

VILLAGE OF DIMONDALE



FINANCIAL STATEMENTS

YEAR ENDED
FEBRUARY 28, 2019



Drake

Certified
Public
Accountants

VILLAGE OF DIMONDALE

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Village Officers:

Ralph Reznick, Village President

James P. Gallagher, Village Manager

Scott Ammarman, Street Administrator

Village Trustees:

Lori Conarton

Bill Bower

Scott Ammarman

Robert Campbell

Josh Grab

Andrea Tardino



VILLAGE OF DIMONDALE

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ACCOUNTANTS' COMPILATION REPORT

Village Council
Village of Dimondale
Dimondale, MI

Management is responsible for the accompanying financial statements of the Village of Dimondale, which comprise the statement of financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of February 28, 2019, and the related statements of activities for the year then ended, and the related notes to the financial statements, and the required supplemental information and other supplemental information in accordance with accounting principles generally accepted in the United States of America. We have performed the compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Karl Z. Dunde

Drake Certified Public Accountants, PC

May 8, 2019



BASIC FINANCIAL STATEMENTS



VILLAGE OF DIMONDALE

Government-Wide Financial Statements

STATEMENT OF NET POSITION

FEBRUARY 28, 2019

	Governmental Activities	Business-Type Activities	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
CURRENT ASSETS			
Cash and Cash Equivalents	\$ 896,101	\$ 707,095	\$ 1,603,196
Due From Other Governmental Units	23,817	-	23,817
Accounts Receivable	4,971	65,358	70,329
Prepaid Expenses	11,648	21,716	33,364
TOTAL CURRENT ASSETS	936,537	794,169	1,730,706
NON-CURRENT ASSETS			
Capital Assets	6,145,638	9,530,804	15,676,442
Less: Accumulated Depreciation	(3,960,374)	(4,487,893)	(8,448,267)
TOTAL NON-CURRENT ASSETS	2,185,264	5,042,911	7,228,175
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	4,701	-	4,701
TOTAL DEFERRED OUTFLOWS OF RESOURCES	4,701	-	4,701
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 3,126,502	\$ 5,837,080	\$ 8,963,582
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION			
CURRENT LIABILITIES			
Accounts Payable	\$ 365	\$ 2,297	\$ 2,662
Accrued Interest	-	-	-
Current Portion of Loans Payable	-	26,347	26,347
TOTAL CURRENT LIABILITIES	365	28,644	29,009
NON-CURRENT LIABILITIES			
Loans Payable	-	85,535	85,535
Compensated Absences and Severance Pay	13,970	3,382	17,352
Net Pension Liability	266,119	-	266,119
TOTAL NON-CURRENT LIABILITIES	280,089	88,917	369,006
TOTAL LIABILITIES	280,454	117,561	398,015
DEFERRED INFLOWS OF RESOURCES			
Pensions	44,649	-	44,649
TOTAL DEFERRED INFLOWS OF RESOURCES	44,649	-	44,649
NET POSITION			
Net Investment in Capital Assets	2,185,264	4,931,029	7,116,293
Restricted	297,994	-	297,994
Unrestricted	318,141	788,490	1,106,631
TOTAL NET POSITION	2,801,399	5,719,519	8,520,918
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 3,126,502	\$ 5,837,080	\$ 8,963,582

See Accompanying Notes and Independent Accountants' Compilation Report



STATEMENT OF ACTIVITIES

YEAR ENDED FEBRUARY 28, 2019

	Program Revenue		Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges	Operating Grants	Governmental Activities	Business- Type Activities	Total
		For Services				
FUNCTIONS/PROGRAMS						
Governmental Activities						
General Government	\$ 365,967	\$ -	\$ -	\$ (365,967)	\$ -	\$ (365,967)
Public Safety	3,427	-	-	(3,427)	-	(3,427)
Public Works	373,330	2,709	129,442	(241,179)	-	(241,179)
Recreational and Cultural	9,574	59	-	(9,515)	-	(9,515)
Interest on Long-Term Debt	-	-	-	-	(5,568)	(5,568)
Depreciation (Unallocated)	229,645	-	-	(229,645)	-	(229,645)
Total Governmental Activities	981,943	2,768	129,442	(849,733)	(5,568)	(855,301)
Business-Type Activities						
Sewer	603,471	543,993	-	-	(59,478)	(59,478)
Total Activities	1,585,414	546,761	129,442	(849,733)	(65,046)	(914,779)
General Revenue						
Taxes						
Property Taxes, Levied for General Operations				378,200	-	378,200
Property Taxes, Levied for Debt Service				-	-	-
State of Michigan Aid, Unrestricted				255,831	-	255,831
Interest Earnings				7,779	2,046	9,825
Other				70,068	-	70,068
Total General Revenue				711,878	2,046	713,924
CHANGE IN NET POSITION				(137,855)	(63,000)	(200,855)
NET POSITION - BEGINNING OF YEAR				2,939,254	5,782,519	8,721,773
NET POSITION - END OF YEAR				\$ 2,801,399	\$5,719,519	\$8,520,918



VILLAGE OF DIMONDALE

Governmental Funds

BALANCE SHEET

FEBRUARY 28, 2019

	General	Major Streets	Local Streets	Total Governmental Funds
ASSETS				
Cash and Investments	\$ 621,965	\$ 139,896	\$ 134,240	\$ 896,101
Accounts Receivable	2,709	1,500	-	4,209
Due from Other Governmental Units	-	17,568	6,249	23,817
Due from Other Funds	2,221	-	-	2,221
Prepaid Expenditures	11,648	-	-	11,648
TOTAL ASSETS	\$ 638,543	\$ 158,964	\$ 140,489	\$ 937,996
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 365	\$ -	\$ -	\$ 365
Due to Other Funds	-	816	643	1,459
Unearned Revenue	7,735	-	-	7,735
TOTAL LIABILITIES	8,100	816	643	9,559
FUND BALANCES				
Non-spendable	11,648	-	-	11,648
Restricted	-	158,148	139,846	297,994
Assigned	36,947	-	-	36,947
Unrestricted	581,848	-	-	581,848
TOTAL FUND BALANCES	630,443	158,148	139,846	928,437
TOTAL LIABILITIES AND FUND BALANCES	\$ 638,543	\$ 158,964	\$ 140,489	\$ 937,996
TOTAL GOVERNMENTAL FUND BALANCES				\$ 928,437
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources, and are not reported in the funds:				
Cost of the Capital Assets				6,145,638
Accumulated Depreciation				(3,960,374)
				<u>2,185,264</u>
Long-term liabilities are not due and payable in the current period and are not reported in the fund:				
Assessment Payable				-
Compensated Absences				(13,970)
Net Pension Liability				(266,119)
Accrued interest is not included as a liability in governmental fund				
Deferred property tax revenue				7,735
Deferred Outflows of Resources				4,701
Deferred Inflows of Resources				(44,649)
NET POSITION OF GOVERNMENTAL ACTIVITIES				\$ 2,801,399

See Accompanying Notes and Independent Accountants' Compilation Report



STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED FEBRUARY 28, 2019

	General	Major Streets	Local Streets	Totals
REVENUE				
Property Taxes	\$ 331,075	\$ -	\$ 47,125	\$ 378,200
State Grants	106,163	97,338	52,330	255,831
Federal Grants	-	129,442	-	129,442
Charges for Services	59	2,709	-	2,768
Interest	4,866	2,625	288	7,779
Other	70,068	-	-	70,068
TOTAL REVENUE	<u>512,231</u>	<u>232,114</u>	<u>99,743</u>	<u>844,088</u>
EXPENDITURES				
General Government	278,366	-	-	278,366
Public Safety	3,427	-	-	3,427
Public Works	191,757	159,569	22,004	373,330
Recreational and Cultural	9,574	-	-	9,574
Debt Service	-	-	-	-
Capital Outlay	-	130,179	-	130,179
TOTAL EXPENDITURES	<u>483,124</u>	<u>289,748</u>	<u>22,004</u>	<u>794,876</u>
EXCESS OF REVENUE OVER EXPENDITURES	29,107	(57,634)	77,739	49,212
OTHER FINANCING SOURCES				
Operating Transfers In	-	-	-	-
Operating Transfers Out	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	29,107	(57,634)	77,739	49,212
FUND BALANCES - BEGINNING OF YEAR	<u>601,336</u>	<u>215,782</u>	<u>62,107</u>	<u>879,225</u>
FUND BALANCES - END OF YEAR	<u>\$ 630,443</u>	<u>\$ 158,148</u>	<u>\$ 139,846</u>	<u>\$ 928,437</u>



VILLAGE OF DIMONDALE

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

YEAR ENDED FEBRUARY 28, 2019

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 49,212
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Amounts reported for governmental activities in the statement of activities are different because:

- Governmental funds report capital outlays as expenditures; in the statement of activities, these costs are allocated over their estimated useful lives as depreciation.

Depreciation Expense	(229,645)	
Capital Outlay	<u>224,709</u>	(4,936)

- Accrued interest is recorded in the statement of activities when incurred; it is not reported in governmental funds until paid.

-

- Repayment of assessment principal is an expenditure in the governmental funds, but not in the statement of activities (where it reduces long-term debt).

-

- Property tax revenue not collected is deferred in governmental funds, but not in the statement of activities

241

- Compensated absences are included in expenditures in the statement of activities but not in the governmental funds.

12,803

- Deferred outflows of resources are recorded on the statement of net position but not in the governmental funds.

(62,948)

- Deferred inflows of resources related to pensions are recorded on the statement of net position but not in the governmental funds.

(39,268)

- Net pension liability is recorded on the statement of net position but not in the governmental funds.

(92,959)

CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (137,855)</u>
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See Accompanying Notes and Independent Accountants' Compilation Report



STATEMENT OF NET POSITION

FEBRUARY 28, 2019

ASSETS

Current Assets

Cash and Cash Equivalents	\$	707,095
Accounts Receivable		65,358
Prepaid Expenses		21,716

Total Current Assets 794,169

Non-Current Assets

Capital Assets		5,042,911
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TOTAL ASSETS \$ 5,837,080

LIABILITIES

Current Liabilities

Current Portion	\$	26,347
Compensated Absences		3,382
Accounts Payable		1,535
Due to Other Funds		762

Total Current Liabilities 32,026

Long-Term Liabilities 85,535

TOTAL LIABILITIES \$ 117,561

NET POSITION

Net Investment in Capital Assets	\$	4,931,029
Restricted for Debt Service		-
Unrestricted		788,490

TOTAL NET POSITION \$ 5,719,519



VILLAGE OF DIMONDALE

Proprietary Fund

STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION

YEAR ENDED FEBRUARY 28, 2019

OPERATING REVENUE

Charges for Services	\$ 543,993
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OPERATING EXPENSES

Salaries	19,690
Employee Benefits	6,790
Payroll Taxes	1,506
Office Supplies	1,482
Contractual Services	178,976
Supplies and Chemicals	18,328
Maintenance	3,068
Utilities	77,101
Insurance	10,133
Permits	4,669
Depreciation	270,163
Other	482
Professional Fees	11,083

TOTAL OPERATING EXPENSES

603,471

OPERATING INCOME (LOSS)

(59,478)

NON-OPERATING REVENUE (EXPENSES)

Interest Revenue	2,046
Interest Expense	(5,568)
Sale of Assets	-
Loss on Disposal of Assets	-

TOTAL NON-OPERATING REVENUE (EXPENSES)

(3,522)

CHANGE IN NET POSITION

(63,000)

NET ASSETS - BEGINNING OF YEAR

5,782,519

NET ASSETS - END OF YEAR

\$ 5,719,519

See Accompanying Notes and Independent Accountants' Compilation Report

**STATEMENT OF CASH FLOW****YEAR ENDED FEBRUARY 28, 2019****CASH FLOW FROM OPERATING ACTIVITIES**

Cash Received from Customers	\$ 543,993
Cash Payments for Good and Services	(336,920)
Cash Payments to Employees	(19,690)
Cash Payments for Employee Benefits	(6,790)

NET CASH PROVIDED BY OPERATING ACTIVITIES 180,593**CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES**

Contributions from Other Governments	-
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CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Bond Proceeds	-
Principal Payments	(25,334)
Interest Payments	(5,568)

NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES (30,902)**CASH FLOW FROM INVESTING ACTIVITIES**

Receipts of Interest and Dividends	2,046
Sale of Assets	-
Purchase of Assets	(256,550)

NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES (254,504)**NET INCREASE IN CASH** (104,813)CASH - BEGINNING OF YEAR 811,908**CASH - END OF YEAR** \$ 707,095**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES**

Operating Income (Loss)	\$ (59,478)
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Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:

Depreciation Expense	270,163
Decrease (Increase) in Accounts Receivable	(17,547)
Decrease (Increase) in Prepaid Expenses	(850)
Increase (Decrease) in Accounts Payable	(11,695)

NET CASH PROVIDED BY OPERATING ACTIVITIES \$ 180,593

VILLAGE OF DIMONDALE

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village conform to United States generally accepted accounting principles as applicable to governmental units. The following is a summary of the significant accounting policies.

A. REPORTING ENTITY

The Village of Dimondale is a general law village located in Eaton County, Michigan. The Village operates under an elected council consisting of seven members and provides various services to its approximately 1,234 residents.

As defined by Governmental Accounting Standards Board (GASB) No. 14, the financial reporting entity consists of (1) the primary government, (2) organizations for which the primary government is financially accountable, and (3) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The primary government has financial accountability if it:

1. appoints a voting majority of the organization's board, and has the ability to impose its will on the organization; or
2. there is a potential for the component unit to provide certain financial benefits to, or impose certain financial burdens on, the primary government.

Based on the above criteria, no additional organizations or entities are included in these financial statements.

B. BASIS OF PRESENTATION

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. 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 revenue, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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



NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. BASIS OF PRESENTATION (CONTINUED)

Government-Wide Statements

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

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Fund Based Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue 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 severance pay, are recorded only when payment is due.

Property taxes, unrestricted state aid, intergovernmental grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the government.

GOVERNMENTAL FUNDS

General Fund

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

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than Building and Site Funds) that are legally restricted to expenditures for specified purposes. The Special Revenue Funds maintained by the Village are the Major Streets Fund and Local Streets Fund.

PROPRIETARY FUNDS

Enterprise Funds - Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through use charges; or (b) where the governing body has decided that periodic determination of revenue earned, expenses and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.



NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. BASIS OF PRESENTATION (CONTINUED)

Fund Based Statements (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenue 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 revenue rather than as program revenue. Likewise, general revenue includes all taxes.

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

C. BUDGETS AND BUDGETARY ACCOUNTING

The General Fund and Special Revenue Funds are under formal budgetary control. Budgets are adopted on the modified accrual basis of accounting. Amendments are by action of the Board.

P.A. 621 of 1978, Section 18 (1), as amended, provides that a local unit shall not incur expenditures in excess of the amount appropriated.

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

D. PROPERTY TAXES

Real and personal property taxes are assessed as of December 31, and attach as an enforceable lien on property as of July 1, of the subsequent year. Taxes are due and payable as of September 14. The County of Eaton prepares the tax bills for the Village of Dimondale, and the Village collects the taxes prior to return to the County. The property tax revenue in the accompanying financial statements was recognized as that levied during the year.

All unpaid taxes become delinquent after September 14, at which time the uncollected real taxes are returned to Eaton County for collection and to be added to the delinquent tax rolls. The County of Eaton purchases delinquent real property taxes of the Village of Dimondale. The County sells tax notes, the proceeds of which are used to pay the Village for the taxes. Such proceeds are included in the current year in the accompanying financial statements.

The Village is authorized to assess 12.5 mills for general operations. Millage rates levied for 2018 were 10.000 mills for operations. Total taxable value of real and personal property in the Village was \$33,303,184.

The Village is responsible for the collection of delinquent personal property taxes.



NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. CASH EQUIVALENTS

The Village considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents.

F. FINANCIAL INSTRUMENTS

The Village does not require collateral to support financial instruments subject to credit risk. However, Union Bank has pledged collateral to expand their risk coverage to \$450,000, which is \$200,000 more than current FDIC coverage.

G. SHORT-TERM INTERFUND RECEIVABLES AND PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the balance sheet.

H. EQUITY

Net Position

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

Fund Balance

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

- Non-spendable - Amounts that are not in spendable form or are legally or contractually required to be maintained intact.
- Restricted - Amounts that are legally restricted by outside parties, constitutional provisions, or enabling legislation for use for a specific purpose.
- Committed - Amounts that have been formally set aside by the board for use for specific purposes. Commitments are made and can be rescinded only via resolution of the board.
- Assigned - Intent to spend resources on specific purposes expressed by the board.
- Unassigned - Balances that do not otherwise fall into one of the above categories.



VILLAGE OF DIMONDALE

Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets

Capital assets, which include land, buildings, equipment, vehicles, and infrastructure assets (e.g. streets, bridges, drains) are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$2,500 and an estimated useful life in excess of 1 year. 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. Costs of normal repair and maintenance that do not add to the value materially extended asset life are not capitalized.

Buildings, equipment, and vehicles are depreciated using the straight-line method over the following useful lives:

Building and additions	15-50 years
Vehicles	5-10 years
Other equipment	5-20 years

J. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. 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.

Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

M. ESTIMATES

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

NOTE 2 - DEPOSITS WITH FINANCIAL INSTITUTIONS

A. LEGAL OR CONTRACTUAL PROVISIONS FOR DEPOSITS AND INVESTMENTS

The Michigan Political Subdivisions Act No. 20, Public Acts of 1943, as amended by Act No. 217, Public Acts of 1982, states the Department, by resolution, may authorize investment of surplus funds as follows:



NOTE 2 - DEPOSITS WITH FINANCIAL INSTITUTIONS (CONTINUED)

A. LEGAL OR CONTRACTUAL PROVISIONS FOR DEPOSITS AND INVESTMENTS (CONTINUED)

1. In bonds and other direct obligations of the United States or an agency or instrumentality of the United States.
2. In certificates of deposit, savings accounts, or depository receipts of a bank, which is a member of the Federal Deposit Insurance Corporation; or a savings and loan association, which a member of the Federal Savings and Loan Insurance Corporation; or a credit union, which is insured by the National Credit Union Association; but only if the bank, savings and loan association, or credit union complies with Subsection (2).
3. In commercial paper rated at the time of purchase within the 2 highest classifications established by not less than 2 standard rating services and which matures not more than 270 days after the date of purchase. Not more than 50% of any fund may be invested in commercial paper at any time.
4. In United States government or Federal agency obligation repurchase agreements.
5. In bankers' acceptances of United States banks.
6. In mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The Village is in compliance with State law regarding their cash deposits.

The Village maintains all of its cash deposits at three banks.

The Governmental Accounting Standards Board Statement No. 3 risk disclosures for the Village's cash deposits are as follows:

<u>Deposits</u>	<u>Book Value</u>	<u>Carrying Amounts</u>
Insured (FDIC)	\$ 1,096,186	\$ 1,096,186
Uninsured & Uncollateralized	507,010	555,441
Total Deposits	<u>\$ 1,603,196</u>	<u>\$ 1,651,627</u>

The differences between the book value and the bank carrying amounts are caused by deposits in transit and outstanding checks.

Custodial Credit Risk of Investments

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village does have a policy for custodial credit risk, requiring diligence and prudence of investment officials when considering investments in obligations other than those of an agency of the United States. At year end, the Village had no investment securities that were uninsured and unregistered with securities held by the counterparty or by its trust department or agent but not in the Village's name.



VILLAGE OF DIMONDALE

NOTE 2 - DEPOSITS WITH FINANCIAL INSTITUTIONS (CONTINUED)

A. LEGAL OR CONTRACTUAL PROVISIONS FOR DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Village's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270-day maturity. At year end, the Village had no such investments.

Concentration of Credit Risk

The Authority does limit the amount the Village may invest in any one issuer. The Village currently has no one investment which exceeds 20 percent of its total investments.

Foreign Currency Risk

Foreign currency risk is the risk that an investment denominated in the currency of a foreign country could reduce its U.S. dollar value as a result of changes in foreign currency exchange rates. The Village restricts the amount of investments in foreign currency and, thus, at year end had no securities subject to foreign currency risk.

NOTE 3 - ACCUMULATED FUND DEFICITS

There were no accumulated fund deficits at February 28, 2019.

NOTE 4 - DUE FROM OTHER GOVERNMENTAL UNITS

Due from Other Governmental Units at February 28, 2019, is comprised of the following:

Major Streets Fund - Due from State of Michigan	\$	17,568
Local Streets Fund - Due from State of Michigan		6,249
	\$	<u>23,817</u>

NOTE 5 - DUE TO/FROM OTHER FUNDS

Due to/due from at February 28, 2019, consisted of the following:

Due To:		Due From:	
General Fund	\$ 816	Major Streets	\$ 816
General Fund	643	Local Streets	643
General Fund	762	Sewer Fund	762
	<u>\$ 2,221</u>		<u>\$ 2,221</u>



NOTE 6 - JOINT VENTURE

In October 1995, the Village entered into an agreement with the Township of Windsor to create a wastewater treatment plant to serve the residents of the Village and the Township. The existing Village sewer plant was renovated and improved to accommodate the additional users. It was the intent of the Village and Township to create a separate entity to administer the sewer plant when construction was completed. This entity began March 1, 1997, and is a component unit of the Village.

NOTE 7 - FUND BALANCE

Components of Fund Balance at February 28, 2019, are as follows:

\$36,947 of fund balance in the General Fund is assigned. This amount represents money collected for future Parks and Recreation expenditures.

NOTE 8 - CAPITAL ASSETS

Capital asset activity of the Village’s Governmental activities was as follows:

	March 1, 2018	Additions	Disposals and Adjustments	February 28, 2019
Assets not being depreciated:				
Land	\$ 191,000	\$ -	\$ -	\$ 191,000
Capital assets being depreciated:				
Building and improvements	509,413	30,100	10,648	528,865
Vehicles	226,412	43,997	90,006	180,403
Furniture and equipment	86,460	15,370	24,778	77,052
Infrastructure	5,038,139	135,242	5,063	5,168,318
Subtotal	5,860,424	224,709	130,495	5,954,638
Accumulated depreciation:				
Building and improvements	216,845	23,085	10,648	229,282
Vehicles	116,805	4,257	72,105	48,957
Furniture and equipment	60,639	4,775	24,654	40,760
Infrastructure	3,448,910	197,528	5,063	3,641,375
Subtotal	3,843,199	229,645	112,470	3,960,374
Net capital assets being depreciated	2,017,225	(4,936)	18,025	1,994,264
Net Capital Assets	\$ 2,208,225	\$ (4,936)	\$ 18,025	\$ 2,185,264

Depreciation expense was not charged to activities as the Department considers its assets to impact multiple activities and allocation is not practical.



VILLAGE OF DIMONDALE

Notes to Financial Statements

NOTE 8 - CAPITAL ASSETS (CONTINUED)

Capital asset activity of the Village's Business-type activities was as follows:

	March 1, 2018	Additions	Disposals and Adjustments	February 28, 2019
Assets not being depreciated:				
Land	\$ 54,544	\$ -	\$ -	\$ 54,544
Capital assets being depreciated:				
Building and Improvements	152,614	-	-	152,614
Sewer System	9,993,532	253,865	952,792	9,294,605
Equipment	26,356	2,685	-	29,041
Subtotal	10,172,502	256,550	952,792	9,476,260
Accumulated depreciation:				
Building and Improvements	54,020	5,977	-	59,997
Sewer System	5,100,506	263,167	952,792	4,410,881
Equipment	15,996	1,019	-	17,015
Subtotal	5,170,522	270,163	952,792	4,487,893
Net capital assets being depreciated	5,001,980	(13,613)	-	4,988,367
Net capital assets	\$ 5,056,524	\$ (13,613)	\$ -	\$ 5,042,911

NOTE 9 - BUDGETARY ACCOUNTING

During the year ended February 28, 2019, the Village incurred no expenditures that were in excess of the amounts appropriated.

NOTE 10 - RISK MANAGEMENT AND LITIGATION

The Village is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For the past several years the Village has obtained coverage from commercial insurance companies and has effectively managed risk through various employee education and prevention programs. All risk management activities are accounted for in the General Fund. Expenditures and claims are recognized when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered. At February 28, 2019, no claims have been entered into the accounting records.



NOTE 11 - LONG-TERM DEBT

SEWER FUND

INSTALLMENT PURCHASE AGREEMENT

The Village borrowed \$250,000 on October 1, 2012, to assist in the construction of the Bridge Street River Crossing Force Main and Pumping Station. The contract bears interest at 4% and will be repaid with semi-annual interest payments on April 1 and October 1 and annual principal payments on October 1. The total balance due at February 28, 2019, was \$111,882. Future obligations are as follows:

Year Ended February 28,	Interest April 1	Interest October 1	Principal October 1	Total
2020	\$ 2,238	\$ 2,238	\$ 26,347	\$ 30,823
2021	1,711	1,710	27,401	30,822
2022	1,163	1,162	28,497	30,822
2023	592	593	29,637	30,822
	<u>\$ 5,704</u>	<u>\$ 5,703</u>	<u>\$ 111,882</u>	<u>\$ 123,289</u>

Debt activity during the year ended February 28, 2019, was as follows:

	March 1, 2018	Additions	Disbursements	February 28, 2019
Sewer Loan	\$ 137,216	\$ -	\$ 25,334	\$ 111,882
	<u>\$ 137,216</u>	<u>\$ -</u>	<u>\$ 25,334</u>	<u>\$ 111,882</u>



VILLAGE OF DIMONDALE

Notes to Financial Statements

NOTE 12 - SEGMENT INFORMATION FOR ENTERPRISE FUND

The Village maintains one Enterprise Fund providing sewer services. Segment information for the year ended February 28, 2019, is as follows:

Total Assets	\$ 5,837,080
Total Liabilities	\$ 117,561
Net Position	
Net Investment in Capital Assets	\$ 4,931,029
Restricted for Debt Service	-
Unrestricted	788,490
Total Net Position	\$ 5,719,519
Operating Revenue	\$ 543,993
Operating Expenses (less Depreciation)	333,308
Depreciation	270,163
Operating Income (Loss)	(59,478)
Non-Operating Revenue (Expenses)	(3,522)
Change in Net Position	(63,000)
Beginning Net Position	5,782,519
Ending Net Position	\$ 5,719,519
Cash Flow from Operating Activities	\$ 180,593
Cash Flow from Noncapital Financing Activities	-
Cash Flow from Capital and Related Financing Activities	(30,902)
Cash Flow from Investing Activities	(254,504)
Cash - Beginning of Year	811,908
Cash - End of Year	\$ 707,095

NOTE 13 - DEFINED BENEFIT PENSION PLAN

MUNICIPAL EMPLOYEES RETIREMENT SYSTEM OF MICHIGAN

Summary of Significant Accounting Policies

For purposes of measuring the Net Pension Liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees Retirement System (MERS) of Michigan and additions to/deductions from MERS' fiduciary net position have been determined on the same basis as they are reported by MERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.



NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan

The employer’s defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmich.com.

BENEFITS PROVIDED

	2017 Valuation
Benefit Multiplier	2.00% Multiplier (no max)
Normal Retirement Age	60
Vesting	10 years
Early Retirement (Unreduced)	-
Early Retirement (Reduced)	50/25 55/15
Final Average Compensation	5 years
Member Contributions	4%
Act 88	Yes (Adopted 8/9/1999)

EMPLOYEES COVERED BY BENEFIT TERMS

At the December 31, 2017, valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	5
Inactive employees entitled to but not yet receiving benefits	1
Active employees	3
Total	9

CONTRIBUTIONS

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer may establish contribution rates to be paid by its covered employees.

Employer contributions range from 11%-14% based on annual payroll for open divisions.



NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

NET PENSION LIABILITY

The employer's Net Pension Liability was measured as of December 31, 2017, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

ACTUARIAL ASSUMPTIONS

The total pension liability in the December 31, 2017, annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.5%

Salary Increases: 3.75% in the long-term

Investment rate of return: 7.75%, net of investment expense, including inflation

Although no specific price inflation assumptions are needed for the valuation, the 2.5% long-term wage inflation assumption would be consistent with a price inflation of 3%-4%.

Mortality rates used were based on the RP-2014 Group Annuity Mortality Table of a 50% Male and 50% Female blend.

The actuarial assumptions used in valuation were based on the results of the most recent actuarial experience study of 2009-2013.

The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	57.5%	5.02%
Global Fixed Income	20.0%	2.18%
Real Assets	12.5%	4.23%
Diversifying Strategies	10.0%	6.56%



NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

DISCOUNT RATE

The discount rate used to measure the total pension liability is 8.0%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2017	\$ 941,176	\$ 768,018	\$ 173,158
Changes for the Year			
Service Cost	14,113	-	14,113
Interest on Total Pension Liability	73,413	-	73,413
Changes in Benefits	(565)	-	(565)
Differences Between Expected and Actual Experience	(11,222)	-	(11,222)
Changes in Assumptions	-	-	-
Employer Contributions	-	22,199	(22,199)
Employee Contributions	-	4,740	(4,740)
Net Investment Income	-	(29,294)	29,294
Benefit Payments Including Employee Refunds	(61,136)	(61,136)	-
Administrative Expense	-	(1,480)	1,480
Other Changes	13,387	-	13,387
Net Changes	27,990	(64,971)	92,961
Balances as of December 31, 2018	\$ 969,166	\$ 703,047	\$ 266,119



VILLAGE OF DIMONDALE

Notes to Financial Statements

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

Changes in Net Pension Liability (Continued)

SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the Net Pension Liability of the employer, calculated using the discount rate of 8% as well as what the employer's Net Pension Liability would be using a discount rate that is 1 percentage point lower (7%) or 1% higher (9%) than the current rate.

	1% Decrease 7.00%	Current Discount Rate 8.00%	1% Increase 9.00%
Net Pension Liability at December 31, 2018		\$ 969,166	
Change in Net Pension Liability	91,963	-	(79,328)
Calculated Net Pension Liability	<u>\$ 1,061,129</u>	<u>\$ 969,166</u>	<u>\$ 889,838</u>

Note: The current discount rate shown for GASB 68 purposes is higher than the MERS assumed rate of return. This is because for GASB purposes, the discount rate must be gross of administrative expenses, whereas for funding purposes, it is net of administrative expenses.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended February 28, 2019, the employer recognized pension expense of \$138,875. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences in Experience	\$ -	\$ -
Differences in Assumptions	-	-
Excess (Deficit) Investment Returns	-	44,649
Contributions Subsequent to the Measurement Date*	<u>4,701</u>	<u>-</u>
Total	<u>\$ 4,701</u>	<u>\$ 44,649</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the Net Pension Liability for the year ending February 28, 2019.



NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to Pensions (Continued)**

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

Year Ended February 28,	
2020	\$ 3,076
2021	(14,638)
2022	(10,524)
2023	(17,862)
	<u>\$ (39,948)</u>

Required Supplementary Information

Required supplementary information schedules are required with GASB 68. The Schedule of Employer Contributions shows the employer’s required annual contributions from the annual actuarial valuation, compared with the actual contributions remitted over the past ten years. Note that this is a 10 year schedule prospectively.

The Schedule of Changes in Employer’s Net Pension Liability and Related Ratios shows the changes in total pension liability less the statement of changes in fiduciary net position resulting in the Net Pension Liability calculation for the employer. There are ratios calculated, as well, involving covered employee payrolls. Note that this is a 10 year schedule prospectively.

NOTE 14 - TAX ABATEMENTS

For the year ended February 28, 2019, the Village had no abated property tax revenues.

NOTE 15 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through the report date. Subsequent events after that date have not been evaluated.



VILLAGE OF DIMONDALE

Net Pension Liability

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

LAST 10 FISCAL YEARS (BEGINNING IN 2016)

AMOUNTS DETERMINED AS OF THE LAST DAY OF FEBRUARY OF EACH FISCAL YEAR

	2019	2018	2017	2016
Total Pension Liability				
Service Cost	\$ 14,113	\$ 13,815	\$ 12,834	\$ 12,247
Interest	73,413	71,969	68,885	66,328
Changes of Benefit Terms	(565)	-	34	-
Difference between expected and actual experience	(11,222)	(10,761)	(22,555)	-
Changes of assumptions	-	-	52,346	-
Benefit payments including employee refunds	(61,136)	(42,574)	(42,574)	(42,574)
Other	13,387	(5,270)	(4,814)	(5,247)
	27,990	27,179	64,156	30,754
Net Change in Total Pension Liability				
Pension Liability Beginning of Year	941,176	913,997	849,841	819,137
Pension Liability End of Year	\$ 969,166	\$ 941,176	\$ 913,997	\$ 849,891
Plan Fiduciary Net Position				
Contributions - Employer	\$ 22,199	\$ 20,356	\$ 17,083	\$ 17,568
Contributions - Employee	4,740	5,775	4,403	4,084
Net Investment Income	(29,294)	91,522	72,779	(10,031)
Benefit Payments Included Employee Refunds	(61,136)	(42,574)	(42,574)	(42,574)
Administrative Expenses	(1,480)	(1,449)	(1,437)	(1,471)
	(64,971)	73,630	50,254	(32,424)
Net Change in Plan Fiduciary Net Position				
Plan Fiduciary Net Position Beginning of Year	768,018	694,386	644,134	676,558
Plan Fiduciary Net Position End of Year	\$ 703,047	\$ 768,016	\$ 694,388	\$ 644,134
Employer Net Pension Liability	\$ 266,119	\$ 173,160	\$ 219,609	\$ 205,757
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73%	82%	76%	76%
Covered Employee Payroll	\$ 149,980	\$ 146,809	\$ 143,221	\$ 138,014
Employer's Net Pension Liability as a Percentage of Covered Employee Payroll	177%	118%	153%	149%

Notes to Schedule:

Benefit changes: There were no benefit changes affecting the 2017 valuation.

Changes in assumptions: There were no assumption changes affecting the 2017 valuation.



SCHEDULE OF EMPLOYER'S CONTRIBUTIONS

LAST 10 FISCAL YEARS (BEGINNING IN 2016)
AMOUNTS DETERMINED AS OF THE LAST DAY OF FEBRUARY OF EACH FISCAL YEAR

Table with 5 columns: Description, 2019, 2018, 2017, 2016. Rows include Actuarial Determined Contributions, Contributions in Relation to the Actuarially Determined Contribution, Contribution Deficiency (Excess), Covered Employee Payroll, and Contributions as a Percentage of Covered Employee Payroll.

Notes to Schedule:

Table listing assumptions: Actuarial Cost Method, Amortization Method, Remaining Amortization Period, Asset Valuation Method, Inflation, Salary Increases, Investment Rate of Return, Retirement Age, Mortality, and their corresponding values.



VILLAGE OF DIMONDALE

Budgetary Comparison Schedule

GENERAL FUND

YEAR ENDED FEBRUARY 28, 2019

	Budgeted Amounts		Actual	Variance
	Original	Final	(Budgetary Basis)	
REVENUE				
Property Taxes	\$ 326,000	\$ 326,000	\$ 331,075	\$ 5,075
State Grants	190,000	190,000	106,163	(83,837)
Charges for Services	2,600	2,600	59	(2,541)
Interest	1,500	1,500	4,866	3,366
Other	68,600	68,600	70,068	1,468
Transfers In	-	-	-	-
TOTAL REVENUE	588,700	588,700	512,231	(76,469)
EXPENDITURES				
General Government	317,100	323,674	278,366	45,308
Public Safety	9,250	9,250	3,427	5,823
Public Works	202,550	207,550	191,757	15,793
Recreation and Culture	33,000	33,000	9,574	23,426
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Other Uses-Operating Transfers Out	-	-	-	-
TOTAL EXPENDITURES	561,900	573,474	483,124	90,350
EXCESS OF REVENUE OVER EXPENDITURES AND OTHER USES	26,800	15,226	29,107	13,881
BUDGETARY FUND BALANCE- MARCH 1, 2018	601,336	601,336	601,336	-
BUDGETARY FUND BALANCE- FEBRUARY 28, 2019	\$ 628,136	\$ 616,562	\$ 630,443	\$ 13,881



Budgetary Comparison Schedule

MAJOR STREETS

YEAR ENDED FEBRUARY 28, 2019

	Budgeted Amounts		Actual (Budgetary Basis)	Variance
	Original	Final		
REVENUE				
Property Taxes	\$ -	\$ -	\$ -	\$ -
State Grants	81,700	81,700	97,338	15,638
Federal Grants	112,000	112,000	129,442	
Charges for Services	1,600	1,600	2,709	1,109
Interest	-	-	2,625	2,625
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL REVENUE	195,300	195,300	232,114	19,372
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	177,775	214,069	159,569	54,500
Recreation and Culture	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	135,000	135,000	130,179	4,821
Other Uses-Operating Transfers Out	-	-	-	-
TOTAL EXPENDITURES	312,775	349,069	289,748	59,321
EXCESS OF REVENUE OVER EXPENDITURES AND OTHER USES	(117,475)	(153,769)	(57,634)	96,135
BUDGETARY FUND BALANCE- MARCH 1, 2018	215,782	215,782	215,782	-
BUDGETARY FUND BALANCE- FEBRUARY 28, 2019	\$ 98,307	\$ 62,013	\$ 158,148	\$ 96,135



VILLAGE OF DIMONDALE

Budgetary Comparison Schedule

LOCAL STREETS

YEAR ENDED FEBRUARY 28, 2019

	Budgeted Amounts		Actual (Budgetary Basis)	Variance
	Original	Final		
REVENUE				
Property Taxes	\$ 45,000	\$ 45,000	\$ 47,125	\$ 2,125
State Grants	28,200	32,000	52,330	20,330
Charges for Services	-	2,000	-	(2,000)
Interest	25	100	288	188
Other	-	-	-	-
Transfers In	-	-	-	-
TOTAL REVENUE	<u>73,225</u>	<u>79,100</u>	<u>99,743</u>	<u>20,643</u>
EXPENDITURES				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	50,600	26,630	22,004	4,626
Recreation and Culture	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Other Uses-Operating Transfers Out	-	-	-	-
TOTAL EXPENDITURES	<u>50,600</u>	<u>26,630</u>	<u>22,004</u>	<u>4,626</u>
EXCESS OF REVENUE OVER EXPENDITURES AND OTHER USES	22,625	52,470	77,739	25,269
BUDGETARY FUND BALANCE- MARCH 1, 2018	<u>62,107</u>	<u>62,107</u>	<u>62,107</u>	<u>-</u>
BUDGETARY FUND BALANCE- FEBRUARY 28, 2019	<u>\$ 84,732</u>	<u>\$ 114,577</u>	<u>\$ 139,846</u>	<u>\$ 25,269</u>



OTHER SUPPLEMENTAL INFORMATION



VILLAGE OF DIMONDALE

General Fund

STATEMENT OF REVENUE EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL

YEAR ENDED FEBRUARY 28, 2019

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
Taxes	\$ 326,000	\$ 331,075	\$ 5,075
State Shared Revenue	95,000	106,163	11,163
State Grant Revenue	95,000	-	(95,000)
Other State Revenue	45,000	21,133	(23,867)
Other Grant Revenue	-	-	-
Reimbursements	5,000	8,736	3,736
Donations	3,000	8,055	5,055
Charges for Services	2,600	2,659	59
Interest	1,500	4,866	3,366
Rentals	5,500	6,754	1,254
CATV Franchise	6,500	6,415	(85)
Payroll Administration	3,600	3,600	-
Miscellaneous	-	12,775	12,775
TOTAL REVENUE	588,700	512,231	(76,469)
EXPENDITURES			
GENERAL GOVERNMENT			
Village Council	11,100	8,757	2,343
Village President	2,700	2,600	100
Elections	-	-	-
Attorney	8,000	6,734	1,266
Clerk's Office	113,050	98,202	14,848
Auditor	4,000	3,250	750
Treasurer	1,000	261	739
Village Hall and Grounds	44,750	34,633	10,117
Christmas Decorations	500	-	500
Engineers	1,074	1,074	-
Rubbish Collection	51,000	51,153	(153)
Employee Benefits	60,200	47,882	12,318
Payroll Taxes	14,000	12,195	1,805
Insurance	7,500	6,667	833
EC Surcharge	3,600	3,605	(5)
Other	1,200	1,353	(153)
TOTAL GENERAL GOVERNMENT	\$ 323,674	\$ 278,366	\$ 45,308



General Fund

**STATEMENT OF REVENUE EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL (CONTINUED)**

YEAR ENDED FEBRUARY 28, 2019

	Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES (CONTINUED)			
PUBLIC SAFETY			
Code Enforcement	\$ 3,250	\$ 886	\$ 2,364
Emergency Disaster	2,000	-	2,000
Fire Chief	500	-	500
Planning Commission	3,500	2,541	959
TOTAL PUBLIC SAFETY	9,250	3,427	5,823
PUBLIC WORKS			
Public Works	191,550	177,641	13,909
Sidewalks	4,000	4,000	-
Trees	10,000	8,050	1,950
Drains	2,000	2,066	(66)
TOTAL PUBLIC WORKS	207,550	191,757	15,793
RECREATION AND CULTURE			
Parks and Recreation	33,000	9,574	23,426
DEBT SERVICE			
	-	-	-
CAPITAL OUTALY			
	-	-	-
TOTAL EXPENDITURES	573,474	483,124	90,350
EXCESS OF REVENUE OVER EXPENDITURES	15,226	29,107	13,881
OTHER FINANCING SOURCES (USES)			
Bond Proceeds	-	-	-
Operating Transfers In	-	-	-
Operating Transfers (Out)	-	-	-
EXCESS OF REVENUE AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	15,226	29,107	13,881
BUDGETARY FUND BALANCE- MARCH 1, 2018	601,336	601,336	-
BUDGETARY FUND BALANCE- FEBRUARY 28, 2019	\$ 616,562	\$ 630,443	\$ 13,881



VILLAGE OF DIMONDALE

SPECIAL REVENUE FUNDS



COMBINING BALANCE SHEET

FEBRUARY 28, 2019

	Major Streets	Local Streets	Totals
ASSETS			
Cash	\$ 139,896	\$ 134,240	\$ 274,136
Accounts Receivable	1,500	-	1,500
Prepaid Expenses	-	-	-
Due from State	17,568	6,249	23,817
Due from General Fund	-	-	-
TOTAL ASSETS	\$ 158,964	\$ 140,489	\$ 299,453
LIABILITIES AND FUND EQUITY			
LIABILITIES			
Accounts Payable	\$ -	\$ -	-
Due to Other Funds	816	643	1,459
TOTAL LIABILITIES	816	643	1,459
FUND EQUITY			
Fund Balance	158,148	139,846	297,994
TOTAL LIABILITIES AND FUND EQUITY	\$ 158,964	\$ 140,489	\$ 299,453



VILLAGE OF DIMONDALE

Special Revenue Funds

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES

YEAR ENDED FEBRUARY 28, 2019

	Major Streets	Local Streets	Totals
REVENUE			
Taxes	\$ -	\$ 47,125	\$ 47,125
State Grants	97,338	52,330	149,668
Federal Grants	129,442	-	129,442
Miscellaneous Services	2,709	-	2,709
Interest	2,625	288	2,913
TOTAL REVENUE	232,114	99,743	331,857
EXPENDITURES			
Public Works	159,569	22,004	181,573
Capital Outlay	130,179	-	130,179
TOTAL EXPENDITURES	289,748	22,004	311,752
EXCESS OF REVENUE OVER EXPENDITURES	(57,634)	77,739	20,105
FUND BALANCE - MARCH 1, 2018	215,782	62,107	277,889
FUND BALANCE - FEBRUARY 28, 2019	\$ 158,148	\$ 139,846	\$ 297,994



Major Streets Fund

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET TO ACTUAL

YEAR ENDED FEBRUARY 28, 2019

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
State Grants	\$ 81,700	\$ 97,338	\$ 15,638
Federal Grants	112,000	129,442	17,442
Miscellaneous Services	1,600	2,709	1,109
Interest	-	2,625	2,625
TOTAL REVENUE	195,300	232,114	36,814
EXPENDITURES			
PUBLIC WORKS			
Construction	173,594	129,442	44,152
Routine Maintenance	19,935	17,918	2,017
Traffic Services	3,050	348	2,702
Non-motorized	2,250	1,568	682
Winter Maintenance	13,590	9,480	4,110
Administration	1,650	813	837
TOTAL PUBLIC WORKS	214,069	159,569	54,500
CAPITAL OUTLAY	135,000	130,179	4,821
TOTAL EXPENDITURES	349,069	289,748	59,321
EXCESS OF REVENUE OVER EXPENDITURES	(153,769)	(57,634)	96,135
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers (Out)	-	-	-
EXCESS OF REVENUE AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(153,769)	(57,634)	96,135
FUND BALANCE - MARCH 1, 2018	215,782	215,782	-
FUND BALANCE - FEBRUARY 28, 2019	\$ 62,013	\$ 158,148	\$ 96,135



VILLAGE OF DIMONDALE

Local Streets Fund

STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL

YEAR ENDED FEBRUARY 29, 2019

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
Current Taxes	\$ 45,000	\$ 47,125	\$ 2,125
State Grants	32,000	52,330	20,330
Miscellaneous Services	2,000	-	(2,000)
Interest	100	288	188
TOTAL REVENUE	<u>79,100</u>	<u>99,743</u>	<u>20,643</u>
EXPENDITURES			
PUBLIC WORKS			
Construction	-	-	-
Routine Maintenance	14,995	14,244	751
Traffic Services	-	-	-
Non-motorized	1,000	627	373
Winter Maintenance	9,635	6,320	3,315
Administration	1,000	813	187
TOTAL PUBLIC WORKS	<u>26,630</u>	<u>22,004</u>	<u>4,626</u>
CAPITAL OUTLAY	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>26,630</u>	<u>22,004</u>	<u>4,626</u>
EXCESS OF REVENUE OVER EXPENDITURES	52,470	77,739	25,269
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	-	-	-
Operating Transfers (Out)	-	-	-
EXCESS OF REVENUE AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	52,470	77,739	25,269
FUND BALANCE - MARCH 1, 2018	<u>62,107</u>	<u>62,107</u>	<u>-</u>
FUND BALANCE - FEBRUARY 28, 2019	<u>\$ 114,577</u>	<u>\$ 139,846</u>	<u>\$ 25,269</u>