	<u>2,459,230</u>	<u>1,824,266</u>
<b>TOTAL NET ASSETS</b>	<u>36,490,951</u>	<u>37,554,447</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 55,256,734</u>	<u>\$ 56,730,360</u>

**CHARTER TOWNSHIP OF DELHI  
SEWER FUND  
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
YEARS ENDED DECEMBER 31, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>OPERATING REVENUES:</b>		
Charges for services	\$ 4,917,871	\$ 4,692,424
Permits and fees	121,025	126,633
Other operating revenue	<u>26,710</u>	<u>36,991</u>
Total operating revenues	<u>5,065,606</u>	<u>4,856,048</u>
<b>OPERATING EXPENSES:</b>		
Costs of sales and services	3,121,778	3,519,749
Depreciation	<u>2,481,005</u>	<u>1,908,708</u>
Total operating expenses	<u>5,602,783</u>	<u>5,428,457</u>
Operating loss	<u>(537,177)</u>	<u>(572,409)</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
Interest and rentals	33,319	91,754
Interest expense	<u>(606,242)</u>	<u>(685,949)</u>
Total non-operating revenues - net	<u>(572,923)</u>	<u>(594,195)</u>
Net loss before capital contributions and transfers	(1,110,100)	(1,166,604)
<b>CAPITAL CONTRIBUTIONS</b>	<u>46,604</u>	<u>145,768</u>
<b>Change in net assets</b>	(1,063,496)	(1,020,836)
<b>NET ASSETS:</b>		
Beginning of year	<u>37,554,447</u>	<u>38,575,283</u>
End of year	<u>\$ 36,490,951</u>	<u>\$ 37,554,447</u>

**CHARTER TOWNSHIP OF DELHI  
SEWER FUND  
STATEMENTS OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2010 AND 2009**

	2010	2009
<b>INCREASE (DECREASE) IN CASH:</b>		
Cash flows from operating activities:		
Cash received from customers	\$ 5,199,598	\$ 4,816,270
Cash payments to suppliers for goods and services	(2,129,160)	(2,956,986)
Cash payments to employees for services	(893,738)	(993,901)
	2,176,700	865,383
Cash flows from capital and related financing activities:		
Purchase of capital assets	(1,162,948)	(1,962,504)
Proceeds from bonds	1,209,295	2,038,055
Interest payments	(573,998)	(653,705)
Principal payments	(1,668,940)	(1,598,601)
	(2,196,591)	(2,176,755)
Cash flows from investing activities:		
Proceeds from maturities of investments	1,109,721	1,732,916
Interest and rental earnings	33,319	91,754
	1,143,040	1,824,670
<b>NET INCREASE IN CASH</b>	1,123,149	513,298
<b>CASH:</b>		
Beginning of year	1,290,540	777,242
End of year	\$ 2,413,689	\$ 1,290,540
<b>Statement of net assets classification of cash:</b>		
Cash and cash equivalents	\$ 1,068,096	\$ 170,823
Restricted cash and cash equivalents	1,345,593	1,119,717
	\$ 2,413,689	\$ 1,290,540

**CHARTER TOWNSHIP OF DELHI  
SEWER FUND  
STATEMENTS OF CASH FLOWS(Concluded)  
YEARS ENDED DECEMBER 31, 2010 AND 2009**

	2010	2009
<b>RECONCILIATION OF NET OPERATING REVENUES (EXPENSE) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>		
Operating loss	\$ (537,177)	\$ (604,653)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:		
Depreciation and amortization	2,481,005	1,940,952
(Increase) decrease in assets:		
Special assessments receivable	34,484	65,334
Other receivables	52,904	(105,112)
Prepaid expenses	63,727	(54,807)
Other assets	32,243	32,244
Increase (decrease) in liabilities:		
Accounts payable	77,035	(395,514)
Accrued expenses	(10,748)	(16,218)
Deposits payable	(16,773)	3,157
Total adjustments	2,713,877	1,470,036
Net cash provided by operating activities	\$ 2,176,700	\$ 865,383

**STATISTICAL SECTION  
(UNAUDITED)**

## **CHARTER TOWNSHIP OF DELHI DESCRIPTION OF STATISTICAL SECTION**

This part of Delhi Township's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Township's overall financial health.

The statistical section is organized into the following main categories:

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year. The Township implemented GASB 34 in 2003. Schedules presenting government-wide information include information beginning in that year.

**DELHI CHARTER TOWNSHIP  
NET ASSETS BY COMPONENT  
LAST EIGHT FISCAL YEARS  
(accrual basis of accounting)**

	Fiscal year ended							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities:								
Invested in capital assets, net of related debt	\$ 4,097,858	\$ 2,747,773	\$ 2,904,787	\$ 4,180,266	4,298,842	5,141,128	8,580,733	9,359,465
Restricted	934,921	1,340,368	1,676,748	1,586,782	1,845,176	82,188	59,126	5,624
Unrestricted	4,626,633	4,428,042	4,136,777	3,404,342	3,388,481	4,039,122	2,655,541	2,590,604
Total governmental activities net assets	<u>\$ 9,659,412</u>	<u>\$ 8,516,183</u>	<u>\$ 8,718,312</u>	<u>\$ 9,171,390</u>	<u>\$ 9,532,499</u>	<u>\$ 9,262,438</u>	<u>\$ 11,295,400</u>	<u>\$ 11,955,693</u>
Business-type activities:								
Invested in capital assets, net of related debt	\$ 22,554,025	\$ 27,311,338	\$ 30,568,426	\$ 30,873,207	32,052,918	33,175,333	32,927,591	32,029,945
Restricted	2,341,490	3,440,595	3,275,154	3,244,209	3,439,345	2,618,428	2,841,822	2,001,776
Unrestricted	8,498,052	4,750,275	3,865,016	4,322,440	3,376,243	2,799,900	1,824,266	2,459,230
Total business-type activities net assets	<u>\$ 33,393,567</u>	<u>\$ 35,502,208</u>	<u>\$ 37,708,596</u>	<u>\$ 38,439,856</u>	<u>\$ 38,868,506</u>	<u>\$ 38,593,661</u>	<u>\$ 37,593,679</u>	<u>\$ 36,490,951</u>
Primary government:								
Invested in capital assets, net of related debt	\$ 26,651,883	\$ 30,059,111	\$ 33,473,213	\$ 35,053,473	\$ 36,351,760	\$ 38,316,461	\$ 41,508,324	\$ 41,389,410
Restricted	3,276,411	4,780,963	4,951,902	4,830,991	5,284,521	2,700,616	2,900,948	2,007,400
Unrestricted	13,124,685	9,178,317	8,001,793	7,726,782	6,764,724	6,839,022	4,479,807	5,049,834
Total primary government net assets	<u>\$ 43,052,979</u>	<u>\$ 44,018,391</u>	<u>\$ 46,426,908</u>	<u>\$ 47,611,246</u>	<u>\$ 48,401,005</u>	<u>\$ 47,856,099</u>	<u>\$ 48,889,079</u>	<u>\$ 48,446,644</u>

GASB 34 was adopted in 2003. Data for this schedule is unavailable in years preceding 2003.

**DELHI CHARTER TOWNSHIP  
CHANGES IN NET ASSETS  
LAST EIGHT FISCAL YEARS  
(accrual basis of accounting)**

	Fiscal year ended							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Expenses</b>								
Governmental activities:								
Legislative	\$ -	\$ 53,147	\$ 52,334	\$ 52,332	\$ 61,598	\$ 83,758	\$ 105,129	\$ 88,276
General governmental	2,348,086	1,975,126	1,834,790	1,932,514	2,248,507	2,243,486	2,057,487	2,198,631
Public Safety	3,796,061	3,743,943	3,629,755	3,890,919	4,083,262	4,346,453	4,503,054	4,309,039
Public Works	905,791	-	-	-	467,234	797,885	1,214,437	633,727
Engineering	-	151,759	70,538	-	-	-	-	-
Community development	-	341,779	-	-	-	-	-	652,920
Recreation & cultural	614,243	670,705	741,668	770,980	823,026	847,934	918,737	952,510
Infrastructure	-	415,552	350,107	488,254	-	-	-	-
Other governmental activities	-	218,691	209,611	237,858	16,410	-	-	-
Interest on long-term debt	219,529	171,866	139,856	115,218	103,955	91,009	76,276	60,120
Total governmental activities	<u>7,883,710</u>	<u>7,742,568</u>	<u>7,028,659</u>	<u>7,488,075</u>	<u>7,803,992</u>	<u>8,410,525</u>	<u>8,875,120</u>	<u>8,895,223</u>
Business-type activities:								
Sewer	4,444,272	5,124,559	5,304,487	5,423,789	5,493,927	5,700,904	6,114,406	6,209,025
Community Development:	-	-	545,424	599,503	698,192	686,645	661,871	-
Total business-type activities	<u>4,444,272</u>	<u>5,124,559</u>	<u>5,849,911</u>	<u>6,023,292</u>	<u>6,192,119</u>	<u>6,387,549</u>	<u>6,776,277</u>	<u>6,209,025</u>
Total primary government expenses	<u>\$ 12,327,982</u>	<u>\$ 12,867,127</u>	<u>\$ 12,878,570</u>	<u>\$ 13,511,367</u>	<u>\$ 13,996,111</u>	<u>\$ 14,798,074</u>	<u>\$ 15,651,397</u>	<u>\$ 15,104,248</u>
<b>Program revenues</b>								
Charges for services:								
General government	\$ 377,398	\$ 596,127	\$ 617,892	\$ 711,788	\$ 813,504	\$ 892,589	\$ 902,289	\$ 907,325
Public safety	580,478	945,328	504,341	546,463	590,840	677,948	648,678	739,988
Public works	635,989	-	-	-	-	-	-	345,410
Community development	-	29,880	-	-	-	-	-	351,602
Recreation and cultural	109,214	108,695	127,318	115,240	152,570	134,870	133,835	109,304
Operating grants and contributions	59,833	506,673	459,807	608,514	217,929	155,846	97,136	168,765
Capital grants and contributions	-	306,076	(3,396)	114,693	258,803	421,038	3,396,484	271,422
Total governmental activities program revenues	<u>1,762,912</u>	<u>2,492,779</u>	<u>1,705,962</u>	<u>2,096,698</u>	<u>2,033,646</u>	<u>2,282,291</u>	<u>5,178,422</u>	<u>2,893,816</u>
Business-type activities:								
Charges for services:								
Sewer	5,335,388	5,401,343	5,678,173	5,404,117	5,010,784	4,802,468	4,866,048	5,042,106
Community development	-	-	601,664	460,926	412,815	280,151	322,203	-
Operating grants and contributions	-	161,079	250,731	388,458	493,867	389,390	309,131	30,109
Capital grants and contributions:	253,957	901,587	1,550,284	253,243	322,539	401,403	145,768	46,604
Total business-type activities program revenues	<u>5,589,345</u>	<u>6,464,009</u>	<u>8,080,852</u>	<u>6,506,744</u>	<u>6,240,005</u>	<u>5,873,412</u>	<u>5,643,150</u>	<u>5,118,819</u>
Total primary government program revenues	<u>\$ 7,352,257</u>	<u>\$ 8,956,788</u>	<u>\$ 9,786,814</u>	<u>\$ 8,603,442</u>	<u>\$ 8,273,651</u>	<u>\$ 8,155,703</u>	<u>\$ 10,821,572</u>	<u>\$ 8,012,635</u>
Net (Expense)/Revenue								
Governmental activities	\$ (6,120,798)	\$ (5,249,789)	\$ (5,322,697)	\$ (5,391,377)	\$ (5,770,346)	\$ (6,128,234)	\$ (3,696,698)	\$ (6,001,407)
Business-type activities	1,145,073	1,339,450	2,230,941	483,452	47,886	(514,137)	(1,133,127)	(1,090,206)
Total primary government net expense	<u>\$ (4,975,725)</u>	<u>\$ (3,910,339)</u>	<u>\$ (3,091,756)</u>	<u>\$ (4,907,925)</u>	<u>\$ (5,722,460)</u>	<u>\$ (6,642,371)</u>	<u>\$ (4,829,825)</u>	<u>\$ (7,091,613)</u>

**DELHI CHARTER TOWNSHIP  
CHANGES IN NET ASSETS  
LAST EIGHT FISCAL YEARS  
(accrual basis of accounting)**

		Fiscal year ended							
		2003	2004	2005	2006	2007	2008	2009	2010
<b>General Revenues and Other Changes in Net Assets</b>									
Governmental activities:									
	Property taxes	\$ 3,034,627	\$ 2,837,256	\$ 3,083,557	\$ 3,325,504	\$ 3,482,728	\$ 3,631,229	\$ 3,726,355	\$ 3,642,755
	State shared revenues	1,956,061	1,846,592	1,845,018	1,798,179	1,765,856	1,762,721	1,553,811	1,474,950
	Grants and contributions not restricted to specific programs	546,427	564,271	313,785	311,693	536,536	545,943	505,290	558,432
	Unrestricted investment earnings	100,474	114,606	147,015	273,927	306,428	179,694	77,351	36,518
	Gain (loss) on sale of capital assets	6,160	331,980	110,928	10,945	162,393	(26,128)	-	-
	Intra-entity transfer	383,529	-	-	(5,017)	(122,486)	(235,286)	(133,145)	49,224
	Transfers	443,172	-	-	-	-	-	-	-
	<b>Total governmental activities</b>	<b>6,470,450</b>	<b>5,694,705</b>	<b>5,500,303</b>	<b>5,715,231</b>	<b>6,131,455</b>	<b>5,858,173</b>	<b>5,729,662</b>	<b>5,761,879</b>
Business-type activities:									
	Investment earnings	198,152	-	-	-	-	-	-	-
	Other	261,823	-	-	-	-	-	-	-
	Intra-entity transfer	-	-	-	5,017	122,486	235,286	133,145	(49,224)
	Transfers	(443,172)	-	-	-	-	-	-	-
	Grants and contributions not restricted to specific programs	-	-	-	242,789	258,278	4,006	-	36,702
	<b>Total business-type activities</b>	<b>16,803</b>	<b>-</b>	<b>-</b>	<b>247,806</b>	<b>380,764</b>	<b>239,292</b>	<b>133,145</b>	<b>(12,522)</b>
	<b>Total primary government</b>	<b>\$ 6,487,253</b>	<b>\$ 5,694,705</b>	<b>\$ 5,500,303</b>	<b>\$ 5,963,037</b>	<b>\$ 6,512,219</b>	<b>\$ 6,097,465</b>	<b>\$ 5,862,807</b>	<b>\$ 5,749,357</b>
<b>Change in Net Assets</b>									
	Governmental activities	\$ 349,652	\$ 444,916	\$ 177,606	\$ 323,854	\$ 361,109	\$ (270,061)	\$ 2,032,964	\$ (239,528)
	Business-type activities	1,161,876	1,339,450	2,230,941	731,258	428,650	(274,845)	(999,982)	(1,102,728)
	<b>Total primary government</b>	<b>\$ 1,511,528</b>	<b>\$ 1,784,366</b>	<b>\$ 2,408,547</b>	<b>\$ 1,055,112</b>	<b>\$ 789,759</b>	<b>\$ (544,906)</b>	<b>\$ 1,032,982</b>	<b>\$ (1,342,256)</b>

Engineering and infrastructure expenses were split out from Public Works expenses beginning in 2004.

The Community Development activity became an enterprise fund in 2005 and was reclassified back to the General Fund in 2010.

GASB 34 was adopted in 2003. Data for this schedule is unavailable in years preceding 2003.

**DELHI CHARTER TOWNSHIP**  
**FUND BALANCE, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(modified accrual basis of accounting)**

	2001	2002	2003*	2004**	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ 691,957	\$ 672,013	\$ 665,254	\$ 22,249	\$ 17,181	\$ 16,879	\$ 131,422	\$ 43,263	\$ 118,449	29,070
Unreserved	2,985,265	3,227,804	3,336,559	3,594,274	3,478,017	2,810,035	2,757,433	2,542,428	1,949,051	1,767,891
<b>Total general fund</b>	<b>\$ 3,677,222</b>	<b>\$ 3,899,817</b>	<b>\$ 4,001,813</b>	<b>\$ 3,616,523</b>	<b>\$ 3,495,198</b>	<b>\$ 2,826,914</b>	<b>\$ 2,888,855</b>	<b>\$ 2,585,691</b>	<b>\$ 2,067,500</b>	<b>\$ 1,796,961</b>
All other Governmental Funds										
Reserved	\$ 1,686,589	\$ 777,346	\$ 391,894	\$ 2,702	\$ 2,322	\$ 1,697	\$ 26,276	\$ 4,672	\$ 14,603	\$ 50
Unreserved, report in:										
Special revenue funds	562,649	937,156	1,322,000	620,877	1,047,526	1,423,826	1,693,348	981,313	734,765	687,489
Debt service funds	-	-	-	716,789	626,900	161,259	125,552	82,187	59,126	5,624
<b>Total all other governmental funds</b>	<b>\$ 2,249,238</b>	<b>\$ 1,714,502</b>	<b>\$ 1,713,894</b>	<b>\$ 1,340,368</b>	<b>\$ 1,676,748</b>	<b>\$ 1,586,782</b>	<b>\$ 1,845,176</b>	<b>\$ 1,068,172</b>	<b>\$ 808,494</b>	<b>\$ 693,163</b>

\* The Township implemented GASB Statement No. 34 in 2003. This resulted in an increase to the December 31, 2002 fund balance by \$282,719.

\*\* Beginning fund balance was decreased by \$46,084 due to a restatement.

**DELHI CHARTER TOWNSHIP**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(modified accrual basis of accounting)**

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Revenues:</b>										
Taxes	\$ 2,629,030	\$ 2,795,846	\$ 2,949,759	\$ 2,837,256	\$ 3,083,557	\$ 3,325,504	\$ 3,482,728	\$ 3,631,229	\$ 3,726,355	\$ 3,642,755
Special assessments	131,084	161,804	99,388	332,282	283,497	302,707	309,267	413,635	345,481	353,122
Intergovernmental	2,393,690	2,399,756	2,009,211	2,233,400	1,948,687	1,896,685	2,054,131	2,034,967	1,832,749	1,939,042
Licenses and permits	393,015	470,019	635,989	470,630	16,262	17,215	16,969	15,965	16,526	206,255
Charges for services	867,014	939,730	1,021,182	1,209,400	1,233,289	1,387,884	1,612,695	1,656,817	1,644,706	1,852,940
Interest	319,561	221,106	85,582	123,919	196,732	354,870	395,285	227,839	89,122	39,751
Other	862,601	883,143	996,282	933,347	876,789	880,588	651,883	771,323	699,737	715,166
<b>Total revenues</b>	<b>7,595,995</b>	<b>7,871,404</b>	<b>7,797,393</b>	<b>8,140,234</b>	<b>7,638,813</b>	<b>8,165,453</b>	<b>8,522,958</b>	<b>8,751,775</b>	<b>8,354,676</b>	<b>8,749,031</b>
<b>Expenditures:</b>										
Legislative	-	-	-	53,147	52,334	52,332	61,598	83,758	105,129	88,276
General government	1,611,891	1,754,695	1,837,345	2,036,617	1,907,548	2,046,388	2,083,561	2,073,343	1,913,355	2,015,813
Public safety	3,078,197	3,385,031	3,626,658	3,521,507	3,479,152	3,679,179	3,881,356	4,102,659	4,191,856	3,951,764
Engineering	141,279	146,671	130,891	141,751	60,529	-	-	-	-	-
Infrastructure	589,082	608,129	763,795	415,552	350,107	488,254	467,234	787,877	542,762	536,245
Community development	-	-	-	339,990	-	-	-	-	-	588,014
Recreation and cultural	488,186	504,547	546,032	615,878	622,949	630,761	694,297	706,826	767,951	725,571
Other	113,293	164,696	205,754	218,691	209,611	230,413	204,589	333,332	323,535	348,663
Debt service:										
Principal	3,236,793	472,510	358,486	406,210	498,208	500,462	504,763	521,389	553,967	705,239
Interest	378,132	472,251	223,270	187,401	134,391	113,902	100,592	87,808	73,415	57,262
Capital outlay	2,523,716	2,748,868	619,059	1,690,847	219,857	1,201,701	255,292	902,863	531,272	167,278
<b>Total expenditures</b>	<b>12,160,569</b>	<b>10,257,398</b>	<b>8,311,290</b>	<b>9,627,591</b>	<b>7,534,686</b>	<b>8,943,392</b>	<b>8,253,282</b>	<b>9,599,855</b>	<b>9,003,242</b>	<b>9,184,125</b>
Excess of revenues over (under) expenditures	(4,564,574)	(2,385,994)	(513,897)	(1,487,357)	104,127	(777,939)	269,676	(848,080)	(648,566)	(435,094)
<b>Other Financing Sources (Uses):</b>										
Proceeds from long-term debt	2,325,000	1,032,300	-	500,000	-	-	-	-	-	-
Issuance of refunding debt	-	-	-	2,365,000	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(2,353,080)	-	-	-	-	-	-
Proceeds from sale of capital assets	60,000	31,332	8,178	250,476	110,928	24,710	173,145	3,200	3,840	-
Bond premium	-	-	-	12,229	-	-	-	-	-	-
Inter-entity transfers in	-	-	383,529	-	-	-	-	-	-	-
Transfers in	4,429,295	1,754,368	504,540	604,397	621,903	794,517	592,477	595,388	692,348	84,243
Transfers out	(785,932)	(744,147)	(504,540)	(604,397)	(621,903)	(799,534)	(714,963)	(830,674)	(825,493)	(35,019)
Total other financing sources (uses)	6,028,363	2,073,853	391,707	774,625	110,928	19,693	50,659	(232,086)	(129,305)	49,224
<b>Net change in fund balances</b>	<b>\$ 1,463,789</b>	<b>\$ (312,141)</b>	<b>\$ (122,190)</b>	<b>\$ (712,732)</b>	<b>\$ 215,055</b>	<b>\$ (758,246)</b>	<b>\$ 320,335</b>	<b>\$ (1,080,166)</b>	<b>\$ (777,871)</b>	<b>\$ (385,870)</b>
Debt service as a percentage of noncapital expenditures	37.5%	12.6%	7.6%	7.5%	8.6%	7.9%	7.6%	7.0%	7.4%	8.5%

**DELHI CHARTER TOWNSHIP  
ASSESSED VALUE AND  
TAXABLE VALUE OF PROPERTY  
LAST TEN FISCAL YEARS**

Fiscal year ended December 31	Agricultural property	Commercial property	Industrial property	Residential property	Developmental property	Personal property	Total taxable value	Total direct tax rate	Assessed value	Taxable value as a percentage of assessed value
2001	\$ 1,967,143	\$ 76,790,522	\$ 7,522,536	\$ 375,826,884	\$ 1,437,989	\$ 37,343,115	\$ 500,888,189	5.6565	\$ 548,498,450	91.32%
2002	2,025,784	85,854,626	8,132,215	409,937,566	-	38,441,912	544,392,103	5.5880	609,018,900	89.39%
2003	2,318,418	86,532,326	13,766,815	442,823,750	-	40,306,800	585,748,109	5.5253	678,378,800	86.35%
2004	2,331,465	99,636,533	14,109,294	481,682,386	-	40,517,100	638,276,778	5.3370	740,946,400	86.14%
2005	2,590,787	111,556,779	15,460,638	525,702,625	-	45,210,400	700,521,229	5.3262	811,331,950	86.34%
2006	2,218,367	114,964,632	15,051,118	572,239,358	-	46,827,750	751,301,225	5.3282	867,761,750	86.58%
2007	2,468,072	121,108,641	14,121,340	606,104,452	-	46,577,255	790,379,760	5.3064	890,124,785	88.79%
2008	2,514,938	126,663,528	16,032,179	615,416,841	-	52,132,300	812,759,786	5.3455	903,051,000	90.00%
2009	2,575,559	129,201,749	15,211,328	592,190,424	-	45,226,200	784,405,260	5.4039	835,843,650	93.85%
2010	2,504,049	123,516,681	13,641,928	549,152,400	-	48,597,700	737,412,758	7.8094	771,940,775	95.53%

Source: Township Assessing Department

**DELHI CHARTER TOWNSHIP  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(PER \$1,000 OF ASSESSED VALUATION)**

Fiscal year ended December 31	Delhi Charter Township						Overlapping rates				Holt School District			Total direct & overlapping rates
	Operating millage	Fire/EMS millage	Police millage	Fire equip & training millage	Debt service millage	Total Township millage	Ingham County operating millage	Ingham Intermediate School millage	Lansing Community College millage	State education tax	Operating millage	Debt service millage	Total school millage	
2001	4.4698	0.0000	0.0000	0.4857	0.7010	5.6565	10.4348	6.1042	3.8926	6.0000	0.0000	10.0000	10.0000	42.0881
2002	4.4456	0.0000	0.0000	0.4830	0.6594	5.5880	11.6815	6.0738	3.8733	6.0000	0.0000	10.0000	10.0000	43.2166
2003	4.3940	0.0000	0.0000	0.4942	0.6371	5.5253	12.2489	6.0553	3.8544	5.0000	0.0000	10.0000	10.0000	42.6839
2004	4.3403	0.0000	0.0000	0.4881	0.5086	5.3370	12.2038	6.0291	3.8375	6.0000	0.0000	10.0000	10.0000	43.4074
2005	4.3094	0.0000	0.0000	0.4846	0.5322	5.3262	12.2566	5.9911	3.8112	6.0000	0.0000	10.0000	10.0000	43.3851
2006	4.3094	0.0000	0.0000	0.4846	0.5342	5.3282	13.1731	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	44.2966
2007	4.3094	0.0000	0.0000	0.4846	0.5124	5.3064	13.1538	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	44.2555
2008	4.3094	0.0000	0.0000	0.4846	0.5515	5.3455	14.1009	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	45.2417
2009	4.3094	0.0000	0.0000	0.5000	0.5945	5.4039	14.0811	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	45.2803
2010	4.3094	1.5000	1.5000	0.5000	0.0000	7.8094	14.0739	5.9881	3.8072	6.0000	0.0000	10.0000	10.0000	47.6786

Non-homestead school operating millage

2001	17.6724
2002	17.6724
2003	17.4674
2004	17.3171
2005	17.3171
2006	17.3171
2007	17.3171
2008	17.3171
2009	17.3171
2010	17.3171

Source: Township Assessing Department

**DELHI CHARTER TOWNSHIP  
TOP TEN PRINCIPAL  
TAX PAYERS  
CURRENT YEAR AND TEN YEARS AGO**

Taxpayer	2010			2001		
	Taxable value	Rank	Percentage of total Twp taxable value	Taxable value	Rank	Percentage of total Twp taxable value
RSDC of Michigan, LLC	\$ 28,715,982	1	3.7%			
Consumers Energy	10,921,732	2	1.4%	\$ 8,348,013	1	1.7%
Woodland Lakes Investment Group	6,522,500	3	0.8%			
Parker Hannifin Corp	5,859,667	4	0.8%	4,727,930	2	0.9%
Dart Container Corp of MI	4,802,209	5	0.6%	3,583,366	4	0.7%
Bondarenko Ltd LLC	4,134,980	6	0.5%	4,039,624	3	0.8%
Theroux Development Co	3,576,305	8	0.5%	2,908,419	6	0.6%
MPT Lansing LLC	3,295,286	7	0.4%	4,177,711	2	0.8%
Theroux Development Co	3,576,305	8	0.5%	2,908,419	6	0.6%
Stealth Medical	3,223,400	9	0.4%			
Aspen Lakes Estates II LLC	2,992,004	10	0.4%			
Media One				2,958,005	5	0.6%
Delhi Village Ltd				2,083,197	7	0.4%
Cedar Park Shopping Center				2,056,084	9	0.4%
Huntley Villa I & II				2,063,464	8	0.4%
Moran Foods				1,981,745	10	0.4%

114

Source: Township Assessing Department

**DELHI CHARTER TOWNSHIP  
PROPERTY TAX LEVIES AND COLLECTONS  
LAST TEN FISCAL YEARS**

Fiscal year ended December 31	Total tax levy for fiscal year	Collected with the fiscal year of the levy		Collections in subsequent years	Total collections to date	
		Amount	Percentage of levy		Amount	Percentage of levy
2001	\$ 2,578,062	\$ 2,549,452	98.9%	\$ 27,210	\$ 2,576,662	99.95%
2002	2,830,963	2,801,194	98.9%	29,573	2,830,767	99.99%
2003	3,039,438	2,986,631	98.3%	51,339	3,037,969	99.95%
2004	3,360,749	3,340,283	99.4%	16,247	3,356,530	99.87%
2005	3,539,253	3,520,466	99.5%	17,687	3,538,153	99.97%
2006	3,843,446	3,829,154	99.6%	10,946	3,840,100	99.91%
2007	4,308,253	4,297,110	99.7%	9,141	4,306,251	99.95%
2008	4,436,174	4,422,146	99.7%	8,845	4,430,992	99.88%
2009	4,336,310	4,325,485	99.8%	3,425	4,328,910	99.83%
2010	5,872,671	5,852,639	99.7%	-	5,852,639	99.66%

115

Ingham County reimburses the Township for all delinquent real property tax.

DELHI CHARTER TOWNSHIP  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				Business-type Activities				Total Primary Government	Percentage of Personal Income	Per Capita*
	General Obligation Bonds	Special Assessment Bonds	General Assessment Payable	Installment Purchase Agreement	General Obligation Bonds	Special Assessment Bonds	Revenue Bonds	Notes Payable			
2001	\$ 3,005,000	\$ 620,165	\$ -	\$ -	\$ 750,000	\$ 1,751,835	\$ -	\$ 7,548,173	\$ 13,675,173	2.48%	596
2002	3,832,300	507,654	-	-	5,857,700	1,510,346	-	6,617,345	18,325,345	3.20%	785
2003	3,572,325	409,143	378,823	-	8,172,675	1,268,857	-	5,932,374	19,734,197	3.31%	831
2004	3,339,025	317,750	357,306	500,000	7,940,975	1,031,250	-	5,248,259	18,734,565	3.03%	777
2005	2,984,060	229,357	335,789	466,667	7,620,940	793,643	-	4,535,000	16,965,456	2.64%	692
2006	2,597,430	160,964	194,410	433,379	7,287,570	596,036	-	3,985,000	15,254,789	2.29%	612
2007	2,178,303	120,771	182,265	400,088	6,931,697	435,229	1,280,410	3,405,000	14,933,763	2.20%	599
2008	1,732,511	90,578	170,108	366,834	7,557,490	314,422	7,687,569	2,800,000	20,719,512	3.09%	832
2009	1,254,220	60,386	157,959	333,501	7,123,696	209,614	9,305,624	2,160,000	20,605,000	2.98%	827
2010	734,266	30,193	2,109,291	300,168	6,669,563	104,807	10,084,919	1,480,000	21,513,207	3.11%	863

\* Based on population estimates.

See the Schedule of Demographic and Economic Statistics on page 112 for personal income and populaton data.

DELHI CHARTER TOWNSHIP  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS

Fiscal Year	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES			Total Primary Government	Debt as a Percentage of Taxable Value <sup>1</sup>	Debt Per Capita <sup>2</sup>
	General Obligation	Special Assessment	General Obligation	Revenue	Special Assessment			
	Bonds	Bonds	Bonds	Bonds	Bonds			
2001	3,005,000	620,165	750,000		1,751,835	6,127,000	1.22%	130.12
2002	3,832,300	507,654	5,857,700		1,510,346	11,708,000	2.15%	164.47
2003	3,572,325	409,143	8,172,675		1,268,857	13,423,000	2.29%	149.99
2004	3,339,025	317,750	7,940,975		1,031,250	12,629,000	1.98%	133.68
2005	2,984,060	229,357	7,620,940		793,643	11,628,000	1.66%	118.05
2006	2,597,430	160,964	7,287,570		596,036	10,642,000	1.42%	100.90
2007	2,178,303	120,771	6,931,698	1,280,410	435,229	10,946,411	1.38%	84.02
2008	1,732,511	90,578	7,557,490	7,687,569	314,421	17,382,569	2.14%	66.46
2009	1,254,221	60,385	7,123,696	9,305,624	209,614	17,953,540	2.29%	48.09
2010	734,266	30,193	6,669,564	10,084,919	104,807	17,623,749	2.39%	28.38

117

Fiscal Year	GOVERNMENTAL ACTIVITIES		Total	Percentage of Taxable Value <sup>1</sup>	Debt Per Capita <sup>2</sup>
	GENERAL BONDED DEBT				
	General Obligation	Special Assessment			
2001	3,005,000	620,165	3,625,165	0.72%	156.97
2002	3,832,300	507,654	4,339,954	0.80%	186.26
2003	3,572,325	409,143	3,981,468	0.68%	167.17
2004	3,339,025	317,750	3,656,775	0.57%	146.41
2005	2,984,060	229,357	3,213,417	0.46%	127.12
2006	2,597,430	160,964	2,758,394	0.37%	107.15
2007	2,178,303	120,771	2,299,074	0.29%	88.68
2008	1,732,511	90,578	1,823,089	0.22%	69.93
2009	1,254,221	60,385	1,314,606	0.17%	50.41
2010	734,266	30,193	764,459	0.10%	29.54

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

<sup>1</sup> See Schedule 5, the Schedule of Assessed Value and Taxable Value of Property for property value data.

<sup>2</sup> See Schedule 13, the Schedule of Demographic and Economic Statistics for population data.

DELHI CHARTER TOWNSHIP  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
DECEMBER 31, 2010

Jurisdiction	Net General Bonded Debt Outstanding	Percent Applicable to Delhi	Amount Applicable to Delhi
Holt School District	\$ 94,981,421	83.66%	\$ 79,461,457
Mason School District	22,950,000	10.97%	2,517,615
Lansing School District	59,295,000	0.04%	23,718
Eaton Rapids School District	47,395,000	1.23%	582,959
Ingham County	37,726,471	9.73%	3,670,786
Eaton Intermediate School District	1,410,000	0.23%	3,243
Lansing Community College	59,355,000	6.73%	<u>3,994,592</u>
Subtotal, overlapping debt			90,254,368
Delhi Charter Township direct debt	734,266	100.00%	<u>734,266</u>
Total direct and overlapping debt			<u>\$ 90,988,634</u>

Source: Municipal Advisory Council of Michigan (MAC)

The MAC obtains the taxable values of properties within the various taxing jurisdictions from the State of Michigan. The percentage applicable to Delhi Township is calculated by dividing the taxable value of Delhi Township taxpayers in that jurisdiction by the total taxable value of the jurisdiction.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the township. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Delhi Charter Township. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**DELHI CHARTER TOWNSHIP  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 54,849,845	\$ 69,001,890	\$ 67,837,880	\$ 74,094,640	\$ 81,133,195	\$ 86,776,175	\$ 89,012,479	\$ 90,305,100	\$ 83,584,365	\$ 77,184,731
Total net debt applicable to limit	<u>17,770,614</u>	<u>22,741,302</u>	<u>23,948,262</u>	<u>22,510,710</u>	<u>20,498,349</u>	<u>18,772,865</u>	<u>17,079,653</u>	<u>25,284,342</u>	<u>22,991,615</u>	<u>20,665,976</u>
Legal debt margin	<u>\$ 37,079,231</u>	<u>\$ 46,260,588</u>	<u>\$ 43,889,618</u>	<u>\$ 51,583,930</u>	<u>\$ 60,634,846</u>	<u>\$ 68,003,310</u>	<u>\$ 71,932,826</u>	<u>\$ 65,020,758</u>	<u>\$ 60,592,750</u>	<u>\$ 56,518,755</u>
Total net debt application to the limit as a percentage of debt limit	32.40%	32.96%	35.30%	30.38%	25.27%	21.63%	19.19%	28.00%	27.51%	26.77%

**Legal Debt Margin Calculation for Fiscal Year 2010**

2010 State Equalized Valuation (SEV)	\$ 771,847,306
	x 10%
Legal Debt Limit (10% of SEV)	<u>77,184,731</u>
Direct General Obligation Debt	\$ 30,882,417
Less:	
Special Assessment Bonds	(135,000)
Revenue Bonds	<u>(10,081,441)</u>
Net Direct Debt	<u>20,665,976</u>
Debt Limit Margin	<u>\$ 56,518,755</u>

DELHI CHARTER TOWNSHIP  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS

Fiscal Year	Population (estimated) <sup>1</sup>	Personal Income (amounts expressed in thousands)	Per Capita Personal Income <sup>1</sup>	Median Age <sup>1</sup>	School Enrollment <sup>2</sup>	Unemployment Rate <sup>3</sup>
2001	23,094	\$ 554,810	\$ 24,024	n/a	5,308	2.5%
2002	23,301	572,319	24,562	n/a	5,507	3.0%
2003	23,817	597,831	25,101	n/a	5,705	3.6%
2004	24,977	640,410	25,640	n/a	5,866	4.0%
2005	25,279	661,779	26,179	n/a	5,947	4.1%
2006	25,743	687,776	26,717	36.7	6,005	4.0%
2007	25,925	706,612	27,256	36.7	5,998	3.9%
2008	26,070	702,195	26,935	36.7	5,973	4.5%
2009	26,078	724,134	27,768	38.5	5,862	7.2%
2010	25,877	718,553	27,768	n/a	5,862	6.8%

Data Sources:

<sup>1</sup> U.S. Census Bureau and estimated by current trends

<sup>2</sup> Holt Public Schools

<sup>3</sup> State of Michigan: Department of Energy, Labor, and Economic Growth

**DELHI CHARTER TOWNSHIP  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO**

Employer	2010			2001		
	Approx no. Employed	Rank	Percentage of total Township employment	Approx no. employed	Rank	Percentage of total Township employment
Holt Public Schools	850	1	n/a	596	1	n/a
Dakkota Integrated Interiors	261	2	n/a			
Granger Construction	172	3	n/a			
RSDC of Michigan, LLC	171	4	n/a	272	2	n/a
Kroger	130	5	n/a			
Magna Powertrain (MPT)	125	6	n/a			
Holt Senior Care	120	7	n/a			
Orchid Stealth	117	8	n/a	75	5	n/a
Lansing Christian School	100	9	n/a			
Delhi Charter Township	73	10	n/a			
Spartan International				200	3	n/a
McLean Screen Print Inc				110	4	n/a
Molded Plastic Industries				50	6	n/a
Grable & Sons Metal Products				45	7	n/a
Palmer Engineering				40	8	n/a
Holt Products Company Inc.				30	9	n/a
Pageant Homes, Inc				30	10	n/a

Source: 2000 Michigan Manufacturers Directory, phone calls  
Total Township employment is unavailable.

**DELHI CHARTER TOWNSHIP  
FULL-TIME EQUIVALENT TOWNSHIP GOVERNMENT EMPLOYEES BY FUNCTION  
LAST TEN FISCAL YEARS**

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General government	18.00	19.00	20.50	20.50	20.63	20.10	19.94	19.32	17.82	17.82
Public Safety:										
Police:										
Officers *	21.00	21.00	21.00	21.00	21.00	21.00	21.00	21.00	21.00	18.00
Civilians *	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Fire:										
Firefighters and officers	16.40	18.60	17.30	17.20	17.41	17.66	17.66	18.31	18.81	17.96
Civilians	2.00	2.00	1.50	1.50	1.50	1.50	1.50	1.80	1.80	1.80
Public Works	23.50	23.50	24.50	25.50	27.25	28.84	29.60	26.60	26.30	22.55
Engineering	2.00	2.00	1.50	1.50	0.00	0.00	0.00	0.00	0.00	0.00
Community Development	6.00	6.00	6.00	6.00	7.00	7.50	7.50	7.85	6.80	6.80
Recreation and Culture	5.00	5.00	5.00	5.50	5.00	5.50	5.80	5.80	5.80	5.80
<b>Total</b>	<b>95.40</b>	<b>98.60</b>	<b>98.80</b>	<b>100.20</b>	<b>101.29</b>	<b>103.60</b>	<b>104.50</b>	<b>102.18</b>	<b>99.83</b>	<b>92.23</b>

Source: Townships Budget Documents and Human Resources

\* These positions are employees of Ingham County. The Township contracts with Ingham County for police protection.

**DELHI CHARTER TOWNSHIP  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

Function	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Fire</b>										
Number of Calls	1,750	1,742	1,850	1,818	2,063	2,065	2,122	2,287	2,182	2,324
Inspections	925	900	858	907	1,138	836	1,004	1,000	375	1,129
Burning/Recreational Permits	1,329	1,472	1,331	1,964	1,901	2,171	2,069	1,288	356	317
<b>Police</b>										
Number of Traffic Accidents	747	955	890	779	872	741	969	842	669	507
Number of Written Complaints	5,530	4,878	4,673	4,644	4,525	4,683	4,729	4,621	4,667	4,125
Number of Miles Driven	137,844	105,366	198,475	174,376	163,754	187,916	153,791	150,075	146,832	115,671
Vehicle Stops	6,744	8,048	8,013	7,011	5,609	5,429	7,849	8,041	8,754	5,869
<b>Accounting</b>										
Number of W-2's processed	406	447	369	345	293	356	314	362	300	303
Number of payroll checks processed	n/a	n/a	n/a	2,933	2,456	2,614	2,346	2,353	1,932	1,459
Number of payroll direct deposits	n/a	1,463	1,685	2,063						
Number of purchase orders processed	n/a	n/a	n/a	1,314	1,061	873	795	734	593	458
Number of accounts payable checks processed	3,312	3,159	2,992	3,571	2,753	2,830	2,881	2,767	2,585	2,156
Number of accounts payable ACHs sent								39	40	224
<b>Assessing</b>										
Number of Field Inspections	206	403	1,438	2,226	1,242	2,485	899	1,381	364	679
<b>Clerk's Office</b>										
Number of FOIA requests	18	43	56	122	77	56	65	37	29	37
Number of pages scanned/microfilmed	70,200	60,000	64,000	113,708	73,166	21,452	19,985	26,754	35,962	39,369
<b>Elections</b>										
Number of Registered Voters	15,084	15,294	15,734	16,578	16,804	16,723	17,016	17,929	17,542	17,425
Number of Permanent Absentee Voters	1,361	1,337	1,251	1,251	1,815	1,766	2,010	2,294	2,206	2,584
<b>Treasurer's Office</b>										
Average Number of Sewer Bills per Month	6,037	6,187	6,435	6,852	7,000	7,150	7,157	7,195	7,257	7,225
Number of Tax Bills-Two billings/year beg, 2003	9,872	9,969	18,187	18,534	19,154	19,875	20,110	20,278	20,382	20,494
<b>Culture &amp; Recreation</b>										
Number of Athletic Teams	236	244	247	242	253	290	231	259	254	248
Number of Sr. Citizens Trips	6	6	8	8	8	8	9	8	8	11
Tennis Lessons	309	261	204	201	196	200	165	195	204	155
<b>Wastewater</b>										
Average daily sewage treatment (millions of gallons per day)	2.64	2.31	2.12	2.87	2.23	3.00	2.45	2.54	2.68	2.15
<b>Community Development</b>										
Permits Issued	1,831	1,970	2,287	2,136	1,858	1,526	1,629	986	1,194	1,229
Code Enforcement Complaints	1,203	1,127	1,718	547	677	592	585	530	563	583

Source: Various Township Departments

**DELHI CHARTER TOWNSHIP  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
Public Safety:										
Fire Stations	2	2	2	2	2	2	2	2	2	2
Culture and Recreation:										
Parks Acreage	85	95	95	110	110	110	120	120	120	120
Parks	6	7	7	8	8	9	9	9	9	9
Senior Center	1	1	1	1	1	1	1	1	1	1
Buildings	2	2	2	2	2	2	2	2	2	2
Tennis Courts	8	8	8	8	8	8	8	8	8	8
Sewer:										
Sanitary Sewers (miles)	n/a	n/a	n/a	n/a	122.05	122.63	124.44	124.43	124.54	124.5
Maximum daily treatment capacity (millions of gallons)	2.5	2.5	2.5	2.5	4	4	4	4.5	4.5	4.5
General Government:										
Cemeteries	2	3	3	3	3	3	3	3	3	3
Community Service Center	1	1	1	1	1	1	1	1	1	1