EATON COUNTY BOARD OF COMMISSIONERS
WEDNESDAY, MARCH 17, 2021 AGENDA
TO BE HELD VIRTUALLY

I. Call to Order – 7:00 P.M.

II. Pledge of Allegiance to the Flag

III. Invocation

IV. Roll Call

V. Agenda Additions or Changes

VI. Approval of Minutes of February 17, 2021

VII. Communications

VIII. Limited Public Comment

IX. COMMITTEE REPORTS AND RESOLUTIONS

A. HEALTH AND HUMAN SERVICES COMMITTEE – Commissioner Mott
   1. Resolution to Proclaim April as Autism Awareness Month

B. PUBLIC SAFETY COMMITTEE – Commissioner Barnes
   1. Resolution to Authorize Application for Office of Violence Against Women Grant
   2. Resolution Declaring National Crime Victims' Rights Week
   3. Resolution to Recognize National Public Safety Telecommunicators Week

C. INFORMATION TECHNOLOGY & COMMUNICATION COMMITTEE – Commissioner Ridge
   1. Resolution Recognizing April as National County Government Month

D. PUBLIC WORKS AND PLANNING COMMITTEE – Commissioner Lautzenheiser
   1. Resolution to Approve Contract for Battery Recycling
   2. Resolution to Approve a Michigan Department of Environment Great Lakes and Energy Scrap Tire Recycling Grant Application

E. WAYS & MEANS COMMITTEE - Commissioner Mulder
   1. Resolution to Accept September 30, 2020 Audit
   2. Resolution to Approve Revised Inter-local Agreement for Designated Assessor Services
   3. Resolution to Approve Appraisal Services Contract Renewal
   4. Claims and Purchases

X. Limited Public Comment

XI. Commissioner Comment

XII. Unfinished Business

XIII. Old Business

XIV. New Business

XV. Adjourn to Wednesday, April 21, 2021 regular meeting at 7:00 p.m.

EATON COUNTY BOARD OF COMMISSIONERS
FEBRUARY 17, 2021

The Eaton County Board of Commissioners met in virtual session on Wednesday, February 17, 2021 as permitted by PA 228 of 2020.

Chairman Whittum called the meeting to order at 7:00 p.m.

The Pledge of Allegiance to the Flag was given by all.

Commissioner Ridge gave the invocation.

During roll call, the members announced the location they were attending remotely from, as follows:

Roll call. Commissioners present: Tim Barnes from his residence in Roxand Township, Eaton County, Michigan; Blake Mulder from his residence in Oneida Township, Eaton County, Michigan; Terrance Augustine from his residence in the City of Grand Ledge, Eaton County, Michigan; Brandon Haskell from his residence in Delta Township, Eaton County, Michigan; Jeanne Pearl-Wright from her residence in Delta Township, Eaton County, Michigan; Jane M. Whitacre from her residence in Delta Township, Eaton County, Michigan; Mark Mudry from his residence in Delta Township, Eaton County, Michigan; Joseph Brehler from his residence in the City of Lansing, Eaton County, Michigan; Brian Droscha from his residence in Eaton Township, Eaton County, Michigan; Dairus Reynnet from his residence in Windsor Township, Eaton County, Michigan; Wayne Ridge from his residence in the City of Charlotte, Eaton County, Michigan, Brian Lautzenheiser from his residence in the City of Charlotte, Eaton County, Michigan; Jim Mott from his residence in Walton Township, Eaton County, Michigan; Barbara Rogers from her residence in Hamlin Township, Eaton County, Michigan; and Jeremy Whittum attended in-person at the County Courthouse in Charlotte, Eaton County, Michigan. Commissioners absent: None.

Commissioner Brehler requested the following addition under the New Business; Item # 1 - Resolution of Appreciation for Dean Poggiali, Capital Area United Way.

Commissioner Mulder requested the following addition under the New Business: Item #2 - Resolution to Approve Eaton County Health Department Renovation Project – Public Defender Office.

Commissioner Augustine moved the agenda be approved as amended. Seconded by Commissioner Lautzenheiser. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Communications: Teresa Ritsema of the National Alliance on Mental Illness Lansing presented an invitation to the Tri-County Response to Mental Health Crises Program on March 9th and 10th, and discussed Crisis Intervention Training. (On file)

Chairman Whittum moved the approval of #21-2-16 Resolution to Proclaim February 2021 as Black History Month in Eaton County.

WHEREAS, the Eaton County Board of Commissioners takes pride in recognizing February 2021 as Black History Month. Celebrating the many notable contributions people of African descent have invested to our country;

WHEREAS, "Negro History Week" was first established in 1926 by the Association for the Study of African American Life and History (ASALH), under the leadership of Dr. Carter G. Woodson, the famed African American historian known as the "Father of Black History"; an

WHEREAS, in 1976, ASALH expanded the celebration of Black History Week to a month-long celebration of Black History; an

WHEREAS, Congress passed Public Law 99-244 designating February 1986 as the sixtieth annual public and private salute to Black History observed as "National Black (Afro-American) History Month;" and

WHEREAS, Crispus Attucks, an American of African and Native decent, was the first casualty of America's quest for independence. Crispus Attucks was martyred in the Boston Massacre, a conflict that sparked resentment which led to the Revolutionary War, where 9,000 Black Patriots served with dignity and honor; and

WHEREAS, Diversity of Black people is celebrated, whether they self-identify as African, African-American or Black; and

WHEREAS, we recognize this year's theme of "The Black Family: Representation, Identity and Diversity;" and

WHEREAS, we revere the unifying bonds within The Black Family despite challenges placed on those ties by persistent and abundant racial disparities in our society, including the criminal justice system, healthcare, education, economic opportunity, and many other areas affecting the Black community; and

WHEREAS, we now hereby recognize and celebrate all identities of The Black Family structure, whether it is a traditional family unit, or a purposefully created group of individuals formed from shared compassion, love, support, ideas, and beliefs; and

WHEREAS, each Black Family has a unique and interesting American story which, although some may not fully understand, we as Americans should listen and show we care, treating each with respect and empathy; and

WHEREAS, today, we celebrate and affirm the contributions of The Black Family to our Communities, throughout our state and our nation.

NOW, THEREFORE, BE IT RESOLVED, that the Eaton County Board of Commissioners does hereby proclaim February 2021, as Black History Month in Eaton County.

Seconded by Commissioner Haskell. Discussion held regarding resolution language. Commissioner Augustine moved to end debate and call the question. Seconded by Commissioner Haskell.

Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: Brian Droscha, Dairus Reynnet, Joseph Brehler. Carried.

Roll call vote held on the motion to approve Resolution to Proclaim February 2021 as Black History Month in Eaton County.

Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: Brian Droscha. Carried.

Limited Public Comment: None

Commissioner Barnes moved the approval of #21-2-17 Resolution to Approve FY 2020 Homeland Security Grant Program Region 1 Sub-Recipient Agreement.

WHEREAS, Eaton County is a member of Michigan State Police Region 1 for purposes of participation in the Homeland Security Grant Fund distribution; and
WHEREAS, Ingham County has agreed to act as the fiduciary agent for the Region 1 Board for the administration of this grant program; and
WHEREAS, in order to receive its allocation through this grant program the County is required to enter into a sub-recipient agreement with the fiduciary agent (Ingham County); and
WHEREAS, the Public Safety Committee has reviewed and is recommending the approval of the attached sub-recipient agreement.
NOW THEREFORE BE IT RESOLVED, the Eaton County Board of Commissioners approves entering into the Sub-recipient Agreement with Ingham County for the FY 2020 Homeland Security Grant Program.

Seconded by Commissioner Rogers. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Commissioner Barnes moved the approval of Community Corrections Advisory Board Appointment.

Public Safety Committee Appointment

Community Corrections Advisory Board

Hon. Julie O'Neill for the duration of her elective term of office

Seconded by Commissioner Pearl-Wright. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Commissioner Lautzenheiser moved the approval of the Zoning Board of Appeals Appointment.

Public Works and Planning Committee Appointment

Zoning Board of Appeals

Charamy Cleary to the remainder of a three-year term expiring December 31, 2023

Seconded by Commissioner Droscha. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Commissioner Mulder Moved the Approval of #21-2-19 Resolution Pledging Full Faith and Credit to McGilvra Drain Drainage District Bonds.

WHEREAS pursuant to a petition filed with the Drain Commissioner of the County of Eaton, State of Michigan (the "Drain Commissioner"), proceedings have been taken under the provisions of Act 40, Public Acts of Michigan, 1956, as amended (the "Act"), for the making of certain intra-county drain improvements referred to as the McGilvra Drain Maintenance and Improvement Project (the "Project"), which is being undertaken by the McGilvra Drain Drainage District (the "Drainage District") in a Special Assessment District (the "Special Assessment District") established by the Drainage District; and

WHEREAS, the Project is necessary for the protection of the public health, and in order to provide funds to pay the costs of the Project, the Drain Commissioner intends to issue the Drainage District's bonds (the "Bonds"), in one or more series, in an amount not to exceed $750,000 pursuant to the Act; and

WHEREAS, the principal of and interest on the Bonds will be payable from assessments to be made upon public corporations and/or benefited properties in the Special Assessment District; and

WHEREAS, the Eaton County Board of Commissioners (the "Board") may, by resolution adopted by a majority of the members of the Board, pledge the full faith and credit of the County for the prompt payment of the principal of and interest on the Bonds pursuant to Section 276 of the Act; and

WHEREAS, the pledge of the full faith and credit of the County to the Bonds will reduce the cost of financing the Project and will be a benefit to the people of the County.

NOW, THEREFORE, IT IS RESOLVED as follows:

1. The County pledges its full faith and credit for the prompt payment of the principal of and interest on the Bonds in a par amount not to exceed $750,000. The County shall immediately advance sufficient moneys from County funds, as a first budget obligation, to pay the principal of and interest on any of the Bonds should the Drainage District fail to pay such amounts when due. The County shall, if necessary, levy a tax on all taxable property in the County, to the extent other available funds are insufficient to pay the principal of and interest on the Bonds when due.

2. Should the County advance County funds pursuant to the pledge made in this Resolution, the amounts shall be repaid to the County from assessments or reassessments made upon benefited properties in the Special Assessment District as provided in the Act.

3. The Chairperson of the Board, the County Controller/Administrator, the County Clerk, the County Treasurer and any other official of the County, or any one or more of them ("Authorized Officers"), are authorized and directed to take all actions necessary or desirable for the issuance of the Bonds and to execute any documents or certificates necessary to complete the issuance of the Bonds, including, but not limited to, any applications including the Michigan Department of Treasury, Application for State Treasurer's Approval to Issue Long-Term Securities, any waivers, certificates, receipts, orders, agreements, instruments, and any certificates relating to federal or state securities laws, rules, or regulations and to participate in the preparation of a preliminary official statement and a final official statement for the Bonds and to sign such documents on behalf of the County and give any approvals necessary therefor.

4. Any one of the Authorized Officers is hereby authorized to execute a certificate of the County to comply with the continuing disclosure undertaking of the County with respect to the Bonds pursuant to paragraph (b)(5) of SEC Rule 15c2-12 issued under the Securities Exchange Act of 1934, as amended, and amendments to such certificate from time to time in accordance with the terms of such certificate (the certificate and any amendments thereto are collectively referred to herein as the "Continuing Disclosure Certificate").

5. All resolutions and parts of resolutions are, to the extent of any conflict with this resolution, rescinded to the extent of the conflict.

Seconded by Commissioner Mott. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Commissioner Mulder moved the approval of #21-2-18 Resolution to Approve 2020/2021 Budget Amendments.

WHEREAS, the Eaton County 2020/2021 Appropriations Act of September 16, 2020 states that any amendment to increase a salary and/or a Capital Outlay line-item in excess of $2,500.00 or any amendment to increase the total budget of any fund or department in excess of $2,500.00 shall be amended by the Board of Commissioners, except that any amendment to decrease the General Fund Contingency shall be approved by the Board of Commissioners; and

WHEREAS, such amendments are needed in order to comply with the Uniform Budgeting and Accounting Act of 1978, P.A.621.

NOW, THEREFORE BE IT RESOLVED, that the following budget amendments be approved and added to the 2020/ 2021 Eaton County Budget:

GENERAL FUND

County Clerk Elections 215.262

Increase	Local Unit Contributions Revenue	$ 15,000
Increase	Elections Per Diem	$ 2,775
Increase	Elections Supplies	$ 2,000
Increase	Contractual	$ 10,000

To increase total budget for election costs offset by revenue.

Seconded by Commissioner Pearl-Wright. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Commissioner Mulder moved the approval of FY 2021-2022 Budget Schedule.

Seconded by Commissioner Mott. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried. (On file)

Commissioner Mulder moved the approval of claims as audited by the Ways & Means Committee for $ 469,111.89 and to accept the report of previously authorized payments.

Seconded by Commissioner Lautzenheiser. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Limited Public Comments: None

Commissioner Comments: Chairman Whittum stated that Lansing Economic Area Partnership (LEAP) recently announced the award of Survival Grants to small businesses in the tri-county region. A list of the County business awards will be distributed to members when released.

Chairman Whittum also offered congratulations to the Sheriff Department deputies for assisting a stranded motorist during the recent snowstorm.

Commissioner Pearl-Wright commended the Eaton County Road Commission's snow removal work in Delta Township during the recent snowstorm.

There was no Unfinished Business or Old Business.

New Business:

Commissioner Brehler moved the approval of #21-2-21 Resolution of Appreciation for Dean Poggiali, Capital Area United Way.

WHEREAS, Dean Poggiali will be retired from Capital Area United Way on March 12 2021; after 20 years of service as labor liaison; and
WHEREAS, Dean Poggiali was involved in many activities on various boards, committees or activities, including Capital Area MI Works!, Toys for Tots, Community Prescription Assistance Committee and Tri-County Office on Aging Friends for Life Committee to name a few; and
WHEREAS, Dean Poggiali has provided dedicated and honorable service to the residents of Eaton County; and
WHEREAS, the Eaton County Board of Commissioners seeks to recognize and express appreciation for Dean Poggiali's years of public service.
NOW, THEREFORE, BE IT RESOLVED, that the Board of Commissioners does hereby thank Dean for years of exceptional service to the residents of Eaton County and expresses its best wishes to him in the next chapter of his life; and
BE IT FURTHER RESOLVED, that this resolution of appreciation and support be duly recorded and attached to the permanent records of the County on this 17th day of the month of February in the year 2021.

Seconded by Commissioner Augustine. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Joseph Brehler, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: None. Carried.

Commissioner Mulder moved the approval of #21-2-20 Resolution to Approve Eaton County Health Department Renovation Project – Public Defender Office.

WHEREAS, the County publicly advertised and solicited competitive bids for planned renovation work to occur at the Barry-Eaton Health Department building in Charlotte to house the Eaton County Public Defender office in a portion of the facility; and

WHEREAS, funding for the renovation project is included in the County's FY21 grant with the State of Michigan, Indigent Defense Commission; and

WHEREAS, the County received four bids on February 11, 2021; and

WHEREAS, the County's architect for the project, DLZ, reviewed and evaluated the bids received and interviewed the two lowest qualified bidders and provided the County with its analysis and recommendation (attached); and

WHEREAS, as a result of the bid review, DLZ is recommending the contract for the Eaton County Health Department Renovation be awarded to Nielson Commercial Construction, for an amount not to exceed $145,275 as included in their base bid and alternate #1.

NOW, THEREFORE, BE IT RESOLVED, that the Eaton County Board of Commissioners accepts the architect's recommendation to award the contract for the Eaton County Health Department Renovation project to Nielson Commercial Construction, in an amount not to exceed $145,275; and

BE IT FURTHER RESOLVED, the Chairman of the Board of Commissioners is authorized to execute necessary documents for this contract.

Seconded by Commissioner Mott. Discussion held. Roll call vote. Ayes: Tim Barnes, Blake Mulder, Terrance Augustine, Brandon Haskell, Jeanne Pearl-Wright, Jane M. Whitacre, Mark Mudry, Brian Droscha, Dairus Reynnet, Wayne Ridge, Brian Lautzenheiser, Jim Mott, Jeremy Whittum, Barbara Rogers. Nays: Joseph Brehler. Carried.

Chairman Whittum adjourned the meeting to the Wednesday, March 17, 2021 at 7:00 p.m.

___________________________________	___________________________________
Chairman of the Board of Commissioners	Clerk of the Board of Commissioners

Independent Auditors' Communication with Those Charged with Governance

Month xx, 2021

Board of Commissioners
Eaton County, Michigan
Charlotte, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ***Eaton County, Michigan*** (the "County") as of and for the year ended September 30, 2020, and have issued our report thereon dated Month xx, 2021. We did not audit the financial statements of the Eaton County Health and Rehabilitation Services enterprise fund or the Eaton County Road Commission discretely presented component unit. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion on the financial statements and this report, insofar as they relate to the Eaton County Health and Rehabilitation Services enterprise fund and the Eaton County Road Commission discretely presented component unit, are based solely on the reports of other auditors. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated January 7, 2021, our responsibility, as described by professional standards, is to form and express opinions about whether the financial statements that have been prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the County solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our findings regarding internal control over financial reporting and compliance noted during our audit in a separate letter to you dated Month xx, 2021.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our engagement letter and in our meeting about planning matters on January 15, 2021.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, and our firm has complied with all relevant ethical requirements regarding independence.

Qualitative Aspects of the County's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the County is included in Note 1 to the financial statements.

There have been no initial selections of accounting policies and no changes in significant accounting policies or their application during the year.

No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements were:

- Management's estimate of the useful lives of depreciable capital assets is based on the length of time it is believed that those assets will provide some economic benefit in the future.

- Management's estimate of the accrued compensated absences is based on current hourly rates and policies regarding payment of sick and vacation banks.

- Management's estimate of the allowance for uncollectible receivable balances is based on past experience and future expectation for collection of various account balances.

- Management's estimate of the insurance claims incurred but not reported is based on information provided by the entity's third party administrators and subsequent claims activity.

- The assumptions used in the actuarial valuations of the pension and other postemployment benefits plans are based on historical trends and industry standards.

We evaluated the key factors and assumptions used to develop these estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

In addition, the financial statements include a net pension liability and other pension-related amounts, which are dependent on estimates made by the plan. These estimates are based on historical trends and industry standards but are not within the control of management.

Significant Difficulties Encountered During the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. None of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the County's financial statements or the auditors' report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in Attachment B to this letter.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the County, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the County's auditors.

Other Information in Documents Containing Audited Financial Statements

Our responsibility for the supplementary information accompanying the financial statements, as described by professional standards, is to evaluate the presentation of the supplementary information in relation to the financial statements as a whole and to report on whether the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole. We made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Upcoming Changes in Accounting Standards

Generally accepted accounting principles (GAAP) are continually changing in order to promote the usability and enhance the applicability of information included in external financial reporting. While it would not be practical to include an in-depth discussion of every upcoming change in professional standards, Attachment A to this letter contains a brief overview of recent pronouncements of the Governmental Accounting Standards Board (GASB) and their related effective dates. Management is responsible for reviewing these standards, determining their applicability, and implementing them in future accounting periods.

This information is intended solely for the use of the governing body and management of Eaton County, Michigan and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

EATON COUNTY, MICHIGAN

Attachment A – Upcoming Changes in Accounting Standards / Regulations

For the September 30, 2020 Audit

The following pronouncements of the Governmental Accounting Standards Board (GASB) have been released recently and may be applicable to the County in the near future. We encourage management to review the following information and determine which standard(s) may be applicable to the County. For the complete text of these and other GASB standards, visit www.gasb.org and click on the "Standards & Guidance" tab. If you have questions regarding the applicability, timing, or implementation approach for any of these standards, please contact your audit team.

GASB 84 ■ Fiduciary Activities
Effective 12/15/2020 (your FY 2021)

This standard establishes new criteria for determining how to report fiduciary activities in governmental financial statements. The focus is on whether the government is controlling the assets, and who the beneficiaries are. Under this revised standard, certain activities previously reported in agency funds may be reclassified in future periods.

GASB 87 ■ Leases
Effective 06/15/2022 (your FY 2022)

This standard establishes a single model for reporting all leases (including those previously classified as operating and capital). Lessees will now report offsetting intangible lease assets and lease liabilities equal to the present value of future lease payments. Lessors will report offsetting lease receivables and deferred inflows of resources.

GASB 89 ■ Accounting for Interest Cost Incurred before the End of a Construction Period
Effective 12/15/2021 (your FY 2022)

This standard eliminates the requirement for governments to capitalize interest during the construction period for business-type activities. As this simplifies the accounting for interest, early implementation is encouraged. We do not expect this standard to have any significant effect on the County.

GASB 91 ■ Conduit Debt Obligations
Effective 12/15/2022 (your FY 2023)

This standard defines "conduit debt obligations", where a government issues debt whose proceeds are received and repaid by a third-party obligor without the issuer being primarily liable. The standard requires issuers to disclose conduit debt obligations, but not to record a liability unless it is more likely than not that a commitment made by the issuer will require it to support one or more debt payments for a conduit debt obligation. We do not expect this standard to have any significant effect on the County.

GASB 92 ■ Omnibus 2020
Effective 06/15/2022 (your FY 2022)

This standard includes a variety of small technical revisions to previously issued GASB statements. We do not expect this standard to have any significant effect on the County.

EATON COUNTY, MICHIGAN

Attachment A – Upcoming Changes in Accounting Standards / Regulations
For the September 30, 2020 Audit

GASB 93 ■ Replacement of Interbank Offered Rates
Effective 06/15/2022 (your FY 2022)

This standard provides guidance to governments with agreements with variable payments tied to LIBOR, and how to transition them to a new reference rate. We do not expect this standard to have any significant effect on the County.

GASB 94 ■ Public-Private and Public-Public Partnerships and Availability Payment Arrangements
Effective 06/15/2023 (your FY 2023)

This standard addresses accounting and financial reporting for arrangements in which a government contracts with an operator to provide public services by conveying control of the right to operate or use a capital asset for a period of time in an exchange or exchange-like transaction. We do not expect this standard to have any significant effect on the County.

GASB 96 ■ Subscription-Based Information Technology Arrangements
Effective 06/15/2023 (your FY 2023)

This standard expands on the new guidance for leases and applies it to computer software contracts (subscriptions) with similar characteristics. Governments that subscribe to a vendor's IT software will now report offsetting intangible subscription assets and subscription liabilities equal to the present value of future subscription payments.

GASB 97 ■ Certain Component Unit Criteria and IRC Section 457 Deferred Compensation Plans
Effective 06/15/2022 (your FY 2022)

This standard amends the requirements for when to report defined contribution pension plans (such as 401k and 403b plans) as fiduciary component units, and how to account for Section 457 deferred compensation plans.

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EATON COUNTY, MICHIGAN

Attachment B – Management Representations

For the September 30, 2020 Audit

The following pages contain the written representations that we requested from management.

Month //, 2021

Rehmann Robson
2330 East Paris Ave. SE
Grand Rapids, MI 49546

This representation letter is provided in connection with your audit of the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ***Eaton County, Michigan*** (the "County"), as of and for the year ended September 30, 2020, and the related notes to the financial statements, for the purpose of expressing opinions on whether the basic financial statements present fairly, in all material respects, the financial position, results of operations, and cash flows, where applicable, and the respective budgetary comparison for the General Fund and each major special revenue fund of the County in conformity with accounting principles generally accepted for governments in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

We confirm that, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of Month //, 2021:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated January 7, 2021, for the preparation and fair presentation of the financial statements of the various opinion units referred to above in accordance with U.S. GAAP.
2. The financial statements referred to above have been fairly presented in accordance with U.S. GAAP, and include all properly classified funds, required supplementary information, and notes to the basic financial statements.
3. We have reviewed and approved the various adjusting journal entries that were proposed by you for recording in our books and records and reflected in the financial statements.
4. With respect to any assistance you provided in drafting the financial statements and related notes, we have performed the following:
    a. Made all management decisions and performed all management functions;
    b. Assigned a competent individual to oversee the services;

   c. Evaluated the adequacy of the services performed;
   d. Evaluated and accepted responsibility for the result of the service performed; and
   e. Established and maintained internal controls, including monitoring ongoing activities.

5. We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
6. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
7. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
8. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP. For the purposes of this letter, related parties mean members of the governing body; board members; administrative officials; immediate families of administrative officials, board members, and members of the governing body; and any companies affiliated with or owned by such individuals.
9. All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
10. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.
11. With regard to items reported at fair value:
    a. The underlying assumptions are reasonable, and they appropriately reflect management's intent and ability to carry out its stated courses of action.
    b. The measurement methods and related assumptions used in determining fair value are appropriate in the circumstances and have been consistently applied.
    c. The disclosures related to fair values are complete, adequate, and in conformity with U.S. GAAP.
    d. There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the financial statements.
12. All component units, as well as joint ventures with an equity interest, are included and other joint ventures and related organizations are properly disclosed.
13. All funds and activities are properly classified.
14. All funds that meet the quantitative criteria in GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, and GASB Statement No. 37, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments: Omnibus*, for presentation as major are identified and presented as such and all other funds that are presented as major are considered important to financial statement users.
15. All components of net position and fund balance classifications have been properly reported.
16. All revenues within the statement of activities have been properly classified as program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
17. All expenses have been properly classified in or allocated to functions and programs in the statement of activities, and allocations, if any, have been made on a reasonable basis.
18. All interfund and intra-entity transactions and balances have been properly classified and reported.

19. Deposit and investment risks have been properly and fully disclosed.
20. Capital assets, including infrastructure assets, are properly capitalized, reported, and if applicable, depreciated.
21. All required supplementary information is measured and presented within the prescribed guidelines.
22. We believe that the actuarial assumptions and methods used to measure pension and other postemployment benefit liabilities and costs for financial accounting purposes are appropriate in the circumstances.
23. We are responsible for the fair presentation of the County's net pension liability as calculated by the Municipal Employees' Retirement System of Michigan (MERS) and related amounts. We provided MERS with complete and accurate information regarding the County's participation in the plan, and have reviewed the information provided by MERS for inclusion in the County's financial statements.
24. In response to the novel coronavirus outbreak (COVID-19), the Governor issued various temporary Executive Orders that, among other stipulations, effectively prohibited in-person work activities for most businesses and industries including non-essential government services, having the effect of suspending or severely curtailing operations. As a result, the COVID-19 outbreak is disrupting and affecting the County's normal activities. The extent of the ultimate impact of the pandemic on the County's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impact on employees, vendors, and taxpayers, all of which cannot be reasonably predicted at this time. In addition, it may place additional demands on the government for providing emergency services to its citizens. While management reasonably expects the COVID-19 outbreak to negatively impact the County's financial position, changes in financial position, and, where applicable, the timing and amounts of cash flows, the related financial consequences and duration are highly uncertain.

Information Provided

25. We have provided you with:
    a. Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements of the various opinion units referred to above, such as records, documentation, meeting minutes, and other matters;
    b. Additional information that you have requested from us for the purpose of the audit; and
    c. Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
26. All transactions have been recorded in the accounting records and are reflected in the financial statements.
27. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
28. We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
    a. Management;
    b. Employees who have significant roles in internal control; or
    c. Others where the fraud could have a material effect on the financial statements.

29. We have no knowledge of any instances, that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance, whether communicated by employees, former employees, vendors (contractors), regulators, or others.
30. We have no knowledge of any instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that has a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
31. We have no knowledge of any instances that have occurred or are likely to have occurred of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
32. We have a process to track the status of audit findings and recommendations.
33. We have identified for you all previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
34. We have provided views on your reported audit findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
35. We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements.
36. We have disclosed to you the identity of the entity’s related parties and all the related party relationships and transactions of which we are aware.
37. There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in accounting, internal control, or financial reporting practices.
38. The County has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
39. We have disclosed to you all guarantees, whether written or oral, under which the County is contingently liable.
40. We have identified and disclosed to you the laws, regulations, and provisions of contracts and grant agreements that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
41. There are no:
    a. Violations or possible violations of laws or regulations, or provisions of contracts or grant agreements whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, including applicable budget laws and regulations.
    b. Unasserted claims or assessments that our lawyer has advised are probable of assertion and must be disclosed in accordance with GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*.
    c. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by GASB Statement No. 62.
42. The County has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset or future revenue been pledged as collateral, except as disclosed to you.
43. We have complied with all aspects of grant agreements and other contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

44. We have disclosed to you all significant estimates and material concentrations known to management that are required to be disclosed in accordance with GASB Statement No. 62. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year.

Supplementary Information in Relation to the Financial Statements as a Whole

45. With respect to the supplementary information accompanying the financial statements:
    a. We acknowledge our responsibility for the presentation of the supplementary information in accordance with accounting principles generally accepted in the United States of America.
    b. We believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America.
    c. The methods of measurement or presentation have not changed from those used in the prior period.
    d. We believe the significant assumptions or interpretations underlying the measurement or presentation of the supplementary information, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.

Required Supplementary Information

46. With respect to the required supplementary information accompanying the financial statements:
    a. We acknowledge our responsibility for the presentation of the required supplementary information in accordance with accounting principles generally accepted in the United States of America.
    b. We believe the required supplementary information, including its form and content, is measured and fairly presented in accordance with accounting principles generally accepted in the United States of America.
    c. The methods of measurement or presentation have not changed from those used in the prior period.
    d. We believe the significant assumptions or interpretations underlying the measurement or presentation of the required supplementary information, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.

Uniform Guidance (2 CFR 200)

47. With respect to federal awards, we represent the following to you:
    a. We are responsible for understanding and complying with and have complied with the requirements of the Uniform Guidance.
    b. We are responsible for the preparation and presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance.
    c. We believe the schedule of expenditures of federal awards, including its form and content, is fairly presented in accordance with the Uniform Guidance.

d. The methods of measurement or presentation have not changed from those used in the prior period.
e. We believe the significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.
f. We are responsible for including the auditor's report on the schedule of expenditures of federal awards in any document that contains the schedule and that indicates that the auditor has reported on such information.
g. We have identified and disclosed all of our government programs and related activities subject to the Uniform Guidance compliance audit.
h. When the schedule of expenditures of federal awards is not presented with the audited financial statements, management will make the audited financial statements readily available to the intended users of the schedule of expenditures of federal awards no later than the date of issuance by the entity of the schedule of expenditures of federal awards and the auditor's report thereon.
i. We have, in accordance with the Uniform Guidance, identified in the schedule of expenditures of federal awards, expenditures made during the audit period for all awards provided by federal agencies in the form of grants, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, food commodities, direct appropriations, and other assistance.
j. We are responsible for complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of our federal programs and have identified and disclosed to you the requirements of laws, regulations, and the provisions of contracts and grant agreements that are considered to have a direct and material effect on each major federal program; and we have complied, in all material respects, with these requirements.
k. We have provided to you our interpretations of any compliance requirements that have varying interpretations.
l. We are responsible for establishing and maintaining effective internal control over compliance requirements applicable to federal programs that provide reasonable assurance that we are managing our federal awards in compliance with laws, regulations, and the provisions of contracts and grant agreements that could have a material effect on our federal programs. Also, no changes have been made in the internal control system to the date of this letter that might significantly affect internal control, including any corrective action taken with regard to significant deficiencies, including material weaknesses, reported in the schedule of findings and questioned costs.
m. We have made available to you all contracts and grant agreements (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relating to federal programs.
n. We have received no requests from a federal agency to audit one or more specific programs as a major program.
o. We have identified and disclosed to you all amounts questioned and any known noncompliance with the requirements of federal awards, including the results of other audits or program reviews. We also know of no instances of noncompliance occurring subsequent to the end of the period audited.
p. We have charged costs to federal awards in accordance with applicable cost principles, including amounts claimed or used for matching determined in accordance with relevant guidelines in the Uniform Guidance.

q. We have made available to you all documentation related to the compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
r. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the basic financial statements have been prepared (and are prepared on a basis consistent with the schedule of expenditures of federal awards).
s. The copies of federal program financial reports provided to you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.
t. We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
u. We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.
v. We are responsible for and have accurately completed the appropriate sections of the Data Collection Form as required by the Uniform Guidance, and we are responsible for preparing and implementing a correction action plan for each audit finding.
w. The reporting package does not contain protected personally identifiable information.
x. We have disclosed all contracts or other agreements with service organizations and disclosed to you all communications from these service organizations relating to noncompliance at the organizations.
y. We have reviewed, approved, and taken responsibility for the financial statements and related notes.
z. We have disclosed to you the nature of any subsequent events that provide additional evidence with respect to conditions that existed at the end of the reporting period that affect noncompliance during the reporting period.

John F. Fuentes, Controller / Administrator

Connie L. Sobie, Deputy Controller / Administrator

EATON COUNTY BOARD OF COMMISSIONERS

March 17, 2021

RESOLUTION TO PROCLAIM APRIL AS AUTISM AWARENESS MONTH

Introduced by the Health & Human Services Committee

WHEREAS, on December 18, 2007, the United Nations General Assembly adopted Resolution 62/139 declaring World Autism Awareness Day (WAAD) be celebrated April 2, 2008; and

WHEREAS, the month of April is designated as National Autism Awareness Month to increase public awareness of the need to support individuals with autism and the family members, educators and other professionals who teach and care for individuals with autism, and

WHEREAS, in November, 2015, the Centers for Disease Control and Prevention's National Health Statistics Report concluded the prevalence of autism spectrum disorder has risen to one in every 45 children in the United States; and

WHEREAS, Autism Spectrum Disorder (ASD) represents a broad group of disorders that vary widely from mild to severe, and is characterized by difficulty with social interaction, communication, severely limited interest and repetitive behaviors; and

WHEREAS, autism knows no racial, ethnic, family, income, lifestyle, social boundaries, or educational levels. It can affect any family and any child; and

WHEREAS, Xavier DeGroat has dedicated his life to educating and promoting community support for those with autism through the creation of the Xavier DeGroat Autism Foundation; and

WHEREAS, communities have a role, in identifying, assessing, or supporting individuals with ASD and their families.

NOW, THEREFORE, BE IT RESOLVED, that the Eaton County Board of Commissioners does hereby proclaim April 2nd as World Autism Awareness Day and April every year going forward as Autism Awareness Month encourages the residents of Eaton County to become educated and informed of programs, services, and opportunities to support individuals with autism.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO AUTHORIZE APPLICATION FOR OFFICE OF VIOLENCE AGAINST WOMEN GRANT

Introduced by the Public Safety Committee

WHEREAS, the U.S. Department of Justice, Office of Violence Against Women (OVW) has grant funds available; and

WHEREAS, the grant will provide funding for improving criminal justice responses to domestic violence, dating violence, sexual assault and stalking; and

WHEREAS, the Prosecutor's Office is desirous of submitting a grant application to provide enhanced responses to these serious violations of criminal law through the creation of a special victims unit to best serve victims and to hold offenders accountable; and

WHEREAS, the grant funding request is an amount not to exceed $500,000, with no County match for a 36-month period beginning October 1, 2021;

NOW, THEREFORE BE IT RESOLVED, that the Board of Commissioners authorize the Prosecutor's Office to submit a grant application; and

BE IT FURTHER RESOLVED, that if the County's participation in the grant is discontinued or requires a County General Fund contribution, the continuation of the grant funded positions will be reviewed by the appropriate committees to determine the necessity of General Fund commitment; and

BE IT FURTHER RESOLVED, that the Controller be authorized to approve any necessary budget amendments to increase expenditures and increase grant revenue if the grant is approved; and

BE IT FURTHER RESOLVED, that the Chairperson of the Board of Commissioners be authorized to sign any necessary documents.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION DECLARING
APRIL 18, 2021 – APRIL 24, 2021
AS NATIONAL CRIME VICTIMS RIGHTS WEEK

Introduced by the Public Safety Committee

Whereas, the victim's rights movement has resulted in the passage of laws at the local, state and federal levels that established essential rights for victims; and

Whereas, the William Van Regenmorter Crime Victim's Rights Act in Michigan and federal victim's rights legislation have provided victims with ways to participate meaningfully throughout the criminal justice process; and

Whereas, the rights of crime victims are best protected when all participants in the criminal justice process, not only victims, are appropriately educated about victim's rights; and

Whereas, the entire community plays a role in reaching out to all victims, engaging with victim communities by providing crime victims services and resources to meet their needs, helps service providers rebuild trust in victims' lives through support, trust and justice; and

Whereas, this is the time to renew our commitment to serving all victims of crime, acknowledging the achievements in victim services and honoring those who have gone above and beyond in their service to others, remembering crime victims and survivors; and

Whereas, National Crime Victims' Rights Week is April 18-24, 2021 with the theme: *"Support Victims, Build Trust, Engage Communities"*. The observance provides an opportunity to emphasize the importance of leveraging community support to help victims of crime; and

Whereas, the Eaton County Prosecuting Attorney's Office is dedicated to strengthening victims and survivors in the aftermath of crime, to keeping victims informed about the services and rights available to them; and to working to achieve justice for all victims and survivors.

NOW, THEREFORE, the Eaton County Board of Commissioners does hereby proclaim the third week of April each year, as Crime Victim's Rights Week; reaffirms this County's commitment to creating a victim service and criminal justice response that assists all victims of crime during Crime Victim's Rights Week and throughout the year; and this Board further expresses its sincere gratitude and appreciation for community members, victim service providers and criminal justice professionals, who are committed to improving our response to all victims of crime so that they may find relevant assistance, support, justice, and peace.

EATON COUNTY BOARD OF COMMISSIONERS

March 17, 2021

RESOLUTION DECLARING NATIONAL PUBLIC SAFETY TELECOMMUNICATORS WEEK

Introduced by the Public Safety Committee

WHEREAS, emergencies can occur at anytime that require police, fire or emergency medical services; and,

WHEREAS, when an emergency occurs the prompt response of police officers, firefighters and paramedics is critical to the protection of life and preservation of property; and,

WHEREAS, the safety of our police officers and firefighters is dependent upon the quality and accuracy of information obtained from citizens who telephone the Eaton County 911 emergency communications center; and,

WHEREAS, Public Safety Telecommunicators are the first and most critical contact our citizens have with emergency services; and,

WHEREAS, Public Safety Telecommunicators are the single vital link for our police officers and firefighters by monitoring their activities by radio, providing them information and insuring their safety; and,

WHEREAS, Public Safety Telecommunicators of Eaton County Central Dispatch have contributed substantially to the apprehension of criminals, suppression of fires and treatment of patients; and,

WHEREAS, each telecommunicator has exhibited compassion, understanding and professionalism during the performance of their job in the past year.

NOW, THEREFORE BE IT RESOLVED, that the Eaton County Board of Commissioners declares the second week of April to be National Public Safety Telecommunicators Week in Eaton County, in honor of the men and women whose diligence and professionalism keep our county and citizens safe.

EATON COUNTY BOARD OF COMMISSIONERS

March 17, 2021

RESOLUTION DECLARING APRIL AS NATIONAL COUNTY GOVERNMENT MONTH

Introduced by the Information Technology and Communication Committee

WHEREAS, the nation's 3,069 counties serving more than 300 million Americans provide essential services to create healthy, safe and vibrant communities; and

WHEREAS, counties provide health services, administer justice, keep communities safe, foster economic opportunities and much more; and

WHEREAS, Eaton County and all counties take pride in our responsibility to protect and enhance the health, welfare and safety of our residents in efficient and cost-effective ways; and

WHEREAS, under the leadership of National Association of Counties President Gary Moore, NACo is demonstrating how "Counties Matter," especially in supporting residents and businesses during the coronavirus pandemic; and

WHEREAS, each year since 1991 the National Association of Counties has encouraged counties across the country to elevate awareness of county responsibilities, programs and services; and

WHEREAS, the efforts of the Barry-Eaton District Health Department are working to protect public health by communicating with transportation officials, educating health care providers and communicating to the public best practices to reduce the spread of infectious diseases.

NOW, THEREFORE BE IT RESOLVED, the Eaton County Board of Commissioners do hereby proclaim April each year as National County Government Month and encourage all county officials, employees, schools and residents to participate in county government celebration activities.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO APPROVE CONTRACT FOR BATTERY RECYCLING

Introduced by the Public Works and Planning Committee

WHEREAS, the County is charged by the Public Act 451, Part 115, as amended, Eaton County Solid Waste Management Plan Update of February 1999 to enhance the separation, collection, and utilization of materials to increase the percentage of the solid waste stream diverted; and,

WHEREAS, the County Department of Resource Recovery operates a household battery collection program, which diverts potentially hazardous materials from improper disposal; and,

WHEREAS, Battery Solutions, LLC agreed to recycle all household batteries brought to Eaton County collection sites per Federal and State guidelines and in accordance with the proposals submitted to the Department of Resource Recovery; and

WHEREAS, the County Department of Resource Recovery recommended the vendor for a one-year contract through December 31, 2021; and

WHEREAS, the Public Works and Planning Committee reviewed two proposals and recommended that a contract be established between the County and Battery Solutions, LLC for a two-year battery recycling contract at its regular meeting held on March 10, 2021; and

NOW, THEREFORE, BE IT RESOLVED, that the Eaton County Board of Commissioners officially approves the recommended contract.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO APPROVE A MICHIGAN DEPARTMENT OF ENVIRONMENT GREAT LAKES AND ENERGY SCRAP TIRE RECYCLING GRANT APPLICATION

Introduced by the Public Works and Planning Committee

WHEREAS, the Resource Recovery Department has been established for the development and administration of the County Solid Waste Management Plan under Act 641; and

WHEREAS, key components of the Resource Recovery Department include increasing the amount of materials recycled; and

WHEREAS, the Michigan Department of Environment Great Lakes and Energy Scrap Tire Recycling Grant is designed to provide assistance in the removal of residential tires; and

WHEREAS, the Resource Recovery Department offers two Scrap Tire collection events annually; and

WHEREAS, the Michigan Department of Environment Great Lakes and Energy has encouraged regional applications and Eaton County has been approached by Clinton County, Barry County, and Ingham County to submit one grant for all four communities; and

WHEREAS, the grant program does not have any matching requirements; and

WHEREAS, Eaton County will serve as the applicant and fiduciary for the grant; and

NOW, THEREFORE, LET IT BE RESOLVED that Eaton County approves the application of the Scrap Tire grant; and

BE IT FURTHER RESOLVED, that acceptance of the grant award is contingent upon the approval of Memorandums of Understanding between the County and other individual participating entities providing for said participating entities to reimburse the County for any non-grant costs associated with collection events held within their jurisdiction; and

BE IT FURTHER RESOLVED, that the Chairperson of the Board of Commissioners, or his designee, is authorized to sign any necessary grant documents; and

BE IT FURTHER RESOLVED, that the Controller is authorized to make budgets amendments to the adopted budget, in the event the grant is authorized.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO ACCEPT THE SEPTEMBER 30, 2020 EATON COUNTY AUDIT

Introduced by the Ways and Means Committee

WHEREAS, the firm of Rehmann completed an audit of Eaton County for the year ending September 30, 2020; and

WHEREAS, such audit and the recommendations included therein have been, reviewed by the Ways and Means Committee.

NOW, THEREFORE, BE IT RESOLVED that the Eaton County Board of Commissioners accept the September 30, 2020 Eaton County audit.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO APPROVE REVISED INTERLOCAL AGREEMENT FOR DESIGNATED ASSESSOR SERVICES

Introduced by the Ways and Means Committee

WHEREAS, the Board of Commissioners appointed Mr. Tim Vandermark as the Designated Assessor for Eaton County and an inter-local agreement with the local assessing districts in the County in accordance with P.A. 660 of 2018 ("the Act") on December 16, 2020 (Resolution #20-12-117); and

WHEREAS, the inter-local agreement for designated assessor services proposed to meet the requirements of P.A. 660 of 2018 did not meet the requirements of the Michigan Department of Licensing and Regulatory Affairs (LARA); and

WHEREAS, the proposed revised inter-local agreement to meet these requirements and has been provided to the local assessing districts for their re-consideration.

WHEREAS, the Ways and Means Committee has reviewed and is recommending approval of the revised inter-local agreement for Designated Assessor services.

NOW, THEREFORE BE IT RESOLVED, that the Board of Commissioners approves the revised inter-local agreement for Designated Assessors services; and

BE IT FURTHER RESOLVED, that the Chairman of the Board of Commissioners is authorized to sign inter-local agreement.

Inter-local Agreement for Eaton County to Approve the Designated Assessor for the period January 1, 2021 through December 31, 2025

Public Act 660 of 2018 requires a county to have a Designated Assessor on file with the State Tax Commission as of December 31, 2020. Accordingly, the following inter-local agreement (hereinafter "AGREEMENT") has been executed by the Board of Commissioners for Eaton County, a majority of the assessing districts in Eaton County, and the individual put forth as the proposed Designated Assessor Eaton County and the Assessing Districts are collectively referred to throughout this AGREEMENT as the "Parties."

RECITALS

WHEREAS, The Assessing Districts are Municipal Corporations located within the County of Eaton, in the State of Michigan;

WHEREAS, The Michigan Constitution of 1963, Article 7, Section 28 permits a political subdivision to exercise jointly with any other political subdivision any power, privilege or authority which such political subdivisions share in common with each other and which each might exercise separately;

WHEREAS, The Urban Cooperation Act of 1967, being MCL 124.505 *et seq*, and the Intergovernmental Transfer of Functions and Responsibilities Act, give effect to the Constitutional provision by providing that public agencies may enter into interlocal agreements to carry out their respective functions, powers and authority;

WHEREAS, P.A. 660 of 2018 requires each County to enter into an AGREEMENT that designates the individual who will serve as the County's Designated Assessor. That inter-local agreement must be approved by the County Board and a majority of the assessing districts in the County.

WHEREAS, P.A. 660 of 2018 mandates that the Designated Assessor shall be an advanced assessing officer or a master assessing officer.

NOW, THEREFORE, based on the foregoing Recitals, and in consideration of the terms of this Agreement, the Members agree as follows:

BACKGROUND INFORMATION

Eaton County proposes that Timothy Vandermark (R- 7793) serve as the Designated Assessor for the following assessing districts within Eaton County: Bellevue Township, Benton Charter Township, Brookfield Township, Carmel Township, Chester Township, Delta Charter Township, Eaton Township, Eaton Rapids Township, Hamlin Township, Kalamo Township, Oneida Charter Township, Roxand Township, Sunfield Township, Vermontville Township, Walton Township, Windsor Charter Township, City of Charlotte, City of Eaton Rapids, , City of Grand Ledge, City of Olivet and City of Potterville included as an addendum to this AGREEMENT are the Eaton County SEV totals by class, including special act values, those properties deemed unique or complex by a local assessing district, and a listing of the total number of parcels, by classification, including special act rolls, within each assessing district.

Once the designated assessor process is invoked, the Parties agree that the Designated Assessor will perform the duties associated with being the assessor of record for an assessing district at the following location: Eaton County Equalization Department, 1045 Independence Blvd, Charlotte, MI. The Parties further agree that specific hours will be negotiated as part of the employment contract to be executed in the event an assessing district is subject to the designated assessor process.

QUALIFICATIONS OF DESIGNATED ASSESSOR

Included as an addendum to this AGREEMENT, the Eaton County Board of Commissioners has received and reviewed the following documents provided by the Designated Assessor:

1. Resume, curriculum vitae, or other documents providing the Designated Assessor's current employment status as well as additional and specific details regarding the Designated Assessor's current assessing or equalization responsibilities and local unit assessing experience as it relates to being approved as the Designated Assessor for Eaton County.

2. Disclosure of any conflicts of the interest involving the proposed Designated Assessor, the County, or any assessing district, if applicable.

It is understood that the individual identified as the Designated Assessor in this AGREEMENT will, during the length of this agreement, maintain their assessor certification in good standing with the State Tax Commission and when required to serve as the Designated Assessor for an assessing district in Eaton County shall act as the Assessor of Record for that assessing district. When acting as the Assessor of Record for an assessing district, the Designated Assessor shall meet all the requirements as set forth by the State Tax Commission's *Supervising Preparation of the Assessment Roll* approved by the State Tax Commission August 21, 2018.

Any additional requirements that are agreed to by the Designated Assessor, the County and the Assessing Districts may not conflict with the State Tax Commission's *Supervising Preparation of the Rolls*.

DUTIES AND RESPONSIBILITIES OF DESIGNATED ASSESSOR

The Designated Assessor, while serving as the assessor of record for an assessing district within _Eaton County, shall satisfy all requirements contained State Tax Commission's *Supervising Preparation of the Assessment Roll* approved by the State Tax Commission August 21, 2018.

Within days of being appointed as the Designated Assessor for the assessing district, the Designated Assessor shall prepare and transmit to the assessing district's supervisor, manager, or chief executive a detailed proposal, including a schedule for delivery of documents, to correct deficiencies identified by the State Tax Commission's audit.

The Parties agree that the Designated Assessor, while serving as the assessor of record for an assessing district within Eaton County, shall:

1. Attend all March, July and December Board of Review meetings.
2. Costs incurred in appeals to the Michigan Tax Tribunal (i.e., appraisal costs, expert witness fees and attorney fees) shall be incurred by the represented assessment unit.
3. The Designated Assessor shall prepare all reporting as required by the State Tax Commission and relevant and reasonable reports for review by the supervisor, manager, chief executive, board, or council as requested..

For an assessing district employing assessing staff other than the assessor of record, assessing staff will conduct their duties as under the direction and supervision of the Designated Assessor.

While not acting in the capacity as the Designated Assessor for an assessing district, the Designated Assessor will have the following duties and responsibilities for Eaton County and the assessing districts within Eaton County: Equalization Director.

DUTIES AND RESPONSIBILITIES OF EATON COUNTY AND ASSESSING DISTRICTS WITHIN EATON COUNTY

The Parties to this AGREEMENT understand and agree that the assessing districts identified in this AGREEMENT required to utilize the services of the Designated Assessor will, during and throughout the term of this AGREEMENT, to the following:

1. Provide the Designated Assessor with reasonable access to records, documents, databases and information in order to allow the Designated Assessor to serve as the assessor of record for the assessing district and satisfy all requirements *Supervising Preparation of the Assessment Roll* approved by the State Tax Commission August 21, 2018.
2. Furnish the Designated Assessor with any applicable policies and procedures that the Designated Assessor may be subject to during the period of time the Designated Assessor serves as the assessing district's assessor of record.
3. Provide any technology, equipment, and workspace necessary for the Designated Assessor to carry out their requirements under this Agreement.

DESIGNATED ASSESSOR COMPENSATION

The Designated Assessor may charge an assessing district that is required to contract with the Designated Assessor and that assessing district shall pay, for the reasonable costs incurred by the Designated Assessor in serving as the assessing district's Assessor of Record, including, but not limited to, the costs of overseeing and administering the annual assessment, preparing and defending the assessment roll, and operating the assessing office.). Compensation amounts shall be set within the ongoing contract between the Designated Assessor and the Assessing Districts plus the County. All fees and services of the Designated Assessor shall be billed monthly and paid within 45 days of invoicing. All annual fees will be billed on a prorated basis. All payment for services rendered will be paid by the assessing district directly to Eaton County. The current fee schedule is as follows: .
Complete Reassessment of the District at $20.00 / parcel
Maintenance of the Tax Roll at $15.00 per parcel for the first year
$15.50 per parcel for the 2nd year

$16.00 per parcel for the 3rd year
$16.50 per parcel for the 4th year
$17.00 per parcel for the 5th year

If required by the Designated Assessor, the Assessing Districts shall each be responsible for an equal share of an annual retainer fee paid to the Designated Assessor. The County shall collect each share and disperse the retainer fee to the Designated Assessor. The County is not responsible for paying a share of the retainer fee. No retainer fee is being charged to the local for the duration of the contract with Timothy Vandermark.

Fees owed by a jurisdiction under the inter-local agreement will be billed monthly, paid to Eaton County Equalization and will be due 30 days post invoice date.

This inter-local agreement shall become effective upon the execution hereof by the parties hereto.

COUNTY OF EATON:

Jeremy Whittum, Chairperson County Board of Commissioners	Date

BELLEVUE TOWNSHIP:		***BENTON CHARTER TOWNSHIP:***	
Don L. Chase Supervisor	Date	Gary Suits Supervisor	Date
BROOKFIELD TOWNSHIP:		***CARMEL TOWNSHIP:***	
Nolan Spotts Supervisor	Date	Steven C. Willard Supervisor	Date
CHESTER TOWNSHIP:		***DELTA CHARTER TOWNSHIP:***	
Donald Stall Supervisor	Date	Kenneth Fletcher Supervisor	Date
EATON TOWNSHIP:		***EATON RAPIDS TOWNSHIP:***	
Dave Roberts Supervisor	Date	Scott Wilson Supervisor	Date
HAMLIN TOWNSHIP:		***KALAMO TOWNSHIP:***	
Phillip A. Bombrys Supervisor	Date	Brett Ramey Supervisor	Date

ONEIDA CHARTER TOWNSHIP:

Donald Cooley | Date
Supervisor

ROXAND TOWNSHIP:

Larry Mead | Date
Supervisor

SUNFIELD TOWNSHIP:

Selena Duits | Date
Supervisor

VERMONTVILLE TOWNSHIP:

Jack Owens | Date
Supervisor

WALTON TOWNSHIP:

Bob E. Starkweather | Date
Supervisor

WINDSOR CHARTER TOWNSHIP:

Kern G. Slucter | Date
Supervisor

CITY OF CHARLOTTE:

Date

Authorized Representative

CITY OF EATON RAPIDS:

Date

Authorized Representative

CITY OF GRAND LEDGE:

Date

Authorized Representative

CITY OF OLIVET:

Date

Authorized Representative

CITY OF POTTERVILLE:

Date

Authorized Representative

DESIGNATED ASSESSOR

Timothy Vandermark, MMAO | Date
Eaton County Equalization

[Addendum]

(Reports detailing current SEV County totals by class, including special act values; total number of parcels, by classification, including special act rolls, within each local unit; and list of any unique, complex or high value properties within the County.)

EATON COUNTY BOARD OF COMMISSIONERS

March 17, 2021

RESOLUTION TO APPROVE APPRAISAL SERVICES CONTRACT RENEWAL

Introduced by the Ways and Means Committee

WHEREAS, the Equalization Department has utilized an independent contractor to provide appraisal services to assist in completing the required annual appraisal of property within the County during the equalization process; and

WHEREAS, the Department wishes to continue to utilize these services and is requesting authorization to enter into a renewal agreement with Accurate; and

WHEREAS, the Ways and Means Committee has reviewed and is recommending the approval of the appraisal services contract renewal (attached) for a one year period commencing March 18, 2021; and

WHEREAS, the proposed contract is for the maximum not-to-exceed amount of $22,550.

NOW, THEREFORE, BE IT RESOLVED, the Board of Commissioners approves the contract for appraisal services with Accurate; and

BE IT FURTHER RESOLVED, the Equalization Director is authorized to execute the contract renewal agreement on behalf of the County.

RENEWAL AGREEMENT TO PROVIDE APPRAISAL SERVICES

THIS AGREEMENT made this 18th day of March, by and between the COUNTY OF Eaton, STATE OF MICHIGAN, hereinafter referred to as the County; and **Accurate**, hereinafter referred to as the Consultant.

1. TERM/INDEPENDENT CONTRACTOR SERVICES

The County shall retain the services of Consultant for a term of one (1) year beginning March 18th, 2021, and terminating March 18th, 2022. During the term of this agreement, Consultant shall provide Independent Contractor Services to the County as set forth in this Agreement. This contract will automatically renew every year unless written notice is given by either party stating they don't want to continue the contract with a 30 days notice.

2. COMPENSATION

The County will compensate the Consultant for the 2021 contract year for services pursuant to this Agreement as follows:

All Real Properties @ $55 per parcel.

The numbers of parcels to be appraised are as follows up to 410. The maximum cost of the contract is $22,550.
Minimum of 10% of class in the Ag, Comm, and Ind to be appraised, as well as Residential ECF's.

In the event that the sales studies can be utilized in the above-mentioned class, the number of parcels referenced may be reduced.
The Consultant shall issue a voucher for services rendered.

3. PERFORMANCE STANDARDS

In performing Services under this Agreement, Consultant shall:

a) Act in good faith, with diligence and in the best interests of the County; and
b) Devote as much of his time as necessary to perform the services necessary to fulfill the duties and obligations pursuant to this Agreement.

4. INDEPENDENT CONTRACTOR

In the performance of the services to be rendered pursuant to this Agreement, it is mutually understood and agreed that Consultant shall be at all times acting and performing as an independent contractor. Nothing in this Agreement is intended to create an employer/employee relationship or joint venture relationship between the parties.

The parties agree that the Consultant is not an employee of the County, and not eligible for any compensation, fringe benefits, pension, workers' compensation, sickness or health insurance benefits or other similar benefits accorded employees of the County. The parties agree that the County will not withhold any sums for income tax, unemployment insurance, social security, or any other withholding pursuant to any law or requirement of any governmental body.

5. RESPONSIBILITIES OF CONSULTANT

The Consultant shall be responsible for performing all necessary and required functions including, but not limited to:

a) Maintaining a Level II State Certified Assessing License or higher.
b) The Consultant shall field inspect, photograph all buildings, interview the property owner, if possible, and input all pertinent data into software appraisal program. Properties to be inspected will be chosen by the Consultant and verified by the Equalization Director.
c) The Consultant shall, interview the property owner of the property that has sold, and any pertinent information to be used for the income approach to value.
d) The Consultant shall utilize appraisal software as determined by the County; specifically BS&A Software, dot net, all drawings entered into apex software and pictures attached.
e) **The consultant is responsible for all software license costs such as BS & A and apex.**
f) The Consultant shall utilize Volume one and two of the Michigan Assessor's Manual or current version of BS&A Software for the valuation of all classes.
g) The Consultant shall make himself available during the month of November & December to review appraisals as requested by local assessors.
h) **The Consultant is responsible for using their own vehicle for fieldwork and maintaining their own insurance coverage.**

The Consultant shall hold the County and its officers harmless from all claims, demands, payments, suits, actions, recoveries, and judgements of every kind and description brought or recovered against Consultant by reason of any act or omission of Consultant.

6. RESPONSIBILITIES OF COUNTY

County shall indemnify and hold the Consultant harmless for claims, demands, payments, suits, actions, recoveries and judgments of every kind and description brought against Consultant for any act or omission of Consultant, its agents or employees which fall within the scope and course of the services to be provided by Consultant under this Agreement and occurring while Consultant is engaged in the execution and performance of such services.
The County will continue to employ members of the Equalization staff to complete all tasks as directed by the Consultant, including, but not limited to:

1) Preparation of tax maps, appraisal cards, deeds, and descriptions for properties to be appraised in each classification.

7. COMPLIANCE WITH CONSTITUTION, LAWS, AND RULES

All work and services rendered in connection with this project shall be performed in accordance with the Constitution and laws of the State of Michigan, the rules and regulations established by the State Tax Commission and published in its four (4) volume Assessors Manual, the Michigan Tax Tribunal rules, and any additional revisions and updates of these above mentioned items throughout the term of this agreement, as well as any collective bargaining agreement in effect for County employees.

8. NONDISCRIMINATION

Consultant shall not discriminate against a person to be served or employee or applicant for employment because of race, color, age, sex, sexual preference, handicap, height, weight, marital status, political affiliation or beliefs.

9. TITLE TO RECORDS

The County shall have exclusive right, title and interest to any and all records, documents, papers, maps or other data pertaining to or prepared pursuant to the contract.

10. RETURN OF COUNTY RECORDS & EQUIPMENT UPON TERMINATION

Upon termination or completion of the project, Consultant shall turn over to the County all records and equipment of the County within five (5) days of such termination or completion.

11. NON-EXCLUSIVITY

Consultant warrants that he is, and holds himself out to the public as, an independent contractor engaged in the business of providing services such as those to be provided to the County pursuant to this Agreement. Nothing in this Agreement prohibits the Consultant from providing such services, or other services within the consultant's expertise, to other individuals or entities, provided that consultant shall not engage in the provision of services to others which constitute a conflict of interest for the consultant or which violate applicable law.

12. COMPLETENESS OF AGREEMENT

The agreement and any additional or supplementary documents incorporated herein by specific reference contains all of the terms and conditions agreed upon by the parties hereto, and no other agreements, oral or otherwise, regarding the subject matter of this Agreement or any part thereof shall have any validity or bind any of the parties hereto unless in writing and signed by the County and Consultant.

13. GOVERNING LAW

This Agreement and any dispute arising under it or in any way related to it, shall be interpreted and/or governed, as the case may be, by the laws of the State of Michigan. In case of any such dispute, the parties agree to resolution of such dispute by means of binding arbitration conducted pursuant to the rules of the American Arbitration Association then in effect. Upon the rendition of an award in any such arbitration, the parties agree that judgment may be entered thereon in any court of competent jurisdiction.

14. TIME FRAME

The Consultant shall have all residential/agricultural appraisals completed and the necessary and required documentation to the County Equalization Director no later than Sept 30, 2021. Commercial/Industrial appraisals shall be completed no later than Oct. 30, 2021.

15. TERMINATION

The agreement may be terminated by either party without cause on thirty (30) days notice sent certified mail to the other party. After receiving notice of termination, the Consultant shall complete all normal appraisal tasks during the notice period, and the County shall make prompt payment of the fee for such services.

In the event of termination prior to the normal expiration date, the terminating party shall hold harmless the other party to the agreement as to any and all continued performance after the date of termination. In the event that the terminating party should require some further service or services, then the party performing such service or services shall be entitled to renegotiate a fee for such performance based upon their prevailing consultant fee.

IN WITNESS WHEREOF, an authorized representative of the County of Eaton, State of Michigan, acting on behalf of said County and Accurate, have signed this agreement.

WITNESS	COUNTY OF EATON, STATE OF MICHIGAN
______________________________	By:______________________________
	Contractor
______________________________	By:______________________________

CLAIMS AUDITED BY THE BOARD OF COMMISSIONERS MARCH 12, 2021

FUND#	DEPT#	DEPARTMENT	AMOUNT
101	101	BOARD OF COMMISSIONERS	$ 240.75
101	131	CIRCUIT COURT	$ 7,995.10
101	136	DISTRICT COURT	$ 2,296.86
101	141	FRIEND OF THE COURT	$ 1,203.54
101	148	PROBATE COURT	$ 3,819.85
101	149	JUVENILE COURT	$ 23,930.00
101	172	CONTROLLER	$ 4,851.65
101	215	COUNTY CLERK	$ 164.88
101	228	TECHNOLOGY SERVICES	$ 276.59
101	253	COUNTY TREASURER	$ 1,238.63
101	257	EQUALIZATION	$ 2,975.81
101	265	BUILDING AND GROUNDS	$ 26,005.56
101	267.229	PROSECUTING ATTORNEY	$ 442.70
101	267.232	ECONOMIC CRIME UNIT	$ 990.50
101	301	SHERIFF DEPARTMENT	$ 5,829.15
101	303	SHERIFF DELTA	$ 6,988.59
101	351	SHERIFF CORRECTIONS	$ 9,635.08
101	430	ANIMAL CONTROL	$ 958.33
101	648	MEDICAL EXAMINER	$ 23,554.25
101	681	VETERANS	$ 1,931.56
101	721	COMMUNITY DEVELOPMENT	$ 490.00
245	901	PUBLIC IMPROVEMENT	$ 1,501.00
249	371	CONSTRUCTION CODE	$ 349.81
252	299	PUBLIC DEFENDER	$ 93,477.68
261	325	CENTRAL DISPATCH	$ 16,284.41
261	327	WIRELESS TRAINING	$ 625.00
264	351	CORRECTIONS LOCAL TRAINING	$ 1,700.00
265	301	MICHIGAN JUSTICE TRAINING	$ 4,560.00
277	301	SHERIFF DEPARTMENT	$ 386.00
298	228	COMPUTER FUND	$ 48,627.64
298	901	COMPUTER FUND CAPITAL	$ 40,304.63
		GRAND TOTAL	**$ 333,635.55**

APPROVED BY:
COMMISSIONERS
AUGUSTINE, BREHLER, DROSCHA, LAUTZENHEISER, MOTT, MULDER, PEARL-WRIGHT

CLAIMS AUDITED BY THE BOARD OF COMMISSIONERS MARCH 12, 2021
IMMEDIATE PAYMENTS

FUND#	DEPT#	DEPARTMENT		AMOUNT
101	040.801	STORM WATER IMPCT FEE REC'V	$	30.00
101	090.004	PREPAID EXPENSE-TELEPHONE	$	86.05
101	090.006	PREPAID EXPENSE-POSTAGE/PRESORT	$	919.45
101	273	RECEIPTS REFUNDABLE	$	315.95
101	273.001	RECEIPTS REFUNDABLE - ECU	$	27,699.43
101	273.002	RECEIPTS REFUNDABLE - ECU - MDHHS	$	4,170.54
101	101.426	EMERGENCY SERVICES	$	5,954.39
101	131	CIRCUIT COURT	$	7,769.96
101	136	DISTRICT COURT	$	9,805.97
101	141	FRIEND OF THE COURT	$	956.61
101	148	PROBATE COURT	$	6,141.62
101	149	JUVENILE COURT	$	446.26
101	151	CIRCUIT COURT PROBATION	$	61.89
101	172	CONTROLLER	$	21,826.69
101	262	ELECTIONS	$	1,279.22
101	215	COUNTY CLERK	$	472.40
101	228	INFORMATION SYSTEMS	$	1,192.25
101	253	COUNTY TREASURER	$	479.57
101	257	EQUALIZATION	$	513.59
101	265	BUILDING AND GROUNDS	$	20,336.10
101	267-229	PROSECUTING ATTORNEY	$	1,748.41
101	267-232	ECU	$	2,045.08
101	267-234	CHILD SUPPORT	$	211.98
101	268	REGISTER OF DEEDS	$	515.00
101	275	DRAIN COMMISSION	$	4,500.51
101	301	SHERIFF DEPARTMENT	$	38,150.41
101	303	SHERIFF DELTA	$	11,365.68
101	351	SHERIFF CORRECTIONS	$	26,882.40
101	430	ANIMAL CONTROL	$	1,100.75
101	671.101.673	SALE OF FIXED ASSETS	$	400.00
101	672	TRI-COUNTY AGING	$	72,154.00
101	681	VETERANS	$	6.00
101	721	COMMUNITY DEVELOPMENT	$	566.70
101	906-131	994.000 PRINCIPAL	$	244.56
101		995.000 INTEREST	$	52.28
101	906-149	994.000 PRINCIPAL	$	818.62
101		995.000 INTEREST	$	191.00
101	906-228	994.000 PRINCIPAL	$	495.25
101		995.000 INTEREST	$	127.65
101	906-229	994.000 PRINCIPAL	$	269.30
101		995.000 INTEREST	$	58.70
101	906.257	994.000 PRINCIPAL	$	711.94
101		995.000 INTEREST	$	157.37
101	906-275	994.000 PRINCIPAL	$	1,469.90
101		995.000 INTEREST	$	370.29
101	906-301	994.000 PRINCIPAL	$	7,572.89
101		995.000 INTEREST	$	1,347.01
101	906-303	994.000 PRINCIPAL	$	5,835.90
101		995.000 INTEREST	$	888.56
101	906-351	994.000 PRINCIPAL	$	420.22
101	906.351	995.000 INTEREST	$	113.79
101	906.430	994.000 PRINCIPAL	$	693.38
101		995.000 INTEREST	$	140.77
201	449	ROAD COMMISSION	$	960,975.55
208	751	PARKS ADMINISTRATION	$	1,678.18

CLAIMS AUDITED BY THE BOARD OF COMMISSIONERS MARCH 12, 2021
IMMEDIATE PAYMENTS

FUND#	DEPT#	DEPARTMENT	AMOUNT
208	752	FITZGERALD PARKS	$ 2,131.65
208	753	FOX PARK	$ 236.99
208	755	LINCOLN PARK	$ 484.77
208	906	994.000 PRINCIPAL	$ 1,268.54
208	906	995.000 INTEREST	$ 273.56
221	601	HEALTH DEPARTMENT	$ 515,469.07
228	528	RESOURCE RECOVERY	$ 173.14
228	529	COUNTY PROJECTS	$ 170.50
228	530	LOCAL UNIT GRANT PROJECTS	$ 38,115.47
228	906	994.000 PRINCIPAL	$ 584.28
228	906	995.000 INTEREST	$ 106.90
235	690	CDBG-CARES ACT FUNDING	$ 54,453.34
249	371	CONSTRUCTION CODE	$ 3,124.78
252	299	PUBLIC DEFENDER	$ 1,416.63
255	257	REMONUMENTATION	$ 1,680.00
256	268	REGISTER OF DEEDS - AUTOMATION	$ 89.00
260	325	911 SURCHARGE	$ 569.96
261	325	CENTRAL DISPATCH	$ 13,666.81
261	101-426	EMERGENCY SERVICES	$ 440.35
261	906.994.000	DEBT SERVICE- PRINCIPAL	$ 994.57
261	906.995.000	DEBT SERVICE -INTEREST	$ 236.04
272	130-138	PRIORITY COURT	$ 3,175.00
273	130-138	SOBRIETY COURT	$ 915.00
273	130-140	DRUG COURT - PROGRAM INCOME	$ 919.33
274	130.138	SWIFT & SURE SANCTIONS	$ 2,325.75
275	130-138	VETERAN'S COURT	$ 1,920.00
276	130-152	COMMUNITY CORRECTIONS	$ 356.87
276	130.153	COMMUNITY CORRECTIONS	$ 6,280.00
277	301	SHERIFF DEPARTMENT	$ 6,527.29
278	130-138	DRUG COURT - GRANT FUNDING	$ 1,147.50
287	301-428	AREA PLANNER	$ 4,155.20
292	273	RECEIPTS REFUNDABLE	$ 55.36
292	130-356	YOUTH FACILITY	$ 11,292.34
292	130-358	COMMUNITY BASED TREATMENT	$ 315.29
292	130-360	DAY TREATMENT	$ 1,367.74
292	130-362	IN HOME CARE	$ 1,733.51
292	130-368	CCF PREVENTION SERVICES	$ 9,777.25
292	130-650	STATE INSTITUTIONS	$ 15,947.58
292	906-356	994.000 PRINCIPAL	$ 550.65
292		995.000 INTEREST	$ 119.03
292	906-360	994.000 PRINCIPAL	$ 706.87
292		995.000 INTEREST	$ 133.64
293	689	SOLDIERS & SAILORS	$ 1,155.00
296	130-149	JUVENILE MILEAGE	$ 3,277.33
298	901	COMPUTER FUND CAPITAL	$ 2,131.30
320	906-995	INTEREST	$ 79,356.55
512	635	MEDICAL CARE FACILITY	$ 1,770,019.81
512		995.000 MEDICAL CARE FACILITY INTEREST	$ 17,250.00
515	253	FORECLOSING GVT UNIT	$ 470.00
656	861	EMPLOYER SHARED RETIREMENT	$ 325,539.43
670	090.000	HEALTH - SELF INSURANCE - PREPAID EXPENSES	$ 525,803.00
676	852	RETIREE HEALTH HCSP	$ 24,935.58
677	871	WORKERS COMPENSATION	$ 3,588.62
679	853	LIFE & DISABILITY	$ 2,711.93

CLAIMS AUDITED BY THE BOARD OF COMMISSIONERS MARCH 12, 2021
IMMEDIATE PAYMENTS

FUND#	DEPT#	DEPARTMENT	AMOUNT
680	854	DENTAL INSURANCE	$ 16,171.62
698	20X8.275.000	DUE TO TAXPAYERS TAX OVERPAYMENT	$ 10.22
698	20X8 300.000	BONDS PAYABLE	$ 10,801.75
698	906.000	DEBT SERVICE INTEREST	$ 0.82
699	20X9.275.000	DUE TO TAXPAYERS TAX OVERPYMT	$ 6,057.52
699	20X9.300.000	BONDS PAYABLE	$ 386,000.00
701	228-001	DUE TO STATE EDUCATION TAX	$ 101,597.86
701	228-006	T/A-DUE TO STATE PROBATE CRT SHARED FEES	$ 3,217.76
701	228-028	T/A-DUE TO STATE PROBATE CRT ORDERED PYMT	$ 3,421.99
701	228-037	T/A-DUE TO STATE CRIME VICTIMS RIGHTS	$ 1,532.25
701	228-042	T/A-DUE TO STATE STATE COURT FEES	$ 1,530.00
701	228.044	T/A0DUE TO STATE TSFR TAX	$ 351,937.50
701	228-046	T/A-DUE TO STATE TRAILER COACH PARK SPECIFI	$ 758.00
701	228-055	T/A-DUE TO STATE DNA SPECIMEN FEE	$ 78.00
701	228-056	T/A-DUE TO STATE ELECTRONIC FILING FEE	$ 2,200.00
701	228-057	T/A-DUE TO STATE JUROR COMPENSATION FUND	$ 150.00
701	228-058	T/A-DUE TO STATE CIVIL FILING FEE FUND	$ 11,215.00
701	228-059	T/A-DUE TO STATE JUSTICE SYSTEM FUND	$ 1,722.00
701	231.010	PAYROLL DEDUCTIONS PAYABLE AMERICAN FIDEL	$ 2,946.47
701	265-000	T/A-APPEARANCE BONDS PAYABLE	$ 10,142.00
701	271-002	T/A-RESTITUTION PAYABLE PROBATION	$ 27,091.25
701	271-004	T/A-RESTITUTION PAYABLE JUVENILE	$ 1,545.50
701	274.001	UNDISTRIBUTIED TAX COLLECTION STATE TAX API	$ 6,644.08
701	274.010	UNDISTRIBUTED TAX COLLECTIONS GENERAL TAX	$ 2,000,000.00
702	221.004	DUE TO CITIES LANSING	$ 486.40
702	228.002	DUE TO STATE MI WITHHOLDING TAX	$ 53,400.65
702	229.001	DUE TO FEDERAL GOV'T FED WITHHOLDING	$ 126,287.98
702	229-002	T/A-PAYROLL DUE TO FED GOVT SS TAXES	$ 89,851.04
702	229-003	T/A-DUE TO FED GOVT MEDICARE TAXES	$ 21,013.53
702	231.000	T/A - PAYROLL DEDUCTIONS PAYABLE	$ 17,037.06
702	231-002	T/A-PAYROLL DEDUCTIONS PAYABLE HGB WELLNE	$ 1,386.20
702	231.008	PYRL DEDUCTIONS PBLE FLEXIBLE SPENDING ACC	$ 11,375.86
702	231.009	PYRL DEDUCTIONS PBLE DEF COMP	$ 30,757.65
702	231.010	PAYROLL DEDUCTIONS PAYABLE AMERICAN FIDEL	$ 2,766.99
702	231.011	PYRL DEDUCTION PBLE HEALTH CARE SAVING PLA	$ 23,759.71
702	231.015	PYRL DEDUCTIONS PBLE MERS	$ 124,183.28
702	258.000	ACCRUED TAXES PAYABLE	$ 110,864.49
720	301	SHERIFF DEPT DONATIONS	$ 40.68
768	130-356	DONATIONS - YOUTH FACILITY	$ 31.64
801	901	DRAIN FUND	$ 436,706.38
851	906.996.000	DRAIN BOND ISSUANCE COSTS	$ 500.00
		TOTAL CHECKS	$ 8,713,605.20
CATEGORY		**WIRE TRANSFERS**	
OTHER AGENCIES			$ -
PAYROLL AND BENEFITS			$ 979,340.79
DEBT PAYMENTS			
		TOTAL WIRE TRANSFERS	$ 979,340.79
		GRAND TOTAL IMMEDIATE PAYMENTS	**$ 9,692,945.99**

APPROVED BY:
COMMISSIONERS
AUGUSTINE, BREHLER, DROSCHA, LAUTZENHEISER, MOTT, MULDER, PEARL-WRIGHT

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO APPOINT
DISTRICT COURT MAGISTRATE

Introduced by the Ways & Means Committee

WHEREAS, The District Court has recommended the appointment of Attorney Heather Berkompas as the District Court Magistrate; and

WHEREAS, Pursuant to MCL 600.8501, the Board of Commissioners must approve the appointment of such Magistrate positions.

NOW, THEREFORE, BE IT RESOLVED, that the Eaton County Board of Commissioners approves the appointment of Attorney Heather Berkompas as the District Court Magistrate.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO APPROVE 2020/2021 BUDGET AMENDMENTS

Introduced by the Ways and Means Committee

WHEREAS, the Eaton County 2020/2021 Appropriations Act of September 16, 2020 states that any amendment to increase a salary and/or a Capital Outlay line-item in excess of $2,500.00 or any amendment to increase the total budget of any fund or department in excess of $2,500.00 shall be amended by the Board of Commissioners, except that any amendment to decrease the General Fund Contingency shall be approved by the Board of Commissioners; and

WHEREAS, such amendments are needed in order to comply with the Uniform Budgeting and Accounting Act of 1978,
P.A. 621.

NOW, THEREFORE BE IT RESOLVED, that the following budget amendments be approved and added to the 2020/ 2021 Eaton County Budget:

GENERAL FUND

Friend of the Court 130.141

Increase	Wage and Fringe	$ 15,311
Increase	Grant Revenue	$ 6,106
Increase	Fund Balance Carryover	$ 9,204

To increase Friend of the Court budget and amend the position allocation list for the status change of Intermittent Investigator/Conciliator to full-time as recommended by the Ways and Means Committee.

EATON COUNTY BOARD OF COMMISSIONERS

MARCH 17, 2021

RESOLUTION TO AUTHORIZE THE

DECLARATION OF THE STATE OF EMERGENCY FOR THE

COUNTY OF EATON

WHEREAS, on March 17, 2020, the County of Eaton sustained one of the first confirmed cases of COVID-19 within the State of Michigan; and

WHEREAS, Eaton County continues to assess its local situation status relating to the COVID-19 outbreak. As a result of this ongoing situation, the following conditions exist:

- There is significant monitoring, assessment, and response to the virus outbreak locally, regionally, throughout the State of Michigan, the United States, and in other countries.
- There has been adjustment of policy and procedure for many employees in units of local governmental, businesses, nongovernmental organizations, families, and individuals to include conducting meetings of a public body in a virtual setting in compliance with the Open Meetings Act.
- Strict response and patient care protocols by all hospitals, long-term care facilities, police, fire, and EMS personnel for any interaction with the general public
- Bars and restaurants are operating at a limited capacity per as a part of issued Epidemic Orders.
- Schools in Eaton County have significantly altered their learning service platforms
- A widespread outbreak within Eaton County could hinder and/or cease most daily operations within the entire county and overwhelm essential services.

WHEREAS, a request for a declaration of a Local State of Emergency has been completed for Eaton County to ensure local units of government can continue to meet virtually or that the public can attend an open meeting virtually in compliance with the Open Meetings Act; and

WHEREAS, after the signing of the Local State of Emergency declaration by the Chief Elected Official of the Eaton County Board of Commissioners the declaration shall not be continued or renewed for a period in excess of 7 days except with the consent of the governing body of the county.

THEREFORE BE IT RESOLVED, that the Eaton County Board of Commissioners, in accordance with Section 10 of 1976 PA 390, as amended, hereby declares that a “state of emergency” exists within our jurisdiction as of March 17, 2021, and that local resources and funding are being utilized to the fullest possible extent. The response and recovery elements of our emergency operations plan have been activated.

BE IT FURTHER RESOLVED, the Eaton County Board of Commissioners approves renewing the Local State of Emergency every 7 days and will review the renewal on a monthly basis.

Eaton County, Michigan

EATON COUNTY MICHIGAN

Year Ended September 30, 2020

Financial Statements and Single Audit Act Compliance

Rehmann

EATON COUNTY, MICHIGAN

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EATON COUNTY, MICHIGAN

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INTRODUCTORY SECTION

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EATON COUNTY CONTROLLER/ADMINISTRATOR

1045 Independence Blvd
Charlotte, MI 48813

(517) 543-2122
(517) 543-3331 Fax

John F. Fuentes
CPA
Controller/ Administrator

Connie L. Sobie
Deputy Controller/ Administrator

Melissa Ballard
Accountant

Month //, 2021

To the Members of the Board of Commissioners:

The Annual Financial Report of Eaton County, Michigan for the fiscal year ended September 30, 2020, is hereby submitted. Responsibility for both the accuracy of the presented information and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the County. These financial statements have been prepared in accordance with generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB). All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Format

The report is presented in two sections: *Introductory and Financial.* The Introductory section includes this transmittal, an organizational chart, and a list of principal officials. The Financial section includes the independent auditors' report, management's discussion and analysis, the basic financial statements, required supplementary information, and the combining and individual fund financial statements and schedules.

Reporting Entity

The financial reporting entity includes all the funds of the County as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable.

Blended Component Units – although legally separate entities, they are, in substance, part of the primary governments operations and are included as part of the primary government. The following organizations are reported within the combining and individual fund financial statements:

- Eaton County Department of Human Services
- Eaton County Building Authority

Discretely Presented Component Units – are legally separate from the primary government and are reported in separate columns in the combined financial statements to differentiate their financial position and results of operations from those of the primary government. The following are reported as discretely presented component units:

- Eaton County Road Commission
- Eaton County Board of Public Works
- Eaton County Drainage Districts
- Eaton County Land Bank Authority

Joint Ventures – are legal entities that result from a contractual arrangement, or interlocal agreement, which is owned, operated, or governed by two or more participants. The following is reported as a discretely presented component unit:

· Barry/Eaton District Health Department

The following **Related Organization** did not meet the financial accountability criteria and has been excluded from the County's financial statements:

· Eaton County Transportation Authority

Financial Reporting and Auditing

The County is required to undergo an annual single audit in conformity with the provisions of the Uniform Guidance. Information pertaining to this single audit, including the auditors' reports on the internal control structure and compliance with laws and regulations, the schedule of federal awards and a schedule of findings and questioned costs, is presented in this report.

Independent Audit

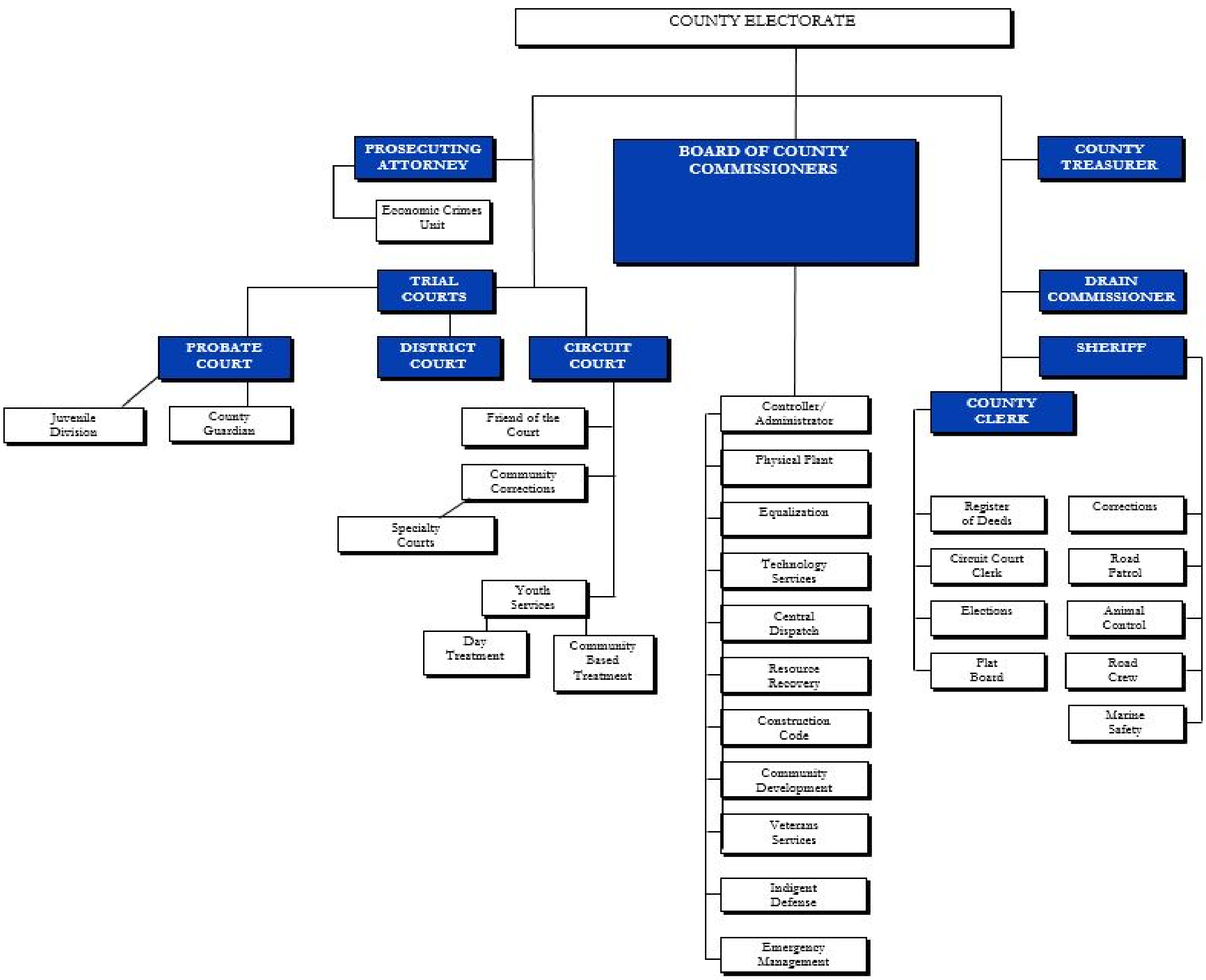
The State of Michigan requires that an annual audit of the financial records and transactions of all departments of the County be performed by an independent certified public accountant. In addition, the audit is designed to meet the requirements set forth in the Uniform Guidance. The auditors' report on the financial statements is included in the financial section of the report. The auditors' reports relating specifically to the single audit are presented in this report as well.

Respectfully submitted,

John Fuentes
Controller/Administrator

EATON COUNTY, MICHIGAN

Organizational Chart



EATON COUNTY, MICHIGAN

PRINCIPAL OFFICIALS

For the Year Ended September 30, 2020

Board of Commissioners

Rob Piercefield	District 1
Blake Mulder	District 2
Terrance Augustine - Chairman	District 3
Brandon Haskell	District 4
Jeanne Pearl-Wright	District 5
Jane Whitacre	District 6
Glenn Freeman III - Vice Chairman	District 7
Joseph C. Brehler	District 8
Brian Droscha	District 9
Matthew S. Bowen	District 10
Wayne Ridge	District 11
Brian Lautzenheiser	District 12
Jim Mott	District 13
Lisa Deavers	District 14
Barbara A. Rogers	District 15

Tom Reich
County Sheriff

Robert A. Robinson
County Treasurer

Richard Wagner
Drain Commissioner

Diana Bosworth
County Clerk/Register of Deeds

Douglas R. Lloyd
Prosecuting Attorney

John Fuentes, CPA
Controller/Administrator

Connie Sobie
Deputy Controller/Administrator

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Month //, 2021

To the Board of Commissioners
Eaton County, Michigan
Charlotte, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ***Eaton County, Michigan*** (the "County"), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Independent Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Eaton County Health and Rehabilitation Services Facility Enterprise fund, which is a major fund and therefore a separate opinion unit that represents 56 percent, 36 percent, and 94 percent, respectively, of the assets and deferred outflows, net position, and revenues of the business-type activities. We also did not audit the financial statements of the Eaton County Road Commission, a component unit of the County that represents 51 percent, 60 percent and 61 percent, respectively, of the assets and deferred outflows, net position, and revenues of the total discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Eaton County Health and Rehabilitation Services Facility and the Eaton County Road Commission, are based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Eaton County Health and Rehabilitation Services Facility and the Eaton County Road Commission were not audited in accordance with *Government Auditing Standards.*

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ***Eaton County, Michigan,*** as of September 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the general fund and each major special revenue fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Required Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated Month //, 2021, on our consideration of ***Eaton County, Michigan’s*** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

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MANAGEMENT'S DISCUSSION AND ANALYSIS

EATON COUNTY, MICHIGAN

Management's Discussion and Analysis

As management of Eaton County, Michigan, we offer the readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the accompanying basic financial statements.

Financial Highlights

- The County's total net position decreased by $261,309 during 2020, which consisted of an increase of $394,520 for governmental activities and a decrease of $655,829 for business-type activities.

- As of the close of the current fiscal year, the County's governmental funds (this includes the general, special revenue, debt service and permanent funds) reported combined ending fund balances of $16,284,867, an increase of $2,550,041 in comparison with the prior year. Of the fund balance amount, $7,514,626 is available for spending at the government's discretion (unassigned fund balance).

- The general fund had an increase in fund balance of $1,491,625 for 2020. At the end of the year, unassigned fund balance for the general fund was $7,514,626 or approximately 21.6 percent of total general fund expenditures. Total fund balance for the general fund was $8,939,162.

- The County's total governmental activities long-term debt decreased by $1,496,869 during the current fiscal year, primarily as a result of issuances of installment obligations of $1,219,420, net of annual principal repayments of $3,116,921.

Using this Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the County as a whole (government-wide financial statements) and present a longer-term view of the County's finances. Fund financial statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds.

The remaining statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the government. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Reporting the County as a Whole

The Statement of Net Position and the Statement of Activities. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net position and changes in them. One can think of the County's net position as one way to measure the County's financial health. Over time, increases or decreases in the County's net position are one indicator of whether its financial health is improving or deteriorating. During 2020, the net position of the County decreased by $261,309 compared to an increase of $3,578,191 in 2019. The primary source of the differences in changes in net position relate to changes in the net pension and other postemployment benefit liabilities and related deferred amounts.

Governmental activities. All of the County's basic services are considered to be governmental activities, including legislative, judicial, general government, public safety, public works, health and social services, parks, recreation and culture, and other activities. Property taxes, intergovernmental revenue and charges for services finance most of these activities.

EATON COUNTY, MICHIGAN

Management's Discussion and Analysis

Business-type activities. Other functions of the County that are intended to recover all or a significant portion of their costs through user fees and charges are considered to be business-type activities. These include the Eaton County Health and Rehabilitation Services Facility, the jail commissary, delinquent tax collections, home tax exemption audit and the foreclosing government unit.

Component units. The County includes five legally separate entities in its financial statements: the Eaton County Road Commission, Board of Public Works, the Eaton County Drainage Districts, the Barry/Eaton District Health Department, and the Eaton County Land Bank. Although legally separate, these "component units" are important because the County is financially accountable for them.

Financial statements for these component units are reported separately from the financial information presented for the primary government itself. The Eaton County Department of Human Services and the Eaton County Building Authority, although also legally separate, function for all practical purposes as departments of the County, and therefore have been included as an integral part of the primary government.

Reporting the County's Most Significant Funds

Fund Financial Statements. The fund financial statements provide detailed information about the most significant funds – not the County as a whole. Some funds are required to be established by State law or bond covenants. However, the County establishes many other funds to help control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. The County's two primary kinds of funds – governmental and proprietary – use different accounting approaches.

Governmental funds. Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general governmental operations and the basic services it provides.

Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because the focus of the 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 County maintains numerous 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, child care, and central dispatch 911 surcharge funds, each of which are considered to be major funds. Data from the other 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 and schedules as identified in the table of contents.

Proprietary funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the county health and rehabilitation services, delinquent tax operations, the jail commissary, home tax exemption audit and the foreclosing governmental unit. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for self-insurance and fringe benefit programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the county health and rehabilitation services fund and the delinquent tax revolving fund, both of which are considered to be major funds of the County. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise funds and internal service funds is provided in the form of combining statements elsewhere in this report.

Reporting the County's Fiduciary Responsibilities

The County is the trustee, or fiduciary, for certain amounts on behalf of others. Fiduciary funds are used to account for the 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 County's own programs. The County's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The accounting used for fiduciary funds is much like that used for proprietary funds. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Additional Information

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

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This is limited to this management's discussion and analysis and the schedules for the MERS pension and other postemployment benefits plans immediately following the notes to the financial statements. The combining and individual fund financial statements and schedules are presented immediately following the required supplementary information.

Financial Analysis of the County as a Whole

The government-wide financial analysis focuses on the net position and changes in net position of the County's governmental and business-type activities. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As the following table demonstrates, the net position of the County was in a deficit primarily a result of the net pension and other postemployment benefit liabilities of $63,153,822 and $39,569,158 respectively, at September 30, 2020.

EATON COUNTY, MICHIGAN

Management's Discussion and Analysis

	Net Position					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets						
Current and other assets	$ 24,334,471	$ 21,652,951	$ 23,085,960	$ 19,235,463	$ 47,420,431	$ 40,888,414
Capital assets, net	40,546,803	40,737,848	12,807,296	13,296,195	53,354,099	54,034,043
Total assets	64,881,274	62,390,799	35,893,256	32,531,658	100,774,530	94,922,457
Deferred outflows	11,287,186	13,010,494	593,870	1,321,267	11,881,056	14,331,761
Liabilities						
Long-term debt outstanding	23,292,551	24,789,420	8,961,676	6,893,339	32,254,227	31,682,759
Other liabilities	105,246,176	104,087,747	5,701,876	4,389,505	110,948,052	108,477,252
Total liabilities	128,538,727	128,877,167	14,663,552	11,282,844	143,202,279	140,160,011
Deferred inflows	8,049,279	7,338,192	568,860	659,538	8,618,139	7,997,730
Net position						
Net investment in capital assets	20,219,849	18,560,823	8,934,350	8,518,862	29,154,199	27,079,685
Restricted	6,111,817	5,328,608	-	-	6,111,817	5,328,608
Unrestricted (deficit)	(86,751,212)	(84,703,497)	12,320,364	13,391,681	(74,430,848)	(71,311,816)
Total net position	$ (60,419,546)	$ (60,814,066)	$ 21,254,714	$ 21,910,543	$ (39,164,832)	$ (38,903,523)

A portion of the County's net position, $29,154,199, is its investment in capital assets (i.e., land, buildings, vehicles, equipment and infrastructure), net of any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County'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.

An additional portion of the County's net position, $6,111,817, represents resources that are subject to external restrictions on how they may be used.

Governmental activities. Governmental activities increased the County's net position by $394,520. The cost of all governmental activities this year was $50,644,459 compared to $45,375,827 from the prior year. Key elements of the overall decrease in net position, in addition to those matters discussed previously, are as follows:

- Operating grants increased by $2,614,847 which was primarily due to Coronavirus Aid, Relief, and Economic Security (CARES) Act.
- Property tax revenue increased by $555,779. The increase in property taxes was a result of development and increased value of existing property.
- Collectively, judicial, general government, and public safety expenses increased by $4,731,499, primarily due to changes in the net pension liability and related deferred amounts.

EATON COUNTY, MICHIGAN

Management's Discussion and Analysis

The following condensed financial information was derived from the government-wide statement of activities and reflects how the County's net position changed during the fiscal year:

	Change in Net Position					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues						
Program revenues:						
Charges for services	$ 6,471,189	$ 6,802,362	$ 19,711,419	$ 19,773,874	$ 26,182,608	$ 26,576,236
Operating grants	14,200,534	11,585,687	601,882	60,976	14,802,416	11,646,663
General revenues:						
Property taxes	27,720,330	27,164,551	461,606	451,800	28,181,936	27,616,351
Grants and contributions not restricted to specific programs	2,142,998	2,886,875	-	-	2,142,998	2,886,875
Unrestricted investment earnings	128,744	300,908	-	-	128,744	300,908
Gain on sale of capital assets	-	34,593	-	-	-	34,593
Total revenues	50,663,795	48,774,976	20,774,907	20,286,650	71,438,702	69,061,626
Expenses						
Legislative	456,407	378,434	-	-	456,407	378,434
Judicial	6,767,447	6,178,963	-	-	6,767,447	6,178,963
General government	9,837,033	8,863,535	-	-	9,837,033	8,863,535
Public safety	24,735,566	21,566,049	-	-	24,735,566	21,566,049
Public works	428,766	431,009	-	-	428,766	431,009
Health and social services	6,648,613	6,572,912	-	-	6,648,613	6,572,912
Parks, recreation, and culture	716,118	655,183	-	-	716,118	655,183
Other	395,658	400,334	-	-	395,658	400,334
Interest on long-term debt	658,851	329,408	-	-	658,851	329,408
Health and rehabilitation services	-	-	20,639,479	19,578,450	20,639,479	19,578,450
Jail commissary	-	-	156,458	143,669	156,458	143,669
Delinquent tax collections	-	-	95,231	191,205	95,231	191,205
Foreclosing government unit	-	-	164,384	194,284	164,384	194,284
Total expenses	50,644,459	45,375,827	21,055,552	20,107,608	71,700,011	65,483,435
Change in net position, before transfers	19,336	3,399,149	(280,645)	179,042	(261,309)	3,578,191
Transfers	375,184	425,363	(375,184)	(425,363)	-	-
Change in net position	394,520	3,824,512	(655,829)	(246,321)	(261,309)	3,578,191
Net position, beginning of year	(60,814,066)	(64,638,578)	21,910,543	22,156,864	(38,903,523)	(42,481,714)
Net position, end of year	$ (60,419,546)	$ (60,814,066)	$ 21,254,714	$ 21,910,543	$ (39,164,832)	$ (38,903,523)

Business-type activities. Business-type activities decreased the County's net position by $655,829 for the current year. Key elements of the current year decrease are as follows:

- The County Health and Rehabilitation Services Facility reported a decrease in net position of $863,637. Additional factors discussing this decrease in net position are available in the separately issued report for the Facility.

- The delinquent tax revolving fund reported an increase in net position of $263,054 as a result of interest and administrative fees on taxes retained in the fund.

Financial Analysis of the County's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of $16,284,867, an increase of $2,550,041 in comparison with the prior year. Of the fund balance amount, $7,514,626 constitutes unassigned fund balance, which is available for spending at the government's discretion.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was $7,514,626, while total fund balance was $8,939,162. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 21.6 percent of the total general fund expenditures.

The fund balance of the County's general fund increased by $1,491,625 during the current fiscal year. An increase in federal/state intergovernmental revenue along with a decrease in judicial, general government, and public safety expenditures, which were offset by an increase in capital outlay expenditures, contributed to the current year increase in fund balance.

The child care fund experienced an increase in fund balance of $80,972 for the year and reported total fund balance of $710,431 at September 30, 2020. This was due primarily to an decrease in expenditures offset by transfers in from the general fund and the juvenile millage fund.

The central dispatch 911 surcharge fund experienced an increase in fund balance of $21,124 for the year and reported total fund balance of $2,112,150 at September 30, 2020. The 911 surcharges collected $1,998,351 and incurred debt service expenditures of $1,612,327 related to the expansion of the communications system.

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

The Eaton County Health and Rehabilitation Services net position decreased during fiscal years 2020, 2019 and 2018. The net position decreased by approximately $864,000 in 2020, compared to the net position decrease of approximately $671,000 in 2019. The increased loss in 2020 is largely attributable to reduced revenues and costs associated with the COVID-19 pandemic, such as decreased occupancy, increased regulations, personal protective equipment, staff shortages, and increased wages for essential workers. Other factors concerning the finances of the enterprise funds have already been addressed in the discussion of the County's business-type activities.

EATON COUNTY, MICHIGAN

Management's Discussion and Analysis

General Fund Budgetary Highlights

Revenues in the general fund increased by $2,599,994 from the original budget to the final budget based on an increase in CARES Act funding.

Expenditures in the general fund increased by $264,835 from the original to the final budget related to anticipated expenditures as a result of the County's continuing response to the COVID-19 pandemic.

Actual general fund revenues were under the final amended budget by $2,350,459. The primary variance was in Federal/State intergovernmental revenues in the amount of $1,428,816, as a result of lower than projected federal CARES Act revenues of approximately $900,000 and lower than anticipated State inmate boarding program revenues of approximately $320,000, as a result of the COVID-19 pandemic. In addition, charges for services were under budget by $317,103, primarily as a result of temporary operational changes and service reductions.

Actual general fund expenditures were under the final amended budget by $3,169,113. The primary variance was in public safety expenditures in the amount of $1,418,743, as a result of higher than anticipated staff vacancies throughout the fiscal year. General government was under budget by $755,745 and judicial was under budget by $657,937, both primarily as a result of the County's participation in the State Workshare program to temporarily furlough portions of its employee population as a result of the COVID-19 pandemic and resulting temporary operational changes and reductions.

Capital Asset and Debt Administration

Capital assets. The County’s investment in capital assets for its governmental and business-type activities as of September 30, 2020 amounted to $53,354,099 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, and vehicles and equipment. The net decrease in the County’s investment in governmental activities capital assets for the current fiscal year was $191,045. This was due to annual depreciation exceeding current year additions. The County’s business-type activities’ capital assets decreased by $488,899. This was due to annual depreciation exceeding current year additions.

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

- The construction and implementation of an 800 mHz emergency communication radio system.
- The construction of improvements to the County’s technology network infrastructure.

	Capital Assets (Net of Depreciation)					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	$ 4,018,034	$ 4,018,034	$ -	$ -	$ 4,018,034	$ 4,018,034
Construction in progress	239,199	12,686,668	-	13,545	239,199	12,700,213
Buildings and improvements	18,619,467	19,599,749	12,421,634	12,864,274	31,041,101	32,464,023
Vehicles and equipment	17,670,103	4,433,397	385,662	418,376	18,055,765	4,851,773
Total capital assets, net	$ 40,546,803	$ 40,737,848	$ 12,807,296	$ 13,296,195	$ 53,354,099	$ 54,034,043

EATON COUNTY, MICHIGAN

Management's Discussion and Analysis

Long-term Debt. At the end of the current fiscal year, the County had total bonded debt outstanding of $11,425,673. This entire amount comprises debt backed by the full faith and credit of the County.

	Long-term Debt					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
General obligation bonds	$ 7,450,000	$ 8,415,000	$ 3,975,673	$ 4,899,067	$ 11,425,673	$ 13,314,067
Notes from direct borrowings and direct placements	13,205,014	14,137,515	2,486,167	-	15,691,181	14,137,515
Delinquent tax notes	-	-	2,278,802	1,743,302	2,278,802	1,743,302
Compensated absences	2,637,537	2,236,905	221,034	250,970	2,858,571	2,487,875
Total long-term debt	$ 23,292,551	$ 24,789,420	$ 8,961,676	$ 6,893,339	$ 32,254,227	$ 31,682,759

The County’s total general obligation debt decreased by $1,888,394 (14.2 percent) during the current fiscal year.

The County has an “AA-” rating for general obligation bonds from Standard & Poor’s.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation (i.e., State Equalized Value). The current debt limitation for the County is $474,533,106, which is significantly in excess of the County’s outstanding general obligation debt.

Economic Factors and Next Year’s Budget and Rates

The following factors were considered in preparing the County’s budget for the 2021 fiscal year:

- Increases in property tax revenue of approximately $565,000.
- Decrease in intergovernmental revenue due to the expiration of the federal CARES Act and associated grant funding.
- Increase in transfer from self insurance risk management pool of $500,000 for asset distribution.
- Decrease in interest revenue of $250,000.
- Total required pension fund contributions decreased of approximately $75,000 due to changes in employee benefit programs and increases related to contractual and general employee wage increases.
- Total contributions to fund the closed retiree health insurance program increased by approximately $90,000.
- The COVID-19 pandemic has resulted in many unknowns when considering the long-term future economic outlook for the County. However, the County was awarded several grants for reimbursement of expenditures incurred during fiscal year 2020 and 2021 related to the pandemic.

Contacting the County's Controller/Administrator

This financial report is designed to provide a general overview of the County’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 information should be addressed to Eaton County Controller/Administrator, 1045 Independence Boulevard, Charlotte, Michigan 48813.

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BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

EATON COUNTY, MICHIGAN

Statement of Net Position

September 30, 2020

	Primary Government			
	Governmental Activities	Business-type Activities	Totals	Component Units
Assets				
Cash and cash equivalents	$ 11,470,648	$ 17,038,924	$ 28,509,572	$ 22,466,608
Receivables, net	12,661,932	5,937,844	18,599,776	28,891,153
Internal balances	1,360	(1,360)	-	-
Other assets	200,531	110,552	311,083	897,867
Net other postemployment benefit asset	-	-	-	1,035,488
Capital assets not being depreciated	4,257,233	-	4,257,233	30,252,404
Capital assets being depreciated, net	36,289,570	12,807,296	49,096,866	146,348,243
Total assets	64,881,274	35,893,256	100,774,530	229,891,763
Deferred outflows of resources				
Deferred charge on refunding	328,060	102,727	430,787	197,865
Deferred pension amounts	8,291,687	491,143	8,782,830	723,778
Deferred other postemployment benefit amounts	2,667,439	-	2,667,439	836,113
Total deferred outflows of resources	11,287,186	593,870	11,881,056	1,757,756
Liabilities				
Accounts payable and accrued liabilities	4,599,209	2,499,219	7,098,428	5,322,411
Interest payable	376,299	28,402	404,701	257,941
Unearned revenue	39	721,904	721,943	235,253
Long-term debt:				
Due within one year	4,582,553	4,411,732	8,994,285	3,997,867
Due in more than one year	18,709,998	4,549,944	23,259,942	25,192,204
Net pension liability (due in more than one year)	62,087,304	1,066,518	63,153,822	6,181,037
Net other postemployment benefit liability (due in more than one year)	38,183,325	1,385,833	39,569,158	-
Total liabilities	128,538,727	14,663,552	143,202,279	41,186,713
Deferred inflows of resources				
Deferred pension amounts	1,835,470	568,860	2,404,330	62,617
Deferred other postemployment benefit amounts	6,213,809	-	6,213,809	491,745
Total deferred inflows of resources	8,049,279	568,860	8,618,139	554,362
Net position				
Net investment in capital assets	20,219,849	8,934,350	29,154,199	151,737,579
Restricted for:				
Judicial	627,888	-	627,888	-
Public safety	5,011,801	-	5,011,801	-
Health and social services	241,391	-	241,391	-
Endowments	3,325	-	3,325	-
Other state mandated	227,412	-	227,412	-
Other postemployment benefits	-	-	-	1,379,856
Drainage districts	-	-	-	31,286,498
Unrestricted (deficit)	(86,751,212)	12,320,364	(74,430,848)	5,504,511
Total net position	$ (60,419,546)	$ 21,254,714	$ (39,164,832)	$ 189,908,444

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

EATON COUNTY, MICHIGAN

Statement of Activities
For the Year Ended September 30, 2020

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenues
Primary government					
Governmental activities:					
Legislative	$ 456,407	$ -	$ -	$ -	$ (456,407)
Judicial	6,767,447	1,524,709	4,750,245	-	(492,493)
General government	9,837,033	1,463,649	1,561,025	-	(6,812,359)
Public safety	24,735,566	3,025,829	5,473,170	-	(16,236,567)
Public works	428,766	-	-	-	(428,766)
Health and social services	6,648,613	358,251	2,416,094	-	(3,874,268)
Parks, recreation and culture	716,118	98,751	-	-	(617,367)
Other	395,658	-	-	-	(395,658)
Interest on long-term debt	658,851	-	-	-	(658,851)
Total governmental activities	50,644,459	6,471,189	14,200,534	-	(29,972,736)
Business-type activities:					
Health and rehabilitation services	20,639,479	18,628,266	535,970	-	(1,475,243)
Jail commissary	156,458	91,805	-	-	(64,653)
Delinquent tax collections	95,231	799,950	65,912	-	770,631
Home tax exemption audit	-	3,130	-	-	3,130
Foreclosing government unit	164,384	188,268	-	-	23,884
Total business-type activities	21,055,552	19,711,419	601,882	-	(742,251)
Total primary government	$ 71,700,011	$ 26,182,608	$ 14,802,416	$ -	$ (30,714,987)
Component units					
Road Commission	$ 12,731,035	$ 95,365	$ 11,758,065	$ 3,536,763	$ 2,659,158
Board of Public Works	85,325	-	(44,042)	-	(129,367)
Drainage Districts	5,698,887	78,475	37,657	6,303,002	720,247
District Health	5,887,260	1,462,468	4,863,831	-	439,039
Land Bank	6,240	-	-	-	(6,240)
Total component units	$ 24,408,747	$ 1,636,308	$ 16,615,511	$ 9,839,765	$ 3,682,837

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EATON COUNTY, MICHIGAN

Statement of Activities

For the Year Ended September 30, 2020

	Primary Government			
	Governmental Activities	Business-type Activities	Totals	Component Units
Change in net position				
Net (expense) revenues	$ (29,972,736)	$ (742,251)	$ (30,714,987)	$ 3,682,837
General revenues:				
Property taxes	27,720,330	461,606	28,181,936	4,408,110
Grants and contributions not restricted to specific programs	2,142,998	-	2,142,998	-
Unrestricted investment earnings	128,744	-	128,744	130,604
Other	-	-	-	103,288
Transfers - internal activities	375,184	(375,184)	-	-
Total general revenues and transfers	30,367,256	86,422	30,453,678	4,642,002
Change in net position	394,520	(655,829)	(261,309)	8,324,839
Net position, beginning of year	(60,814,066)	21,910,543	(38,903,523)	181,583,605
Net position, end of year	$ (60,419,546)	$ 21,254,714	$ (39,164,832)	$ 189,908,444

concluded

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

FUND FINANCIAL STATEMENTS

EATON COUNTY, MICHIGAN

Balance Sheet
Governmental Funds
September 30, 2020

	General Fund	Child Care Fund	Central Dispatch 911 Surcharge	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	$ -	$ 294,875	$ 1,812,222	$ 4,924,559	$ 7,031,656
Receivables:					
Property taxes, net	9,641,477	-	-	3,407	9,644,884
Accounts	319,745	45,312	471,814	6,000	842,871
Due from other governments	1,234,317	620,110	-	259,350	2,113,777
Prepaids	33,245	-	-	25,231	58,476
Advances to component unit	60,000	-	-	-	60,000
Total assets	$ 11,288,784	$ 960,297	$ 2,284,036	$ 5,218,547	$ 19,751,664
Liabilities					
Negative equity in pooled cash	$ 264,392	$ -	$ -	$ 130,572	$ 394,964
Accounts payable	864,531	146,516	171,886	351,104	1,534,037
Accrued liabilities	685,129	78,570	-	166,825	930,524
Due to other governments	232,389	-	-	-	232,389
Due to other funds	303,142	24,780	-	46,922	374,844
Unearned revenue	39	-	-	-	39
Total liabilities	2,349,622	249,866	171,886	695,423	3,466,797
Fund balances					
Nonspendable	93,245	-	-	25,231	118,476
Restricted	-	-	2,112,150	4,149,837	6,261,987
Committed	-	710,431	-	348,056	1,058,487
Assigned	1,331,291	-	-	-	1,331,291
Unassigned	7,514,626	-	-	-	7,514,626
Total fund balances	8,939,162	710,431	2,112,150	4,523,124	16,284,867
Total liabilities and fund balances	$ 11,288,784	$ 960,297	$ 2,284,036	$ 5,218,547	$ 19,751,664

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

EATON COUNTY, MICHIGAN

Reconciliation
Fund Balances of Governmental Funds
to Net Position of Governmental Activities
September 30, 2020

Total fund balances for governmental funds	$ 16,284,867
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 therefore are not reported in the funds.	
Capital assets not being depreciated	4,257,233
Capital assets being depreciated, net	36,289,570
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Bonds payable	(7,450,000)
Notes from direct borrowings and direct placements	(13,205,014)
Deferred charge on refunding	328,060
Interest payable	(376,299)
Compensated absences	(2,637,537)
Internal service funds are used by management to charge costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.	3,450,356
Certain pension and OPEB-related amounts, such as the net pension liability, net other postemployment benefit liability and deferred amounts, are not due and payable in the current period or do not represent current financial resources, and therefore are not reported in the funds.	
Net pension liability	(62,087,304)
Deferred outflows related to the net pension liability	8,291,687
Deferred inflows related to the net pension liability	(1,835,470)
Net other postemployment benefit liability	(38,183,325)
Deferred outflows related to the net other postemployment benefit liability	2,667,439
Deferred inflows related to the net other postemployment benefit liability	(6,213,809)
Net position of governmental activities	$ (60,419,546)

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

EATON COUNTY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds
For the Year Ended September 30, 2020

	General Fund	Child Care Fund	Central Dispatch 911 Surcharge	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Property taxes	$ 20,300,187	$ -	$ -	$ 7,420,143	$ 27,720,330
Licenses and permits	242,815	-	-	571,014	813,829
Intergovernmental:					
Federal/State	7,871,702	2,132,080	-	2,528,495	12,532,277
Local	3,401,960	-	-	-	3,401,960
Charges for services	2,660,119	-	1,998,351	543,793	5,202,263
Fines and forfeitures	184,965	-	-	-	184,965
Interest and rents	339,559	-	-	2,146	341,705
Other	184,624	124,690	-	109,751	419,065
Total revenues	35,185,931	2,256,770	1,998,351	11,175,342	50,616,394
Expenditures					
Current:					
Legislative	423,364	-	-	-	423,364
Judicial	4,938,982	-	-	1,471,011	6,409,993
General government	8,771,195	-	-	89,351	8,860,546
Public safety	13,926,266	-	117,062	6,063,085	20,106,413
Public works	428,766	-	-	-	428,766
Health and social services	2,175,963	3,944,483	-	390,881	6,511,327
Parks, recreation and culture	669,779	-	-	-	669,779
Other	391,660	-	-	3,998	395,658
Capital outlay	2,454,445	-	247,838	-	2,702,283
Debt service:					
Principal	500,452	10,798	1,612,327	993,344	3,116,921
Interest and fiscal charges	71,434	2,308	-	208,035	281,777
Total expenditures	34,752,306	3,957,589	1,977,227	9,219,705	49,906,827
Revenues over (under) expenditures	433,625	(1,700,819)	21,124	1,955,637	709,567
Other financing sources (uses)					
Transfers in	1,668,294	1,782,838	-	1,812,072	5,263,204
Transfers out	(1,845,882)	(1,047)	-	(2,841,091)	(4,688,020)
Proceeds from sale of capital assets	45,870	-	-	-	45,870
Issuance of long-term debt	1,189,718	-	-	29,702	1,219,420
Total other financing sources (uses)	1,058,000	1,781,791	-	(999,317)	1,840,474
Net change in fund balances	1,491,625	80,972	21,124	956,320	2,550,041
Fund balances, beginning of year	7,447,537	629,459	2,091,026	3,566,804	13,734,826
Fund balances, end of year	$ 8,939,162	$ 710,431	$ 2,112,150	$ 4,523,124	$ 16,284,867

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

EATON COUNTY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
For the Year Ended September 30, 2020

Net change in fund balance - total governmental funds	$ 2,550,041
Amounts reported for *governmental activities* in the Statement of Activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense.	
Purchase of capital assets	2,291,761
Depreciation expense	(2,390,346)
Proceeds from sale of capital assets	(45,870)
Loss on sale of capital assets	(46,590)
Bond proceeds provide current financial resources to the governmental funds in the period issued, but issuing bonds increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	
Repayment of debt principal	3,116,921
Issuance of long-term installment contracts	(1,219,420)
Some expenses reported in the Statement of Activities do not require the use current financial resources and therefore are not reported as fund expenditures.	
Change in accrued compensated absences	(400,632)
Amortization of deferred charge on refunding	(47,430)
Change in the net pension liability and related deferred amounts	(4,531,054)
Change in the net other postemployment benefit liability and related deferred amounts	1,307,052
Change in accrued interest payable	(329,644)
Internal service funds are used by management to charge costs of certain activities, such as insurance, to individual funds. The change in net position of the internal service funds is reported with governmental activities in the Statement of Activities.	139,731
Change in net position of governmental activities	$ 394,520

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

EATON COUNTY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - General Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Property taxes	$ 20,491,597	$ 20,491,597	$ 20,300,187	$ (191,410)
Licenses and permits	184,250	194,250	242,815	48,565
Intergovernmental:				
Federal/State	6,383,584	9,300,518	7,871,702	(1,428,816)
Local	3,690,134	3,340,072	3,401,960	61,888
Charges for services	2,977,100	2,977,222	2,660,119	(317,103)
Fines and forfeitures	251,500	251,500	184,965	(66,535)
Interest and rents	506,105	529,105	339,559	(189,546)
Other	452,126	452,126	184,624	(267,502)
Total revenues	34,936,396	37,536,390	35,185,931	(2,350,459)
Expenditures				
Current:				
Legislative	358,407	598,407	423,364	(175,043)
Judicial	5,600,149	5,596,919	4,938,982	(657,937)
General government	9,469,302	9,526,940	8,771,195	(755,745)
Public safety	15,471,802	15,345,009	13,926,266	(1,418,743)
Public works	375,000	375,000	428,766	53,766
Health and social services	2,006,651	2,077,047	2,175,963	98,916
Parks, recreation and culture	764,548	764,548	669,779	(94,769)
Other	520,840	500,840	391,660	(109,180)
Capital outlay	2,420,857	2,467,681	2,454,445	(13,236)
Debt service:				
Principal	575,442	576,122	500,452	(75,670)
Interest and fiscal charges	93,586	92,906	71,434	(21,472)
Total expenditures	37,656,584	37,921,419	34,752,306	(3,169,113)
Revenues over (under) expenditures	(2,720,188)	(385,029)	433,625	818,654
Other financing sources (uses)				
Transfers in	1,686,789	1,657,970	1,668,294	10,324
Transfers out	(2,072,227)	(2,121,369)	(1,845,882)	(275,487)
Proceeds from sale of capital assets	10,000	10,000	45,870	35,870
Issuance of long-term debt	611,000	611,000	1,189,718	578,718
Total other financing sources (uses)	235,562	157,601	1,058,000	900,399
Net change in fund balance	(2,484,626)	(227,428)	1,491,625	1,719,053
Fund balance, beginning of year	7,447,537	7,447,537	7,447,537	-
Fund balance, end of year	$ 4,962,911	$ 7,220,109	$ 8,939,162	$ 1,719,053

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

EATON COUNTY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual - Child Care Special Revenue Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Intergovernmental:				
Federal/State	$ 2,190,877	$ 2,190,877	$ 2,132,080	$ (58,797)
Other	197,500	197,500	124,690	(72,810)
Total revenues	2,388,377	2,388,377	2,256,770	(131,607)
Expenditures				
Current:				
Health and social services	4,690,600	4,687,061	3,944,483	(742,578)
Debt service:				
Principal	8,759	10,799	10,798	(1)
Interest and fiscal charges	1,856	2,308	2,308	-
Total expenditures	4,701,215	4,700,168	3,957,589	(742,579)
Revenues over (under) expenditures	(2,312,838)	(2,311,791)	(1,700,819)	610,972
Other financing sources (uses)				
Transfers in	2,312,838	2,312,838	1,782,838	(530,000)
Transfers out	-	(1,047)	(1,047)	-
Total other financing sources (uses)	2,312,838	2,311,791	1,781,791	(530,000)
Net change in fund balance	-	-	80,972	80,972
Fund balance, beginning of year	629,459	629,459	629,459	-
Fund balance, end of year	$ 629,459	$ 629,459	$ 710,431	$ 80,972

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

EATON COUNTY, MICHIGAN

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Central Dispatch 911 Surcharge Special Revenue Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Charges for services	$ 1,700,000	$ 1,700,000	$ 1,998,351	$ 298,351
Expenditures				
Current:				
Public safety	141,500	141,500	117,062	(24,438)
Capital outlay	16,000	480,000	247,838	(232,162)
Debt service:				
Principal	1,612,327	1,612,327	1,612,327	-
Total expenditures	1,769,827	2,233,827	1,977,227	(256,600)
Net change in fund balance	(69,827)	(533,827)	21,124	554,951
Fund balance, beginning of year	2,091,026	2,091,026	2,091,026	-
Fund balance, end of year	$ 2,021,199	$ 1,557,199	$ 2,112,150	$ 554,951

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

EATON COUNTY, MICHIGAN

Statement of Net Position
Proprietary Funds
September 30, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities
	Health and Rehabilitation Services Facility	Delinquent Tax Revolving	Nonmajor Enterprise Funds	Total	Internal Service Funds
Assets					
Current assets:					
Cash and cash equivalents	$ 5,226,150	$ 10,056,346	$ 1,756,428	$ 17,038,924	$ 4,833,956
Receivables:					
Property taxes	-	3,505,822	-	3,505,822	-
Accounts, net	1,841,305	536,349	10,485	2,388,139	400
Due from other funds	-	-	-	-	376,480
Prepaid items	110,552	-	-	110,552	142,055
Total current assets	7,178,007	14,098,517	1,766,913	23,043,437	5,352,891
Noncurrent assets:					
Advances to component unit	-	-	43,883	43,883	-
Buildings	18,907,761	-	-	18,907,761	-
Equipment	2,574,802	-	-	2,574,802	-
Accumulated depreciation	(8,675,267)	-	-	(8,675,267)	-
Total noncurrent assets	12,807,296	-	43,883	12,851,179	-
Total assets	19,985,303	14,098,517	1,810,796	35,894,616	5,352,891
Deferred outflows of resources					
Deferred charge on refunding	102,727	-	-	102,727	-
Deferred pension amounts	491,143	-	-	491,143	-
Total deferred outflows of resources	593,870	-	-	593,870	-
Liabilities					
Current liabilities:					
Accounts payable	277,705	-	12,140	289,845	409,146
Accrued liabilities	2,201,915	-	7,459	2,209,374	1,493,113
Due to other funds	-	-	1,360	1,360	276
Unearned revenue	721,904	-	-	721,904	-
Interest payable	28,402	-	-	28,402	-
Current portion of:					
Bonds and notes payable	1,911,896	2,278,802	-	4,190,698	-
Accrued compensated absences	221,034	-	-	221,034	-
Total current liabilities	5,362,856	2,278,802	20,959	7,662,617	1,902,535
Noncurrent liabilities:					
Bonds and notes payable	4,549,944	-	-	4,549,944	-
Net pension liability	1,066,518	-	-	1,066,518	-
Total other postemployment benefit liability	1,385,833	-	-	1,385,833	-
Total noncurrent liabilities	7,002,295	-	-	7,002,295	-
Total liabilities	12,365,151	2,278,802	20,959	14,664,912	1,902,535
Deferred inflows of resources					
Deferred pension amounts	568,860	-	-	568,860	-
Net position					
Net investment in capital assets	8,934,350	-	-	8,934,350	-
Unrestricted (deficit)	(1,289,188)	11,819,715	1,789,837	12,320,364	3,450,356
Total net position	$ 7,645,162	$ 11,819,715	$ 1,789,837	$ 21,254,714	$ 3,450,356

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

EATON COUNTY, MICHIGAN

Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities
	Health and Rehabilitation Services Facility	Delinquent Tax Revolving	Nonmajor Enterprise Funds	Total	Internal Service Funds
Operating revenues					
Charges for services	$ 18,628,266	$ -	$ -	$ 18,628,266	$ 13,452,927
Interest on taxes	-	514,477	3,130	517,607	-
Sales	-	-	124,979	124,979	-
Administrative fees/penalties	-	285,473	155,094	440,567	-
Other revenues	-	-	-	-	389,137
Total operating revenues	18,628,266	799,950	283,203	19,711,419	13,842,064
Operating expenses					
Personal services and benefits	14,507,123	-	241,450	14,748,573	4,423,830
Operating supplies	1,831,239	974	-	1,832,213	-
Contractual services	1,379,486	28,792	79,392	1,487,670	50,605
Insurance and claims	-	-	-	-	9,075,299
Tax tribunal refunds	-	41,599	-	41,599	-
Depreciation	530,549	-	-	530,549	-
Other expenses	2,269,183	6,407	-	2,275,590	-
Total operating expenses	20,517,580	77,772	320,842	20,916,194	13,549,734
Operating income (loss)	(1,889,314)	722,178	(37,639)	(1,204,775)	292,330
Nonoperating revenues (expenses)					
Interest income	-	65,912	-	65,912	47,401
Interest expense	(121,899)	(17,459)	-	(139,358)	-
Grant revenue	535,970	-	-	535,970	-
Property tax revenue	461,606	-	-	461,606	-
Total nonoperating revenues	875,677	48,453	-	924,130	47,401
Income (loss) before transfers	(1,013,637)	770,631	(37,639)	(280,645)	339,731
Transfers					
Transfers in	150,000	677,400	-	827,400	-
Transfers out	-	(1,184,977)	(17,607)	(1,202,584)	(200,000)
Transfers, net	150,000	(507,577)	(17,607)	(375,184)	(200,000)
Change in net position	(863,637)	263,054	(55,246)	(655,829)	139,731
Net position, beginning of year	8,508,799	11,556,661	1,845,083	21,910,543	3,310,625
Net position, end of year	$ 7,645,162	$ 11,819,715	$ 1,789,837	$ 21,254,714	$ 3,450,356

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

EATON COUNTY, MICHIGAN

Statement of Cash Flows

Proprietary Funds
For the Year Ended September 30, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities
	Health and Rehabilitation Services Facility	Delinquent Tax Revolving	Nonmajor Enterprise Funds	Total	Internal Service Funds
Cash flows from operating activities					
Cash received from customers	$ 17,202,120	$ 5,861,677	$ 661,467	$ 23,725,264	$ -
Cash received from interfund services	-	-	-	-	13,799,507
Delinquent taxes purchased	-	(5,030,346)	-	(5,030,346)	-
Cash paid to/for employees	(18,178,543)	-	(240,292)	(18,418,835)	(6,828,666)
Cash paid to suppliers	-	-	(106,934)	(106,934)	(6,654,634)
Other receipts	1,051,655	-	-	1,051,655	-
Net cash provided by operating activities	75,232	831,331	314,241	1,220,804	316,207
Cash flows from noncapital financing activities					
Transfers in	-	677,400	-	677,400	-
Transfers out	-	(1,184,977)	(17,607)	(1,202,584)	(200,000)
Tax notes issued	-	3,300,000	-	3,300,000	-
Tax notes redeemed	-	(2,764,500)	-	(2,764,500)	-
Property tax receipts	461,606	-	-	461,606	-
Grant receipts	1,257,874	-	-	1,257,874	-
Long-term debt proceeds	2,486,167	-	-	2,486,167	-
Interest paid on tax notes / advances	-	(17,459)	-	(17,459)	-
Net cash provided by (used in) noncapital financing activities	4,205,647	10,464	(17,607)	4,198,504	(200,000)
Cash flows from capital and related financing activities					
Transfers in	150,000	-	-	150,000	-
Interest paid on long-term debt	(107,582)	-	-	(107,582)	-
Principal paid on long-term debt	(923,394)	-	-	(923,394)	-
Purchases of capital assets	(41,650)	-	-	(41,650)	-
Net cash used in capital and related financing activities	(922,626)	-	-	(922,626)	-
Cash flows from investing activities					
Interest received	-	65,912	-	65,912	47,401
Net change in cash and cash equivalents	3,358,253	907,707	296,634	4,562,594	163,608
Cash and cash equivalents, beginning of year	1,867,897	9,148,639	1,459,794	12,476,330	4,670,348
Cash and cash equivalents, end of year	$ 5,226,150	$ 10,056,346	$ 1,756,428	$ 17,038,924	$ 4,833,956

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EATON COUNTY, MICHIGAN

Statement of Cash Flows

Proprietary Funds
For the Year Ended September 30, 2020

	Business-type Activities - Enterprise Funds				Governmental Activities
	Health and Rehabilitation Services Facility	Delinquent Tax Revolving	Nonmajor Enterprise Funds	Total	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by operating activities					
Operating income (loss)	$ (1,889,314)	$ 722,178	$ (37,639)	$ (1,204,775)	$ 292,330
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	530,549	-	-	530,549	-
Provision for bad debt	249,997	-	-	249,997	-
Change in operating assets and liabilities that provided (used) cash:					
Taxes receivable	-	201,111	-	201,111	-
Accounts receivable	(120,847)	60,156	422,160	361,469	79,742
Due from other funds	-	-	-	-	(102,833)
Inventories	61,835	-	-	61,835	-
Prepaid items	9,547	-	-	9,547	9,401
Advances to component unit	-	-	(43,883)	(43,883)	-
Accounts payable	(107,481)	(152,114)	(27,517)	(287,112)	41,585
Accrued liabilities	956,976	-	1,158	958,134	(4,294)
Due to other funds	-	-	(38)	(38)	276
Net pension liability	(579,639)	-	-	(579,639)	-
Deferred outflows of resources - pension	708,390	-	-	708,390	-
Deferred inflows of resources - pension	(90,678)	-	-	(90,678)	-
Total other postemployment benefit liability	345,897	-	-	345,897	-
Net cash provided by operating activities	$ 75,232	$ 831,331	$ 314,241	$ 1,220,804	$ 316,207

concluded

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

EATON COUNTY, MICHIGAN

Statement of Fiduciary Net Position

Fiduciary Funds
September 30, 2020

	Retiree Healthcare Plan	Agency Funds
Assets		
Cash and cash equivalents	$ -	$ 7,083,341
Investments:		
MERS total market portfolio	15,086,535	-
Due from other governments	-	54,097
Prepaids	-	22,065
Total assets	15,086,535	$ 7,159,503
Liabilities		
Undistributed receipts	-	$ 7,159,503
Net position restricted for		
Other postemployment benefits	$ 15,086,535	

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

EATON COUNTY, MICHIGAN

Statement of Changes in Fiduciary Net Position

Fiduciary Funds
For the Year Ended September 30, 2020

	Retiree Healthcare Plan
Additions	
Investment income:	
Net appreciation in fair value of investments	$ 1,025,356
Contributions:	
Plan sponsor	1,922,464
Total additions	2,947,820
Deductions	
Participant benefits	1,896,113
Administrative expense	25,884
Total deductions	1,921,997
Change in net position	1,025,823
Net position restricted for other postemployment benefits	
Beginning of year	14,060,712
End of year	$ 15,086,535

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

EATON COUNTY, MICHIGAN

Combining Statement of Net Position

Discretely Presented Component Units
September 30, 2020

	Road Commission	Board of Public Works	Drainage Districts	District Health	Land Bank	Total
Assets						
Cash and cash equivalents	$ 11,111,893	$ -	$ 13,960,237	$ 2,425,807	$ 43,883	$ 27,541,820
Receivables:						
Accounts, net	12,456	125	-	642,558	-	655,139
Special assessments	-	-	23,375,271	-	-	23,375,271
Due from other governmental units:						
Federal/State	1,155,787	-	-	-	-	1,155,787
Local	128,728	-	-	-	-	128,728
Leases receivable	-	3,576,228	-	-	-	3,576,228
Inventories	599,587	-	61,521	-	-	661,108
Prepaid items	192,136	28,203	-	16,420	-	236,759
Net other postemployment benefit asset	1,035,488	-	-	-	-	1,035,488
Capital assets not being depreciated	24,416,649	-	5,835,755	-	-	30,252,404
Capital assets being depreciated, net	78,986,246	-	67,355,908	6,089	-	146,348,243
Total assets	117,638,970	3,604,556	110,588,692	3,090,874	43,883	234,966,975
Deferred outflows of resources						
Deferred charge on refunding	-	44,482	153,383	-	-	197,865
Deferred pension amounts	-	-	-	723,778	-	723,778
Deferred other postemployment benefit amounts	836,113	-	-	-	-	836,113
Total deferred outflows of resources	836,113	44,482	153,383	723,778	-	1,757,756
Liabilities						
Negative equity in pooled cash	-	-	5,075,212	-	-	5,075,212
Accounts payable	3,945,868	-	717,378	176,179	-	4,839,425
Accrued liabilities	208,191	-	-	170,912	-	379,103
Interest payable	-	-	257,941	-	-	257,941
Unearned revenue	-	28,328	-	206,925	-	235,253
Advances from primary government	-	-	60,000	-	43,883	103,883
Long-term debt:						
Due within one year	179,485	667,935	3,114,954	35,493	-	3,997,867
Due in more than one year	127,503	2,952,775	21,901,497	210,429	-	25,192,204
Net pension liability (due in more than one year)	-	-	-	6,181,037	-	6,181,037
Total liabilities	4,461,047	3,649,038	31,126,982	6,980,975	43,883	46,261,925
Deferred inflows of resources						
Deferred pension amounts	-	-	-	62,617	-	62,617
Deferred other postemployment benefit amounts	491,745	-	-	-	-	491,745
Total deferred inflows of resources	491,745	-	-	62,617	-	554,362
Net position						
Net investment in capital assets	103,402,895	-	48,328,595	6,089	-	151,737,579
Restricted for other postemployment benefits	1,379,856	-	-	-	-	1,379,856
Restricted for drainage districts	-	-	31,286,498	-	-	31,286,498
Unrestricted (deficit)	8,739,540	-	-	(3,235,029)	-	5,504,511
Total net position	$ 113,522,291	$ -	$ 79,615,093	$ (3,228,940)	$ -	$ 189,908,444

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

EATON COUNTY, MICHIGAN

Combining Statement of Activities

Discretely Presented Component Units
For the Year Ended September 30, 2020

	Road Commission	Board of Public Works	Drainage Districts	District Health	Land Bank	Total
Expenses						
Public works	$ -	$ 85,325	$ 5,698,887	$ -	$ -	$ 5,784,212
Health and social services	-	-	-	5,887,260	-	5,887,260
Highways and streets	12,731,035	-	-	-	-	12,731,035
Land bank	-	-	-	-	6,240	6,240
Total expenses	12,731,035	85,325	5,698,887	5,887,260	6,240	24,408,747
Program revenues						
Charges for services	95,365	-	78,475	1,462,468	-	1,636,308
Operating grants and contributions	11,758,065	(44,042)	37,657	4,863,831	-	16,615,511
Capital grants and contributions	3,536,763	-	6,303,002	-	-	9,839,765
Total program revenues	15,390,193	(44,042)	6,419,134	6,326,299	-	28,091,584
Net program revenues (expense)	2,659,158	(129,367)	720,247	439,039	(6,240)	3,682,837
General revenues						
Property taxes	4,408,110	-	-	-	-	4,408,110
Unrestricted investment earnings	71,584	-	58,897	-	123	130,604
Other	97,171	-	-	-	6,117	103,288
Total general revenues	4,576,865	-	58,897	-	6,240	4,642,002
Change in net position	7,236,023	(129,367)	779,144	439,039	-	8,324,839
Net position, beginning of year	106,286,268	129,367	78,835,949	(3,667,979)	-	181,583,605
Net position, end of year	$ 113,522,291	$ -	$ 79,615,093	$ (3,228,940)	$ -	$ 189,908,444

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

NOTES TO FINANCIAL STATEMENTS

EATON COUNTY, MICHIGAN

Notes to Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Eaton County, Michigan (the “County” or “government”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing U.S. governmental accounting and financial reporting principles. The more significant of the County’s accounting policies are described below.

Reporting Entity

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government’s operations and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government.

Blended Component Unit

The **Eaton County Department of Human Services** is governed by a three-member board, which consists of two members appointed by the County Board of Commissioners and one State-appointed member. The Board is responsible for establishing policies and overseeing the local administration of the Department of Human Services and the State of Michigan Social Welfare program. State law requires local activities to be blended with the local primary government even though the employees of the Eaton County Department of Human Services are employees of the State of Michigan and substantially all of the programs are financed through the State. In accordance with State law, the Department of Human Services has been included as a special revenue fund.

The **Eaton County Building Authority** is governed by a three-member Board appointed by the County Board of Commissioners. Although it is legally separate from the County, the Eaton County Building Authority is reported as if it were part of the primary government because its sole purpose is to finance and construct the County’s public buildings.

Discretely Presented Component Units

The **Eaton County Road Commission** is governed by a five-member Board of Road Commissioners that is appointed by the County Board of Commissioners. The Road Commission maintains local, state and federal trunklines in Eaton County with financing primarily from the distribution of gas and weight taxes, federal financial assistance, and contributions from other local governments. The County must authorize all long-term debt issuances of the Road Commission, excluding capital lease purchase agreements. Complete financial statements for the Road Commission may be obtained by contacting the Eaton County Road Commission at 1112 Reynolds Road, Charlotte, Michigan 48813.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

The **Eaton County Board of Public Works (BPW)** is governed by a seven-member Board that consists of six County Board of Commissioners appointees and the Eaton County Drain Commissioner. The BPW Board oversees the operations of the BPW, while establishing policy and administering various public works construction projects and debt service funds under Act 185 of the Public Acts of 1957. The BPW is financially accountable to the County because all general obligation debt issuances require County authorization and are backed by the full faith and credit of the County. The BPW does not issue separate financial statements.

The **Eaton County Drainage Districts** are governed by the Eaton County Drain Commissioner, who is responsible for planning, developing and maintaining surface water drainage systems, while maintaining a file for the financing, construction and maintenance of each County drain. The Drain Commissioner has authority to spend up to $5,000 per mile on drain maintenance and borrow up to $300,000 from any source to provide for drain maintenance without Board of Commissioners' approval and without going through the Michigan Municipal Finance Division. The Drain Commissioner has authority to levy special assessments on properties benefitting from maintenance. The Drainage Districts are financially accountable to the County because bond issuances greater than $300,000 require County authorization and are backed by the full faith and credit of the County. Separate financial statements are not issued for the Drainage Districts.

The **Eaton County Land Bank Authority** ("Land Bank") – The Land Bank was incorporated pursuant to the Michigan Land Bank Fast Track Act (Public Act 258) and an intergovernmental agreement between the Land Bank and the County of Eaton. The Land Bank bylaws state that it is governed by a five-member board, the chair of which is the Eaton County Treasurer; the other four members are comprised of one member of the County Board, one member representing the County's largest city, one member representing the County's largest township, and one member at large, appointed by the County Board. Because the majority members of the Land Bank are appointed by the Eaton County Board of Commissioners, the County exercises effective control over its activities. The Land Bank was incorporated in July 2019.

Joint Ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement, or interlocal agreement, which is owned, operated or governed by two or more participants. The entity is subject to joint control with financial interest and responsibility by its participants.

The **Barry/Eaton County District Health Department (DHD)** is a joint venture between Barry and Eaton counties. The DHD was established to provide public health services with a current funding formula of 65 and 35 percent from Eaton and Barry counties, respectively. Due to the treasury function resting with the Eaton County Treasurer, the DHD is presented as a discretely presented component unit of Eaton County. The DHD does not issue separate financial statements.

Related Organization

A related organization is a legal entity for which the government appoints a voting majority of the governing body, but for which it is not financially accountable.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

The **Eaton County Transportation Authority** is governed by a three-member board comprised of one Board of Commissioner member and two at-large appointees made by the Board. The Transportation Authority is a legally separate entity established to provide public transportation services to citizens within the County. The County levies and collects a millage for the Transportation Authority, but it does not hold title to the Authority’s assets, nor does it have rights or obligations to surpluses or deficits of the Transportation Authority. Accordingly, it is not reported as a component unit of the County.

Jointly Governed Organizations

A jointly governed organization is a regional government or other multi-governmental arrangement that is governed by representatives that create the organization, but that is not a joint venture because the participants do not retain an ongoing financial interest or responsibility.

The **Tri-County Regional Planning Commission** is governed by the political jurisdictions it serves including the cities of Lansing and East Lansing; Delta and Meridian townships; the Michigan Department of Transportation; and the counties, road commissions and transit authorities of Ingham, Eaton and Clinton counties. The Planning Commission adopts a proposed budget during February and submits the budget, thereby requesting a contribution from each governmental unit. Eaton County contributed $100,926 for the year ended September 30, 2020.

The **Tri-County Office on Aging** is governed by a 13 member board appointed by the Board of Commissioners from the three counties it services – Ingham, Eaton and Clinton. The Office on Aging provides services to older residents of the three counties and receives its operating revenues from fees for services and from federal, state and local sources, of which Eaton County appropriated $70,052 for the year ended September 30, 2020.

The **Mid-State Health Network** is governed by 24 members from three counties, two from each of the 12 member community mental health service providers. The County’s financial responsibility is to pass through to the Commission a portion of the convention and tourism revenues it receives and, if needed, such additional funds based on the ratio of board membership. The County contributed $285,042 for the year ended September 30, 2020.

The **CEI-Community Mental Health** is governed by 12 members from the three counties it serves in - Ingham, Eaton and Clinton, of which Eaton County appoints 3 members. The Authority provides comprehensive mental health services to these three counties and receives its operating revenues from fees for services and from federal, state and local sources, of which Eaton County appropriated $857,167 for the year ended September 30, 2020.

The **Capital Area Michigan Works!** is governed by a 11 member board, of which the County appoints two members. The County has no financial responsibility other than potential liability from appropriated use of funds as the organization's revenue is derived from federal and state grants.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government 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 certain component units for which the primary government is financially accountable.

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the proprietary fund and fiduciary fund financial statements. 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. Agency funds, a type of fiduciary fund, are unlike all other types of funds, reporting only assets and liabilities. Therefore, agency funds cannot be said to have a measurement focus. They do, however, use the accrual basis of accounting to recognize receivables and payables.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for expenditure-driven grants, which must be collected within one year, and property taxes. Property taxes for the County are levied and payable within the current fiscal year are fully recognized inasmuch as any uncollected taxes are settled with the Delinquent Tax Revolving Fund not later than March 1 of the following fiscal year. While this schedule exceeds the normal availability period for property taxes of sixty days, management believes that fully recognizing property taxes in the year they are intended to finance better reflects the matching concept of generally accepted accounting principles. 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.

Property taxes, state shared revenues, 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 period. 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 County reports the following major governmental funds:

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

The *child care fund* accounts for the operations of the County's community-based programming and placement costs for youth and funding received from the State of Michigan for these services.

The *central dispatch 911 surcharge fund* accounts for technology and maintenance requirements (including emergency communication infrastructure, towers, radios, facility requirements, mobile computers, wireless redundancy) and funding received for these services.

The County reports the following major proprietary funds:

The *health and rehabilitation services facility fund* accounts for the operation of the County's long-term adult care facility.

The *delinquent tax revolving fund* accounts for the annual purchase of delinquent real property taxes from each of the local taxing units within the County, and the ultimate collection from the property owners of the delinquent taxes with penalty and interest.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Additionally, the County reports the following fund types:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Permanent funds are used to account for resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's programs.

Enterprise funds account for those operations that are financed and operated in a manner similar to private business or where the County has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Internal service funds account for the insurance activity of the County provided to other departments and funds on a cost reimbursement basis.

Retiree healthcare trust fund accounts for the accumulated resources for retirement health benefit payments to qualified employees.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the County's internal service fund are charges to customers for sales and services. Operating expenses for enterprise funds and internal service 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.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Equity

Deposits and Investments

The County pools cash resources of various funds in order to facilitate the management of cash; however, cash applicable to a particular fund is readily identifiable. Sufficient cash is retained in the pooled cash accounts to meet current operating requirements and excess cash is invested in various interest bearing securities and disclosed as part of the County's investments. Cash equivalents consist of temporary investments in certificates of deposit, with maturities from date of purchase of 90 days or less, investment trust funds, and mutual funds. The investment trust funds have the general characteristics of demand deposit accounts.

Investments are stated at fair value, as described in more detail in Note 3.

State statutes authorize the County to deposit in the accounts of federally insured banks, credit unions and savings and loan associations and to invest in obligations of the U.S. Treasury, certain commercial paper, repurchase agreements, bankers acceptances, and mutual funds composed of otherwise legal investments.

Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Advances between funds are offset by nonspendable fund balance in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

Receivables consist of accounts receivable related to charges for services and amounts due from governmental units for various financial assistance programs and State shared revenues. The County has established allowances for doubtful accounts to estimate uncollectible accounts receivable in the general, child care, health and rehabilitation services facility funds and district health department component unit. The County utilizes the direct write-off method for all other funds as past experience indicates the write-off of accounts receivable for these funds are immaterial and do not warrant the use of allowance accounts.

Inventories

The cost of inventory items in governmental funds is recorded as an expenditure at the time of purchase. Inventories of the health and rehabilitation services facility consist of medical supplies, which are stated at the lower of cost determined by the first-in, first-out (FIFO) method or market.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

The cost of inventory items in the Road Commission is recorded as an expenditure when they are used (i.e., consumption method). Inventories of the Road Commission consist of road materials and equipment parts, which are stated at the lower of average cost or market.

Prepaids

Certain payments to vendors (particularly for insurance coverage) reflect costs that are applicable to a future period and are recorded as prepaid items.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, drains and similar items), 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 initial, individual costs of $5,000 or more ($200,000 for infrastructure) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition cost 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 assets lives are not capitalized.

Capital assets of the primary government and Drainage Districts component unit are depreciated using the straight-line method over the following estimated useful lives:

	Years
Building and improvements	5-40
Equipment	3-10
Vehicles	2-5
Infrastructure - drains	40

Capital assets of the Road Commission component unit are depreciated over the estimated useful lives of the assets, using the sum-of-years digits methods for road equipment and the straight-line method for all other capital assets and infrastructure as follows:

	Years
Buildings and improvements	50
Equipment	4-10
Infrastructure:	
Roads	8-30
Bridges	25-50
Traffic signals	15

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to one or more future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows of resources for the charge on advance bond refunding reported in the government-wide statement of net position, which results from the difference in the carrying value of refunded debt and its reacquisition price. The County also reports deferred outflows of resources related to the net pension and other postemployment benefit liabilities. A portion of these costs also represent contributions to the pension plan subsequent to the plan measurement date.

Compensated Absences

Eligible employees are permitted to accumulate earned but unused vacation benefits in varying amounts based on length of service and certain other established criteria. Amounts not expected to be liquidated with expendable available financial resources are accrued when incurred in the government-wide and proprietary fund financial statements. A liability is reported in governmental funds only if these amounts have matured, for example, as a result of employee resignations or retirements.

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 position. Bond premiums and discounts 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.

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.

Pensions and Postemployment Benefits Other than Pensions (OPEB)

For purposes of measuring the net pension and OPEB liabilities, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the Plan and additions to/deductions from the Plan fiduciary net position have been determined on the same basis as they are reported by the Plan. 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.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources until that time. The Board of Public Works and Drainage Districts discretely presented component units report unavailable revenues, which arise only under a modified accrual basis of accounting, that are reported as deferred inflows of resources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to the net pension and other postemployment benefit liabilities.

Fund Equity

Governmental funds report *nonspendable fund balance* for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. *Restricted fund balance* is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments. *Committed fund balance* is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the County Commissioners. A formal resolution of the County Commissioners is required to establish, modify, or rescind a fund balance commitment. The County reports *assigned fund balance* for amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The County Commissioners have delegated the authority to assign fund balance to the Controller/Administrator or his designee. *Unassigned fund balance* is the residual classification for the general fund.

When the government incurs expenditures for purposes for which various fund balances classifications can be used, it is the government's policy to use restricted fund balance first, then committed, assigned and finally unassigned fund balance.

2. BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general and special revenue funds. All annual appropriations lapse at year-end. The legal level of budgetary control is at the activity level for the general fund and the functional level for the special revenue funds; for control purposes, all budgets are maintained at the activity and account level. Budgetary transfers between funds, amendments to total fund, department or activity budgets, or increases to salary or capital outlay accounts in excess of $2,500 require Board approval. The Board made several supplemental budgetary appropriations throughout the year that were not considered material.

Prior to May 1 of each year, the County departments working in conjunction with the Controller's Office prepare and submit their proposed budgets, including expenditures and estimated revenues, for the fiscal year commencing the following October 1. Following a public hearing to obtain taxpayer comments, the budgets are legally enacted prior to September 30 through passage of a budget resolution.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Excess of Expenditures over Appropriations in Budgetary Funds

During the year ended September 30, 2020, expenditures were incurred in excess of the amounts appropriated as follows:

	Amended Budget	Actual	Variance
General fund			
Public works - drains at large	$ 375,000	$ 428,766	$ 53,766
Health and social services:			
Substance abuse	235,000	285,042	50,042
District health - appropriation	603,644	748,690	145,046
Capital outlay - computer	822,384	1,634,463	812,079
Juvenile Millage			
Public safety	145,222	146,337	1,115

3. DEPOSITS AND INVESTMENTS

Summary of Deposit and Investment Balances

Following is a reconciliation of deposit and investment balances as of September 30, 2020:

	Primary Government	Component Units	Totals
Financial statements			
Statement of net position:			
Cash and cash equivalents	$ 28,509,572	$ 22,466,608	$ 50,976,180
Statement of fiduciary net position:			
Cash and cash equivalents	7,083,341	-	7,083,341
Investments	15,086,535	-	15,086,535
Total	$ 50,679,448	$ 22,466,608	$ 73,146,056

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Deposits and investments	
Bank deposits (checking and savings accounts)	$ 52,331,162
Certificates of deposit (matures in less than 1 year)	4,222,408
Investments in securities, mutual funds and similar vehicles:	
Retiree healthcare trust fund	15,086,535
Cash on deposit with third party	1,500,346
Cash on hand	5,605
Total	$ 73,146,056

County's Cash

Custodial Credit Risk - Deposits. For deposits, custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to the government. As of September 30, 2020, $57,178,560 of the County's total bank balance of $59,023,583 was exposed to custodial credit risk as it was uninsured and uncollateralized.

Due to the dollar amounts of cash deposits and the limits of FDIC insurance, the County believes it is impractical to insure all bank deposits. As a result, the County evaluates each financial institution with which it deposits County funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

Retirees Healthcare Trust Fund Investments

The retiree healthcare trust fund (the "Fund") investments are maintained separately from the County's cash and investment pool, and are subject to separate investment policies and state statutes. Accordingly, the required disclosures for the Fund's investments are presented separately.

The Public Employee Retirement System Investment Act, Public Act 314 of 1965, as amended, authorizes the fund to invest in stocks, government and corporate securities, mortgages, real estate, and various other investment instruments, subject to certain limitations. The County Treasurer has the responsibility and authority to oversee the investment portfolio. A professional investment manager is contracted to assist in managing the Fund's assets.

The Fund's investments are held in an administered trust account. As of September 30, 2020, the Fund's investments of $15,086,535 were invested in the Municipal Employees' Retirement System (MERS) total market portfolio.

Credit Risk. As of September 30, 2020, the Fund's investments were not rated.

The County's policy is to comply with Public Act 314 as referenced above; such statute does not provide specific guidelines regarding credit risk.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Custodial Credit Risk. The County does not have a policy regarding custodial credit risk for the Fund's investments. However, while uninsured and unregistered, the Fund's investments are not exposed to custodial credit risk since the securities are held by the counterparty's trust department in the County's name.

Concentration of Credit Risk. At September 30, 2020, the Fund investment portfolio holdings were not concentrated (i.e., no more than 5% of the portfolio in issues of any one entity other than the federal government). The County's policy is to comply with Public Act 314 as referenced above.

Interest Rate Risk. As of September 30, 2020, the Fund's investments were reported at fair value and had no maturity.

Fair Value

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs. These levels are determined by the County's investment manager and are determined at the fund level based on a review of the investment's class, structure, and what kind of securities are held in the funds. The investment manager will request the information from the fund manager, if necessary.

The County's investment in the MERS total market portfolio had a recurring fair value measurement at level 1 as of September 30, 2020.

4. RECEIVABLES

Receivables as of September 30, 2020 are summarized as follows:

	Governmental Activities	Business-type Activities	Component Units	Amount Not Expected To Be Collected Within One Year
Property taxes	$ 10,129,438	$ 3,505,822	$ -	$ -
Accounts receivable	843,271	2,888,139	655,316	-
Special assessments	-	-	23,375,271	19,692,198
Leases receivable	-	-	3,576,228	2,952,775
Due from other governments	2,113,777	-	1,284,515	-
Advances to component unit	60,000	43,883	-	103,833
Less: allowance for doubtful accounts	(484,554)	(500,000)	(177)	-
	$ 12,661,932	$ 5,937,844	$ 28,891,153	$ 22,748,806

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Leases receivable in the Public Works component unit represents amounts receivable from other local governments for the water and sewer systems constructed for those governments using bonds issued by the County.

5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund receivables and payables at September 30, 2020 is as follows:

Due to and from primary government funds

	Due from Other Funds	Due to Other Funds
General fund	$ -	$ 303,142
Child care fund	-	24,780
Nonmajor governmental funds	-	46,922
Nonmajor enterprise funds	-	1,360
Internal service funds	376,480	276
	$ 376,480	$ 376,480

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

Advances to and from component units

	Advances to Component Units	Advances from Primary Government
General fund	$ 60,000	$ -
Nonmajor enterprise funds	43,883	-
Drainage districts	-	60,000
Land bank	-	43,883
	$ 103,883	$ 103,883

The advance to (from) component units resulted from the time lag between the dates that (1) drain maintenance expenditures occurred prior to a maintenance special assessment being levied, (2) land bank expenditures occurred prior to the receipt of revenue.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

For the year ended September 30, 2020, interfund transfers consisted of the following:

	Transfers In	Transfers Out
General fund	$ 1,668,294	$ 1,845,882
Child care fund	1,782,838	1,047
Nonmajor governmental funds	1,812,072	2,841,091
Health and rehabilitation services fund	150,000	-
Delinquent tax revolving fund	677,400	1,184,977
Nonmajor enterprise funds	-	17,607
Internal service funds	-	200,000
	$ 6,090,604	$ 6,090,604

Transfers are used to: (1) move revenues from the fund that is required to collect them to the fund that is required or allowed to expend them; (2) move receipts restricted to or allowed for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due; and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

6. CAPITAL ASSETS

Capital assets activity for the year ended September 30, 2020 was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Governmental activities					
Capital assets not being depreciated:					
Land	$ 4,018,034	$ -	$ -	$ -	$ 4,018,034
Construction in progress	12,686,668	239,199	-	(12,686,668)	239,199
	16,704,702	239,199	-	(12,686,668)	4,257,233
Capital assets being depreciated:					
Buildings & improvements	44,685,015	63,024	-	-	44,748,039
Vehicles & equipment	14,652,824	1,989,538	(528,303)	12,686,668	28,800,727
	59,337,839	2,052,562	(528,303)	12,686,668	73,548,766
Less accumulated depreciation for:					
Buildings & improvements	(25,085,266)	(1,043,306)	-	-	(26,128,572)
Vehicles & equipment	(10,219,427)	(1,347,040)	435,843	-	(11,130,624)
	(35,304,693)	(2,390,346)	435,843	-	(37,259,196)
Total capital assets being depreciated, net	24,033,146	(337,784)	(92,460)	12,686,668	36,289,570
Governmental activities capital assets, net	$ 40,737,848	$ (98,585)	$ (92,460)	$ -	$ 40,546,803
Business-type activities					
Capital assets not being depreciated:					
Construction in progress	$ 13,545	$ -	$ -	$ (13,545)	$ -
Capital assets being depreciated:					
Buildings & improvements	18,889,097	19,101	(13,982)	13,545	18,907,761
Vehicles & equipment	2,580,309	22,549	(28,056)	-	2,574,802
	21,469,406	41,650	(42,038)	13,545	21,482,563
Less accumulated depreciation for:					
Buildings & improvements	(6,024,823)	(475,286)	13,982	-	(6,486,127)
Vehicles & equipment	(2,161,933)	(55,263)	28,056	-	(2,189,140)
	(8,186,756)	(530,549)	42,038	-	(8,675,267)
Total capital assets being depreciated, net	13,282,650	(488,899)	-	13,545	12,807,296
Business-type activities capital assets, net	$ 13,296,195	$ (488,899)	$ -	$ -	$ 12,807,296

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Depreciation expense was charged to functions/programs of the primary government as follows:

Depreciation of governmental activities by function

General government	$ 595,458
Public safety	1,413,756
Health and social services	263,724
Parks, recreation and culture	75,828
Judicial	41,580
Total governmental activities	$ 2,390,346

Depreciation expense in business-type activities is allocated entirely to the health and rehabilitation services facility.

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Component unit - Road Commission					
Capital assets not being depreciated:					
Land	$ 243,002	$ -	$ -	$ -	$ 243,002
Land improvements	788,636	-	-	-	788,636
Right of ways	23,385,011	-	-	-	23,385,011
	24,416,649	-	-	-	24,416,649
Capital assets being depreciated:					
Buildings & improvements	6,696,715	9,895	-	-	6,706,610
Equipment	9,136,144	878,999	(222,999)	-	9,792,144
Infrastructure	127,149,234	11,758,065	(5,534,052)	-	133,373,247
Depletable assets	50,559	-	-	-	50,559
	143,032,652	12,646,959	(5,757,051)	-	149,922,560
Less accumulated depreciation for:					
Buildings & improvements	(2,662,699)	(125,779)	-	-	(2,788,478)
Equipment	(7,375,881)	(634,835)	215,174	-	(7,795,542)
Infrastructure	(59,685,434)	(6,150,353)	5,534,052	-	(60,301,735)
Depletable assets	(50,559)	-	-	-	(50,559)
	(69,774,573)	(6,910,967)	5,749,226	-	(70,936,314)
Total capital assets being depreciated, net	73,258,079	5,735,992	(7,825)	-	78,986,246
Road Commission capital assets, net	$ 97,674,728	$ 5,735,992	$ (7,825)	$ -	$ 103,402,895

EATON COUNTY, MICHIGAN

Notes to Financial Statements

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Component unit - Drainage District					
Capital assets not being depreciated:					
Construction in progress	$ 1,531,840	$ 4,543,288	$ -	$ (239,373)	$ 5,835,755
Capital assets being depreciated:					
Infrastructure	110,732,743	26,708	-	239,373	110,998,824
Less accumulated depreciation for:					
Infrastructure	(40,883,004)	(2,759,912)	-	-	(43,642,916)
Total capital assets being depreciated, net	69,849,739	(2,733,204)	-	239,373	67,355,908
Drainage District capital assets, net	$ 71,381,579	$ 1,810,084	$ -	$ -	$ 73,191,663
Component unit - District Health					
Capital assets being depreciated:					
Equipment	$ 369,180	$ -	$ -	$ -	$ 369,180
Less accumulated depreciation for:					
Equipment	(351,145)	(11,946)	-	-	(363,091)
District Health capital assets, net	$ 18,035	$ (11,946)	$ -	$ -	$ 6,089

7. PAYABLES

Accounts payable and accrued liabilities as of September 30, 2020 are summarized as follows:

	Governmental Activities	Business-type Activities	Components Units
Accounts payable	$ 1,943,183	$ 289,845	$ 4,839,425
Accrued liabilities	2,423,637	2,209,374	379,103
Due to other governments	232,389	-	-
Advances from primary government	-	-	103,883
	$ 4,599,209	$ 2,499,219	$ 5,322,411

EATON COUNTY, MICHIGAN

Notes to Financial Statements

8. LONG-TERM DEBT

General obligation bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds are typically issued as 10-20 year serial bonds with varying amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Maturity Date	Amount of Original Issue	Amount Outstanding
Governmental activities				
2008 Dental Clinic	4.00%-4.50%	2028	$ 900,000	$ 495,000
2016 Building Authority Refunding Bond	2.282%	2027	8,975,000	6,955,000
				$ 7,450,000
Component Unit - Public Works				
Grand Ledge Water/Sewer Refunding	2.00%-2.375%	2025	$ 4,960,000	$ 2,625,000
Brookfield Water	1.625%	2026	2,860,000	960,000
				$ 3,585,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

	Governmental Activities		Component Units	
	Principal	Interest	Principal	Interest
2021	$ 985,000	$ 179,750	$ 660,000	$ 71,438
2022	1,010,000	156,538	670,000	58,820
2023	1,025,000	132,684	685,000	46,002
2024	1,050,000	108,210	695,000	32,378
2025	1,080,000	83,068	710,000	17,740
2026-2028	2,300,000	45,560	165,000	2,114
	$ 7,450,000	$ 705,810	$ 3,585,000	$ 228,492

EATON COUNTY, MICHIGAN

Notes to Financial Statements

By statute, the government's legal debt limit is restricted to 10% of the equalized value of property in the County. At September 30, 2020, the County's legal debt limit was $474,533,106.

Notes from direct borrowing and direct placements - governmental activities. The government has entered into long-term installment payment agreements for the upgrade of its communication systems, information technology infrastructure, jail security system and vehicles. Installment obligations currently outstanding are as follows:

Purpose	Interest Rates	Maturity Date	Amount of Original Issue	Amount Outstanding
Governmental activities				
2017 Vehicles	4.95%	07/28/2022	$ 224,882	$ 76,641
Lease purchase - Motorola	3.28%	11/15/2027	12,797,861	11,185,534
2018 Vehicles	5.51%	08/01/2023	361,958	167,560
2019 Vehicles	5.06%	10/01/2024	389,954	284,499
2019 Dell Access Interactive	5.40%	12/01/2022	788,821	472,418
2020 IT infrastructure	2.76%	12/01/2023	893,534	706,591
2020 Vehicles	3.66%	12/01/2025	325,886	311,771
				$ 13,205,014

Notes from direct borrowing and direct placements - business-type activities. The government issues general obligation limited tax notes to finance the purchase of delinquent real property taxes receivable from each taxing district in the County. These notes are reported in the delinquent tax revolving enterprise fund as they are expected to be repaid from fund revenues. Each series of delinquent tax notes are subject to variable interest rates which are determined on a weekly basis by the County's remarketing agent using established criteria and legal limitations. Principal and interest payments are predicated upon actual collections of delinquent property taxes, which are subject to collection over a period not to exceed two years. Delinquent tax notes totaling $2,023,000 from the 2020 Series were outstanding at September 30, 2020, which is expected to be paid in the year ending September 30, 2021. Delinquent tax notes totaling $255,802 from the 2019 Series were outstanding at September 30, 2020, which is expected to be paid in the year ending September 30, 2021. The 2020 and 2019 delinquent tax note carry an interest rate of 1.40 percent and 2.94 percent, respectively.

Eaton County Health and Rehabilitation Services has issued Eaton County Building Authority Refunding Bonds, Series 2011, with interest rates ranging from 2.00 percent to 3.00 percent. Interest is due and payable on a semiannual basis. These bonds are payable in annual installments ranging from $500,000 to $585,000, plus interest. These bonds are collateralized by net revenue of the Facility. In addition, Eaton County Health and Rehabilitation Services has issued Eaton County Building Authority Refunding Bonds, Series 2017, with a fixed interest rate of 2.188 percent. Interest is due and payable on a semiannual basis. These bonds are payable in annual installments ranging from $360,000 to $425,000, plus interest. These bonds are collateralized by net revenue of the facility. These bonds were utilized to refund the Series 2008 bonds.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

During the year ended September 30, 2020, the Eaton County Health and Rehabilitation Services received a Paycheck Protection Program (PPP) loan in the amount of $2,486,167. The PPP Loan Program was created under the Coronavirus Aid, Relief, and Economic Security Act (CARES) Act and is administered by the Small Business Administration (SBA). Under the terms of this program, the loan may be fully or partially forgiven if the loan proceeds are spent on qualifying expenses and if staffing level and salary maintenance requirements are met. The funds may be used on qualifying expenses over a covered period of up to 24 weeks. At the conclusion of the covered period, any balance that is not forgiven by the SBA will be repaid over a period 2 years with interest accruing at a rate of 1 percent. Based on the loan amount, irrespective of any potential forgiveness that may be granted in the future, payments of principal and interest totaling $139,845 are due monthly, beginning in March of 2021. The loan matures in August 2022 at which point the remaining principal and interest are due.

Any request for forgiveness is subject to review and approval by the lender and the SBA, including review of qualifying expenditures and staffing and salary levels. In addition, because the loan exceeds $2 million, the SBA will review the loan file, which will include review of the eligibility for the program and the good-faith certification of the necessity of the loan.

The Eaton County Health and Rehabilitation Services has not submitted a request for forgiveness as of the date of the financial statements were available to be issued, however the intent is to submit a request for forgiveness for the entire loan balance in 2021. There can be no assurance that any portion of the PPP Loan will forgiven.

If the SBA determines the Eaton County Health and Rehabilitation Services was not initially eligible under the program or concludes that the entity did not have an adequate basis for making the good-faith certification of necessity at the time of application, the loan could become payable on demand. Although management considers it probable that the entity was initially eligible for the loan, the SBA has the ability to review the loan file for a period subsequent to the date the loan is forgiven or repaid in full and could request additional documentation to support the initial eligibility for the loan. In the event the SBA subsequently determines the entity did not meet the initial eligibility requirements for the PPP loan or did not qualify for loan forgiveness, the entity could be required to repay the PPP loan plus interest.

Notes from direct borrowings and direct placements currently outstanding are as follows:

Purpose	Interest Rates	Maturity Date	Amount of Original Issue	Amount Outstanding
Business-type activities				
2011 Health and Rehabilitation Services	2.00%-3.00%	2027	$ 5,545,000	$ 1,175,673
2017 Health and Rehabilitation Services	2.19%	2027	3,555,000	2,800,000
Delinquent tax note	1.40%	2021	2,900,000	255,802
Delinquent tax note	1.40%	2021	3,300,000	2,023,000
PPP loan	1.00%	2022	2,486,167	2,486,167
				$ 8,740,642

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for notes from direct borrowing and direct placements are as follows:

Year Ending	Governmental Activities		Business-Type Activities	
September 30,	Principal	Interest	Principal	Interest
2021	$ 1,819,233	$ 74,237	$ 4,190,698	$ 116,181
2022	1,860,946	433,310	2,509,944	78,245
2023	1,847,453	381,290	390,000	44,635
2024	1,665,998	316,008	400,000	36,102
2025	1,473,468	249,433	410,000	27,350
2026-2028	4,537,916	497,293	840,000	27,678
	$ 13,205,014	$ 1,951,571	$ 8,740,642	$ 330,191

Drain bonds. The Drain Commissioner is authorized under state statutes to issue special assessment bonds for the construction or maintenance of drainage districts. Such bonds are repaid from special assessments levied upon the benefiting property owners. At September 30, 2020, drain bonds totaling $24,230,000 were outstanding. Drain bonds and notes carry interest at rates ranging from 2.10 percent to 5.25 percent.

Notes from direct borrowing and direct placements - drainage districts. The Drain Commissioner is authorized under state statutes to issue special assessment notes for the construction or maintenance of drainage districts. Such notes are repaid from special assessments levied upon the benefiting property owners. At September 30, 2020, drain notes of $516,000 were outstanding. The drain notes carry an interest rate of 2.98 percent and 1.41 percent.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for drain bonds and notes from direct borrowing and direct placements are as follows:

Year Ending September 30,	Drain Bonds Principal	Drain Bonds Interest	Drain Notes Principal	Drain Notes Interest
2021	$ 3,030,000	$ 785,459	$ 27,000	$ 7,387
2022	2,990,000	692,469	327,000	6,464
2023	2,930,000	588,050	27,000	5,540
2024	2,825,000	492,376	27,000	4,617
2025	2,845,000	400,186	27,000	3,694
2026-2030	5,210,000	1,132,078	81,000	5,540
2031-2035	3,060,000	450,056	-	-
2036-2040	1,340,000	92,831	-	-
	$ 24,230,000	$ 4,633,505	$ 516,000	$ 33,242

Changes in long-term debt. Long-term debt activity for the year ended September 30, 2020 was as follows:

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Primary Government					
Governmental activities					
General obligation bonds	$ 8,415,000	$ -	$ (965,000)	$ 7,450,000	$ 985,000
Notes from direct borrowings and direct placements:					
Installment contracts	14,137,515	1,219,420	(2,151,921)	13,205,014	1,819,233
Compensated absences	2,236,905	2,369,108	(1,968,476)	2,637,537	1,778,320
	$ 24,789,420	$ 3,588,528	$ (5,085,397)	$ 23,292,551	$ 4,582,553
Business-type activities					
Notes from direct borrowings and direct placements:					
Series bonds	$ 4,899,067	$ -	$ (923,394)	$ 3,975,673	$ 953,395
Delinquent tax notes	1,743,302	3,300,000	(2,764,500)	2,278,802	2,278,802
PPP loan	-	2,486,167	-	2,486,167	958,501
Compensated absences	250,970	(29,936)	-	221,034	221,034
	$ 6,893,339	$ 5,756,231	$ (3,687,894)	$ 8,961,676	$ 4,411,732
Component Units					
Road Commission					
Compensated absences	$ 306,066	$ 179,868	$ (178,946)	$ 306,988	$ 179,485

EATON COUNTY, MICHIGAN

Notes to Financial Statements

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Board of Public Works					
General obligation bonds	$ 4,230,000	$ -	$ (645,000)	$ 3,585,000	$ 660,000
Deferred amounts for:					
Issuance premiums	43,645	-	(7,935)	35,710	7,935
	$ 4,273,645	$ -	$ (652,935)	$ 3,620,710	$ 667,935
Drainage Districts					
Drain bonds	$ 23,680,000	$ 3,530,000	$ (2,980,000)	$ 24,230,000	$ 3,030,000
Notes from direct borrowings and direct placements:					
Drain notes	243,000	300,000	(27,000)	516,000	27,000
Deferred amounts for:					
Issuance premiums	328,405	-	(57,954)	270,451	57,954
	$ 24,251,405	$ 3,830,000	$ (3,064,954)	$ 25,016,451	$ 3,114,954

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
District Health					
Compensated absences	$ 211,150	$ 216,429	$ (181,657)	$ 245,922	$ 35,493

For the governmental activities, compensated absences are generally liquidated by the general fund.

9. RISK MANAGEMENT / SELF-INSURANCE PROGRAMS

The government manages its risk exposures and provides certain employee benefits through a combination of self-insurance programs, risk management pools and commercial insurance and excess coverage policies. All funds and component units of the County participate in these programs except for the Road Commission (see below) and Health and Rehabilitation Services Facility (which carries commercial insurance for workers' compensation, general and automobile liability, motor vehicle physical damage and property damage). For risks that are commercially insured, settlements have not exceeded insurance coverage in any of the past three years. Following is a summary of the self-insurance programs and risk management pool participation.

Workers' compensation. The County maintains a self-insurance program for workers' compensation coverage, which is accounted for in the workers' compensation internal service fund. The program is administered by a third-party administrator who provides claims review and processing services. Premiums are paid into the internal service fund by all other funds based on payrolls and job classifications and are available to pay claims, claim reserves, excess coverage and administrative costs.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. An excess coverage insurance policy covers individual claims in excess of $275,000 subject to an annual aggregate limit of $5 million. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay outs and other economic and social factors.

Changes in the balances of estimated liabilities during the past two years are as follows:

	2020	2019
Workers compensation		
Estimated liability, October 1	$ 125,306	$ 77,979
Estimated claims incurred, including changes in estimates	(35,698)	87,526
Claim payments	(10,709)	(40,199)
Estimated liability, September 30	$ 78,899	$ 125,306

Health insurance. The County maintains a self-insurance program for employee health insurance with Blue Cross Blue Shield (BCBS), which is accounted for in the Health Insurance internal service fund. The program is administered by BCBS. Premiums are paid into the internal service fund by all other funds based on a fixed rate established each year; monies are then advanced to BCBS by the internal service fund to pay claims and administrative costs.

Changes in the balances of estimated liabilities during the past two years are as follows:

	2020	2019
Health insurance		
Estimated liability, October 1	$ 996,753	$ 992,700
Estimated claims incurred, including changes in estimates	4,124,953	3,776,195
Claim payments	(4,116,330)	(3,772,142)
Estimated liability, September 30	$ 1,005,376	$ 996,753

Liability insurance. The County participates in the Michigan Municipal Risk Management Authority (MMRMA) for general and automobile liability, motor vehicle physical damage and property damage coverages. The MMRMA provides risk management, underwriting, reinsurance and claim review and processing services for all member governments pursuant to its charter. Under most circumstances, the County's maximum loss retention per occurrence is $75,000 for general and automobile liability, $15,000 for motor vehicle physical damage, and $10,000 for property coverage.

EATON COUNTY, MICHIGAN

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The County makes annual contributions to MMRMA based on actuarial studies using historical data and insurance industry statistics. These contributions are paid from an internal service fund (i.e., the liability insurance fund) using premiums paid into it by other funds of the County. Such contributions as received by MMRMA are allocated between its general and member retention funds. Economic resources in MMRMA's general fund are expended for reinsurance coverage, claim payments and certain general and administrative costs, whereas resources in the member retention fund are used for loss payments and defense costs up to the members' self-insured retention limits along with certain other member specific costs. Accordingly, the County records an asset for its portion of the unexpended member retention fund. At September 30, 2020, the balance of the County's member retention fund was $1,475,896.

	2020	2019
General liability		
Estimated liability, October 1	$ 371,203	$ 338,917
Estimated claims incurred, including changes in estimates	42,932	131,241
Claim payments	(31,017)	(98,955)
Estimated liability, September 30	$ 383,118	$ 371,203

Unemployment. The County is self-insured for unemployment benefits, as accounted for in the unemployment internal service fund. The reserve for unemployment benefits is determined by management based on prior experience. Benefits are expensed when paid, as follows:

	2020	2019
Unemployment compensation		
Estimated liability, October 1	$ -	$ -
Estimated claims incurred, including changes in estimates	23,239	8,482
Claim payments	(23,239)	(8,482)
Estimated liability, September 30	$ -	$ -

Life and disability insurance. The County maintains a self-insurance program for life and disability coverage. The program is accounted for in the life and disability internal service fund and administered by a third-party administrator who provides claims review and processing services. Premiums for the self-insured program are paid into the internal service fund by all other funds based on actual or illustrated rates. These premiums are available to pay claims and administrative costs.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Changes in the balances of estimated liabilities during the past two years are as follows:

	2020	2019
Life and disability		
Estimated liability, October 1	$ 4,145	$ 1,060
Estimated claims incurred, including changes in estimates	156,511	117,090
Claim payments	(149,608)	(114,005)
Estimated liability, September 30	$ 11,048	$ 4,145

Dental insurance. The County has a self-insured program for dental coverage. The plan is accounted for in the dental insurance internal service fund. The program is administered by a third-party administrator who provides claims review and processing services. Premiums for the self-insured program are paid into the internal service fund by all other funds based on actual or illustrated rates. These premiums are available to pay claims and administrative costs.

Changes in the balances of claims liabilities during the past two years are as follows:

	2020	2019
Dental		
Estimated liability, October 1	$ 9,114	$ 11,454
Estimated claims incurred, including changes in estimates	153,215	190,964
Claim payments	(162,329)	(193,304)
Estimated liability, September 30	$ -	$ 9,114

Road Commission. The Road Commission is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries (workers' compensation), as well as medical benefits provided to employees. The Road Commission has purchased commercial insurance for medical benefit claims and participates in the Michigan County Road Commission self-insurance pool for workers' compensation and property liability. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The Michigan County Road Commission self-insurance pool program operates as a common risk-sharing management program for local units' government in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

10. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and potential adjustment by grantor agencies, principally the federal government. 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 County expects such amounts, if any, to be immaterial.

11. PROPERTY TAXES

County property taxes are levied on July 1 of each year (the lien date) and are due in full by March 1 of the year following the levy, at which time uncollected taxes became delinquent.

Property taxes are levied on the assessed taxable value of the property as established by local units, accepted by the County and equalized under state statute at approximately 50% of the current estimated market value. The taxable value of real and personal property recognized in the general fund for the 2020 levy was $3,825,800,333. The general operating tax rate for the 2020 levy was 5.2096 mills. The jail debt, central dispatch and juvenile services levies were based on a 2019 taxable value of $3,747,979,692 with .7000, .9500 and .3500 mills, respectively, assessed for the year ended September 30, 2020.

Delinquent taxes receivable represent unpaid personal property taxes in the general and special revenue funds and unpaid real property taxes in the delinquent tax revolving funds. By agreement with the various taxing authorities, the County purchases at face value the real property taxes returned delinquent each March 1 and records a corresponding delinquent taxes receivable. These receivables are pledged to a bank for the payment of the notes payable and subsequent collection on the receivable.

12. POSTEMPLOYMENT HEALTHCARE BENEFITS

County

Plan Description. The County's Retiree Healthcare Plan (the "Plan") is a single-employer defined benefit healthcare plan administered by the Retiree Healthcare Board (the "Board"). The Plan was established and may be amended by the County Board of Commissioners, subject to applicable collective bargaining agreements. Eligible retirees are those individuals who meet the requirements to receive MERS retirement benefits. Stand-alone financial statements are not prepared for the plan.

Benefits Provided. The County provides certain healthcare benefits for employees retiring during or after 1990. Substantially all employees hired prior to January 1, 2006 are eligible for benefits if they reach the age of 55 with at least 25 years of credited service while working for the County, retire due to duty disability as determined by MERS, or meet other criteria as discussed in the personnel policy. The County pays the entire cost of health insurance premiums for the retiree and for his/her spouse as prescribed in the personnel policy. The activity of this program is accounted for in the retirees' health insurance internal service fund.

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Effective January 1, 2001, new employees' spouses are no longer eligible for coverage under the plan. Any employees hired after January 1, 2006, are not eligible for County paid retiree health insurance as previously described. Employees are required to contribute 1% of their salary into a Healthcare Savings Plan through Michigan Employees Retirement System. The County will contribute an amount equal to 2% of the employee's salary into their Healthcare Savings Plan. An employee may also contribute over and above the mandatory 1%, up to 10%, and the County will match the additional contribution by the employee over the 2% and up to 4%. Any money contributed by the employee will remain in the employee's account to use for allowable health related activities upon their retirement or termination of employment. The Healthcare Saving Plan has a vesting policy as described in the personnel policy. County contributions to the plan for the year ended September 30, 2020 were $195,764.

Contributions. The contribution requirements of the Plan members and the County are established and may be amended by the County Board of Commissioners, in accordance with County policies, union contracts, and Plan provisions. Plan members are not required to contribute to the plan. Retirees and their beneficiaries are eligible for postemployment healthcare benefits if they qualify under the various contracts. The required contribution is based on projected pay-as-you-go financing requirements.

Plan Membership. At December 31, 2019, the date of the most recent actuarial valuation, plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	158
Terminated employees entitled to but not yet receiving benefits	-
Vested and non-vested active participants	107
Total membership	265

Net OPEB Liability of the County. The components of the net OPEB liability of the County at September 30, 2020, were as follows:

Total OPEB liability	$ 53,269,860
Plan fiduciary net position	15,086,535
County's net OPEB liability	$ 38,183,325
Plan fiduciary net position as percentage of total OPEB liability	28.32%

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Notes to Financial Statements

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of December 31, 2019, rolled forward to September 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Price inflation	2.5%
Wage inflation	3.0%
Salary increases	3.0% to 9.7%, including inflation
Investment rate of return	6.25%, net of OPEB plan investment expense
Retirement age	Age-based tables specific to type of eligibility condition
Mortality	The sex distinct Pub-2010 tables, as published by the Society of Actuaries, and include a margin for future mortality improvements projected using a fully generational improvement scale
Healthcare trend rate	Initial trend of 8.25% gradually decreasing to an ultimate trend rate of 3.50% in year 10

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for MERS for the period from January 1, 2014 to December 31, 2018.

Investment Policy. The plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board. The investment policy has been formulated based on consideration of a wide range of policies and describes the prudent investment process that the Board deems appropriate. The Plan's asset allocation policy as of September 30, 2020 is summarized in the table below.

Long-term Expected Rate of Return. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These real rates of return 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. For each major asset class that is included in the OPEB plan’s MERS target asset allocation as of September 30, 2020, these best estimates of arithmetic returns are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Money-Weighted Rate of Return
Global Equity	60.00%	5.25%	3.15%
Global Fixed Income	20.00%	1.25%	0.25%
Private Assets	20.00%	7.25%	1.45%
	100.00%		4.85%
Inflation			2.50%
Risk adjustment			-1.10%
Investment rate of return			6.25%

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Discount Rate. The discount rate used to measure the total OPEB liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that the County will continue their current contribution history for a period of years. Namely, it was assumed that the County is willing and able to contribute the project benefit payments as they come due, plus an additional contribution towards the recommended contribution at a level approximately equal to the 8-year average of excess contributions over actual benefit payments. In years where no unfunded actuarial accrued liability exists, it is assumed the County will make contributions equal to the projected service cost. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. 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.

Rate of Return. For the year ended September 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.29%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Method Used to Value Investments. Plan investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair values.

Changes in the Net OPEB Liability. The components of the change in the net OPEB liability are summarized as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at September 30, 2019	$ 53,200,974	$ 14,060,712	$ 39,140,262
Changes for the year:			
Service cost	433,428	-	433,428
Interest on total OPEB liability	3,279,352	-	3,279,352
Differences between expected and actual experience	(5,284,718)	-	(5,284,718)
Changes in assumptions	3,536,937	-	3,536,937
Employer contributions	-	1,922,464	(1,922,464)
Net investment income	-	1,025,356	(1,025,356)
Benefit payments	(1,896,113)	(1,896,113)	-
Administrative expense	-	(25,884)	25,884
Net changes	68,886	1,025,823	(956,937)
Balances at September 30, 2020	$ 53,269,860	$ 15,086,535	$ 38,183,325

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Changes in assumptions. The September 30, 2020 valuation incorporates assumption changes in accordance with the 2014-2018 experience study dated February 14, 2020. The adopted changes are summarized as follows: 3.0 percent to 9.7 percent wage inflation assumption, sex distinct Pub-2010 mortality tables, updated retirement rates; updated separation rates.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate. The following presents the net OPEB liability of the County, calculated using the discount rate of 6.25%, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1% lower (5.25%) or 1% higher (7.25%) than the current rate:

	1% Decrease (5.25%)	Current Discount Rate (6.25%)	1% Increase (7.25%)
County's net OPEB liability	$ 45,569,220	$ 38,183,325	$ 32,108,703

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate Assumption. The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (7.25% decreasing to 2.50%) or 1% higher (9.25% decreasing to 4.50%) than the current healthcare cost trend rates:

	1% Decrease (7.25% Decreasing to 2.50%)	Healthcare Cost Trend Rates (8.25% Decreasing to 3.50%)	1% Increase (9.25% Decreasing to 4.50%)
County's net OPEB liability	$ 31,567,855	$ 38,183,325	$ 46,274,387

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended September 30, 2020, the County recognized OPEB expense of $615,413. The County reported deferred outflows/inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	$ -	$ 6,036,315	$ (6,036,315)
Changes in assumptions	2,401,994	177,494	2,224,500
Net difference between projected and actual earnings on OPEB plan investments	265,445	-	265,445
Total	$ 2,667,439	$ 6,213,809	$ (3,546,370)

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Amounts reported as deferred outflows/inflows of resources related to the OPEB will be recognized in OPEB expense as follows:

Year Ended September 30,	Amount
2021	$ (2,244,443)
2022	(1,291,957)
2023	19,341
2024	(29,311)
Total	$ (3,546,370)

OPEB Plan Fiduciary Net Position. Detailed information about the OPEB plan's fiduciary net position is available in the financial statements for the other postemployment benefit trust fund.

For governmental activities, the net OPEB liability is generally liquidated by the general fund.

Health and Rehabilitation Services Facility

Plan Description. The Facility participates in a defined benefit postemployment plan (the "Plan") that provides retiree medical benefits to certain retirees and their spouses. Employees who retire as a director with at least 25 years of service may become eligible for benefits. Benefit provisions were established by facility management. As of October 1, 2016, the Plan was closed to new entrants. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

Benefits Provided. The Plan provides vision and healthcare benefits for retirees and their spouses. Benefits are provided through a third-party insurer and the cost of the benefits is covered by the plan at a rate of 100 percent for the retiree and 50 percent of the spouse.

Employees Covered by Benefit Terms. As of the September 30, 2020 measurement date, there were five active plan members and three inactive plan members or beneficiaries currently receiving benefits covered by the benefit terms.

Total OPEB Liability. The Facility's total OPEB liability of $1,385,833 was measured as of September 30, 2020 and was determined by an actuarial valuation as of that date.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Changes in the total OPEB liability during the measurement year were as follows:

	Total OPEB Liability
Balances at September 30, 2019	$ 1,039,936
Changes for the year:	
Service cost	18,728
Interest on total OPEB liability	41,632
Effect of economic/demographic gains or losses	9,647
Changes in assumptions	311,986
Benefit payments	(36,096)
Net changes	345,897
Balances at September 30, 2020	$ 1,385,833

Changes in assumptions. The changes in assumptions include a decrease in the inflation assumption from 4.00 percent to 2.25 percent and a decrease in the assumed salary increase from 1.60 percent to 1.30 percent.

Actuarial Assumptions. The total OPEB liability in the September 30, 2020 actuarial valuation was determined using an inflation assumption of 2.25 percent, assumed salary increases (including inflation) of 1.30 percent, a healthcare cost trend rate of 4.60 percent for 2020, with an ultimate rate of 4.70 percent and using the RP-2000 mortality tables. These assumptions were applied to all periods included in the measurement.

Discount rate. The discount rate used to measure the total OPEB liability was 4.00 percent.

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended September 30, 2020, the Facility recognized OPEB expense of $345,897. At September 30, 2020, the Facility reported no deferred outflows of resources or deferred inflows of resources related to OPEB.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the Facility, calculated using the discount rate of 4.00%, as well as what the Facility's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (3.00%) or 1% higher (5.00%) than the current rate:

	1% Decrease (3.00%)	Current Discount Rate (4.00%)	1% Increase (5.00%)
Facility's total OPEB liability	$ 1,620,173	$ 1,385,833	$ 1,194,547

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate Assumption. The following presents the total OPEB liability of the Facility, as well as what the Facility's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (3.60% increasing to 3.70%) or 1% higher (5.60% increasing to 5.70%) than the current healthcare cost trend rates:

	1% Decrease (3.60%, Ultimate Rate of 3.70%)	Healthcare Cost Trend Rates (4.60%, Ultimate Rate of 4.70%)	1% Increase (5.60%, Ultimate Rate of 5.70%)
Facility's total OPEB liability	$ 1,162,730	$ 1,385,833	$ 1,661,909

Road Commission

Plan Description

Plan Administration. The Road Commission administers the Eaton County Road Commission Retired Employees’ Healthcare Plan (Plan), a single-employer defined benefit healthcare plan. The Plan provides health insurance benefits to certain retirees and their beneficiaries, which are advance-funded on a discretionary basis. In accordance with the Road Commission’s policy, eligible retirees and their spouses receive healthcare benefits at the age of normal retirement of 59 ½ years.

Management of the Plan is vested in the Road Commission Board, which consists of five members appointed by the Eaton County Board of Commissioners.

Plan Membership. At September 30, 2019, the date of the most recent actuarial valuation, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefit payments	33
Inactive plan members entitled to but not yet receiving benefit payments	-
Active plan members	33
Total	66

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Benefits Provided. The Plan provides healthcare benefits for retirees and their dependents. Benefits are provided through a third-party insurer, and the cost of benefits is dependent upon the employee's retirement date. The benefit terms are established in the Collective Bargaining Agreement.

Contributions. The contribution requirements of Plan members and the Road Commission are established and may be amended by the Road Commission Board. Contribution rates are established based on an actuarially determined rate. For the year ended September 30, 2020, the Road Commission's average contribution rate was 29.17 percent of covered-employee payroll. Plan members are required to contribute the cost of healthcare premiums in excess of their individual benefit maximum to the Plan.

Retirees who retired before March 9, 2004 are subject to no maximum benefit limitations; retirees who retired between March 10, 2004 and September 30, 2015 receive a maximum employer contribution of $500 per month for one person coverage and $1,000 per month for two person coverage; and retirees who retire after September 30, 2015 receive a maximum employer contribution of $550 per month for one person coverage and $1,100 per month for two person coverage. Also, there may be an additional amount to prefund benefits as determined annually by the Road Commission Board. For the year ended September 30, 2020, the Road Commission contributed $589,569 to the Plan.

Investments

Investment Policy. The Road Commission's investment policy in regard to the allocation of the Plan's invested assets is established and may be amended by the Road Commission Board. It is the policy of the Road Commission Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

The following was the Plan's target asset allocation as of September 30, 2020:

Asset Class	Target Allocation
Global equity	60.2%
Global fixed income	33.1%
Real assets	1.3%
Diversifying strategies	2.1%
Cash	3.3%
	100.0%

Rate of Return. For the year ended September 30, 2020, the annual money-weighted rate of return on investments, net of investment expense, was 5.49 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Net OPEB Liability (Asset)

The Road Commission's net OPEB liability (asset) was measured as of September 30, 2020, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of September 30, 2019.

Actuarial Assumptions. The total OPEB liability was determined by an actuarial valuation as of September 30, 2019, and the measurement date rolled forward to September 30, 2020. The total OPEB liability was calculated based on the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	Included in investment rate of return
Salary increases	3.50%
Investment rate of return	4.45% including inflation
Healthcare cost trend rates	Pre-65 - 8.50% graded down to 4.50% by 0.25% per year; Medicare eligible - 7.00% graded down by 0.50% in the first year and then 0.25% per year to an ultimate rate of 4.50%; Dental and Vision: 4.00%
Mortality	Public general 2010 employee and healthy retiree, headcount weighted with improvement scale MP-2018.

Long-term Expected Rate of Return. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense 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. Best estimates of arithmetic real rates of return for each major asset class included in the target allocation as of September 30, 2020 are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return
Global equity	5.20%
Global fixed income	3.49%
Real assets	6.40%
Diversifying strategies	3.00%
Cash	0.50%

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Discount Rate. The discount rate used to measure the total OPEB liability was 4.45 percent (a change from 6.71 percent in the prior year). The projection of cash flows used to determine the discount rate assumed that Road Commission advance funding contributions will be $300,000 per year until fully funded. Based on those assumptions and the plan's current funded status, the retirement plan's fiduciary net position was projected to be sufficient to make all projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that benefit payments were not projected to be covered by the projected assets (the "depletion date"), projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. A single equivalent discount rate that yields the same present value of benefits is calculated. This discount rate is used to determine the total OPEB liability.

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (a) - (b)
Balances at September 30, 2019	$ 4,021,626	$ 5,347,783	$ (1,326,157)
Changes for the year:			
Service cost	26,799	-	26,799
Interest	261,934	-	261,934
Differences between expected and actual experience	(34,364)	-	(34,364)
Changes in assumptions	884,060	-	884,060
Contributions to OPEB Trust - employer	-	300,000	(300,000)
Contributions/benefits paid from general operating funds	-	289,569	(289,569)
Net investment income	-	308,932	(308,932)
Benefit payments, including refunds	(289,569)	(289,569)	-
Administrative expense	-	(50,741)	50,741
Net changes	848,860	558,191	290,669
Balances at September 30, 2020	$ 4,870,486	$ 5,905,974	$ (1,035,488)

Changes in assumptions. The discount rate changed from 6.71% to 4.45%, post-65 medical trend rates were updated.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the net OPEB liability (asset) of the Road Commission, as well as what the Road Commission's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (3.45 percent) and 1-percentage point higher (5.45 percent) than the current discount rate:

	1% Decrease (3.45%)	Current Discount Rate (4.45%)	1% Increase (5.45%)
Net OPEB liability (asset)	$ (521,217)	$ (1,035,488)	$ (1,469,782)

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rates. The following presents the net OPEB liability (asset) of the Road Commission, as well as what the Road Commission's net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower (7.50 percent decreasing to 3.50 percent) and 1-percentage point higher (9.50 percent decreasing to 5.50 percent) than the current healthcare cost trend rates:

	1% Decrease (7.50%, Ultimate Rate of 3.50%)	Healthcare Cost Trend Rates (8.50%, Ultimate Rate of 4.50%)	1% Increase (9.50%, Ultimate Rate of 5.50%)
Net OPEB liability (asset)	$ (1,086,797)	$ (1,035,488)	$ (980,462)

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended September 30, 2020, the Road Commission recognized OPEB expense of $33,496. As of September 30, 2020, the Road Commission reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	$ 159,584	$ 26,743	$ 132,841
Changes in assumptions	641,852	465,002	176,850
Net difference between projected and actual earnings on OPEB plan investments	34,677	-	34,677
Total	$ 836,113	$ 491,745	$ 344,368

EATON COUNTY, MICHIGAN

Notes to Financial Statements

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

Year Ended September 30,	Amount
2021	$ 61,219
2022	128,582
2023	112,524
2024	33,672
2025	8,371
Total	$ 344,368

For required supplementary information (RSI) for the Road Commission's OPEB plan, refer to the separately issued Road Commission's report.

13. PENSION PLANS

County

General Information About the Plan

Plan Description. The County's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The County 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. Pension benefits vary by division/bargaining unit and are calculated as final average compensation (based on a 3 or 5 year period) and multipliers ranging from 1.7% to 3.2%. Participants are considered to be fully vested in the plan after 10 years. Normal retirement age is 60 with early retirement at age 50 with 25 years of service, age 55 with 15 years of service, or age 55 with 25 years of service, depending on division/bargaining unit.

Employees Covered by Benefit Terms. At the December 31, 2019 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	319
Inactive employees entitled to but not yet receiving benefits	218
Active employees	345
Total membership	882

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Contributions. The County 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. In addition, the employer may establish contribution rates to be paid by its covered employees.

Employer and employee contribution rates, by division/bargaining unit, were as follows for the year ended September 30, 2020:

Division/Bargaining Unit	Employer Contribution	Employee Contribution
01 - NonUnion	12.24%	7.30%
02 - Sheriff Superv.	78.16%	14.50%
10 - Admin Staff	36.76%	9.00%
11 - General Maint	14.23%	5.94%
12 - NonSupervisors	17.71%	10.46%
13 - Dispatch Superv.	43.22%	12.20%
15 - Gen Youth Services	4.39%	1.00%
16 - Animal Control	30.40%	7.30%
20 - Sheriff Non-Superv	19.61%	10.70%

Net Pension Liability. The County's net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00% in the long-term
Investment rate of return	7.35%, net of investment and administrative expense including inflation

The mortality table used to project the mortality experience of non-disabled plan members is a 50% male, 50% female blend of the following tables:

- The RP-2014 Healthy Annuitant Mortality Tables, with rates multiplied by 105%
- The RP-2014 Employee Mortality Tables
- The RP-2014 Juvenile Mortality Tables

The mortality table used to project the mortality experience of disabled plan members is 50% Male, 50% Female blend of RP-2014 Disabled Retiree Mortality Tables.

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of the most recent actuarial experience study of 2009-2013.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Long-term Expected Rate of Return. 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	Expected Money-Weighted Rate of Return
Global equity	60.0%	5.25%	3.15%
Global fixed income	20.0%	1.25%	0.25%
Private investments	20.0%	7.25%	1.45%
	100.0%		
Inflation			2.50%
Administrative expenses netted above			0.25%
Investment rate of return			7.60%

Discount Rate. The discount rate used to measure the total pension liability is 7.6% (down from 8.0% at December 31, 2018). 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.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Changes in Net Pension Liability

The components of the change in the net pension liability are summarized as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2019	$ 150,099,666	$ 89,806,336	$ 60,293,330
Changes for the year:			
Service cost	1,893,383	-	1,893,383
Interest	11,693,659	-	11,693,659
Differences between expected and actual experience	109,916	-	109,916
Changes in assumptions	6,200,157	-	6,200,157
Employer contributions	-	4,607,824	(4,607,824)
Employee contributions	-	1,662,685	(1,662,685)
Net investment income	-	12,040,150	(12,040,150)
Benefit payments, including refunds of employee contributions	(9,387,588)	(9,387,588)	-
Administrative expense	-	(207,518)	207,518
Net changes	10,509,527	8,715,553	1,793,974
Balances at December 31, 2020	$ 160,609,193	$ 98,521,889	$ 62,087,304

Changes in assumptions. In 2020, amounts reported as changes of assumptions resulted primarily from a decrease in the assumed rate of return from 7.75% to 7.35%, and a decrease in the assumed rate of wage inflation from 3.75% to 3.00%.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.6%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.6%) or 1% higher (8.6%) than the current rate:

	1% Decrease (6.6%)	Current Discount Rate (7.6%)	1% Increase (8.6%)
County's net pension liability	$ 80,259,043	$ 62,087,304	$ 46,908,196

Pension Plan Fiduciary Net Position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued Plan financial statements.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

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

For the year ended September 30, 2020, the County recognized pension expense of $8,752,354. The County reported deferred outflows/inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	$ 82,437	$ 1,509,148	$ (1,426,711)
Changes in assumptions	4,650,118	326,322	4,323,796
Net difference between projected and actual earnings on pension plan investments	461,132	-	461,132
	5,193,687	1,835,470	3,358,217
Contributions subsequent to the measurement date	3,098,000	-	3,098,000
Total	$ 8,291,687	$ 1,835,470	$ 6,456,217

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 September 30, 2021. Other amounts reported as deferred outflows of resources related to the pension will be recognized in pension expense as follows:

Year Ended September 30,	Amount
2020	$ 323,299
2021	1,197,322
2022	2,838,231
2023	(1,000,635)
Total	$ 3,358,217

Payable to the Pension Plan. At September 30, 2020, the County had $422,559 payable for contributions to the pension plan.

For governmental activities, the net pension liability is generally liquidated by the general fund.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Section 457 Plan

The County also offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all full-time County employees, who may elect to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency. The Plan has created a trust for the exclusive benefit of the Plan's participants under the rules provided in Internal Revenue Code Section 401(f). The County did not contribute to the plan during 2020. The County employees made contributions of $395,527 to the plan for the year ended September 30, 2020.

Health and Rehabilitation Services Facility

General Information About the Plan

Plan Description. The Health and Rehabilitation Services Facility (Facility) defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The Facility 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. Pension benefits vary by division/bargaining unit and are calculated as final average compensation (based on a 3 or 5 year period) and multipliers ranging from 1.7% to 2.5%. Participants are considered to be fully vested in the plan after 6 or 10 years, depending on division/bargaining unit. Normal retirement age is 60 with early retirement at age 55 with 15 years of service or age 50 with 25 years of service, depending on division/bargaining unit.

Employees Covered by Benefit Terms. At the December 31, 2019 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	51
Inactive employees entitled to but not yet receiving benefits	22
Active employees	188
Total membership	261

Contributions. The Facility 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. In addition, the employer may establish contribution rates to be paid by its covered employees.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

For the year ended September 30, 2020, the average active employee contribution rate was 3.0 percent of annual pay and the Facility's average contribution rate was approximately 4.5 percent of annual payroll.

Net Pension Liability. The Facility's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00% in the long-term
Investment rate of return	7.35%, net of investment and administrative expense including inflation

The mortality table used to project the mortality experience of non-disabled plan members is a 50% male, 50% female blend of the following tables:

- The RP-2014 Healthy Annuitant Mortality Tables, with rates multiplied by 105%
- The RP-2014 Employee Mortality Tables
- The RP-2014 Juvenile Mortality Tables

The mortality table used to project the mortality experience of disabled plan members is 50% Male, 50% Female blend of RP-2014 Disabled Retiree Mortality Tables.

The actuarial assumptions used in the December 31, 2018 valuation were based on the results of the most recent actuarial experience study of 2009-2013.

Long-term Expected Rate of Return. 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.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

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	Expected Money-Weighted Rate of Return
Global equity	60.0%	5.25%	3.15%
Global fixed income	20.0%	1.25%	0.25%
Private investments	20.0%	7.25%	1.45%
	100.0%		
Inflation			2.50%
Administrative expenses netted above			0.25%
Investment rate of return			7.60%

Discount Rate. The discount rate used to measure the total pension liability is 7.6% (down from 8.0% at December 31, 2018). 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.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Changes in Net Pension Liability

The components of the change in the net pension liability are summarized as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2018	$ 12,432,565	$ 10,786,408	$ 1,646,157
Changes for the year:			
Service cost	585,330	-	585,330
Interest	994,930	-	994,930
Differences between expected and actual experience	(309,552)	-	(309,552)
Changes in assumptions	281,938	-	281,938
Employer contributions	-	417,214	(417,214)
Employee contributions	-	262,933	(262,933)
Net investment income	-	1,477,611	(1,477,611)
Benefit payments, including refunds of employee contributions	(577,198)	(577,198)	-
Administrative expense	-	(25,473)	25,473
Net changes	975,448	1,555,087	(579,639)
Balances at December 31, 2019	$ 13,408,013	$ 12,341,495	$ 1,066,518

Changes in assumptions. In 2020, amounts reported as changes of assumptions resulted primarily from a decrease in the assumed rate of return from 7.75% to 7.35%, and a decrease in the assumed rate of wage inflation from 3.75% to 3.00%.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the Facility, calculated using the discount rate of 7.6%, as well as what the Facility's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.6%) or 1% higher (8.6%) than the current rate:

	1% Decrease (6.6%)	Current Discount Rate (7.6%)	1% Increase (8.6%)
Facility's net pension liability (asset)	$ 2,871,010	$ 1,066,518	$ (417,520)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Plan financial statements.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended September 30, 2020, the Facility recognized pension expense of $452,788. The Facility reported deferred outflows/inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	$ -	$ 568,860	$ (568,860)
Changes in assumptions	140,969	-	140,969
Net difference between projected and actual earnings on pension plan investments	50,330	-	50,330
	191,299	568,860	(377,561)
Contributions subsequent to the measurement date	299,844	-	299,844
Total	$ 491,143	$ 568,860	$ (77,717)

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 September 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the pension will be recognized in pension expense as follows:

Year Ended September 30,	Amount
2021	$ (262,579)
2022	(5,096)
2023	98,070
2024	(170,159)
2025	(37,797)
Total	$ (377,561)

Payable to the Pension Plan. At September 30, 2020, the Facility reported a payable of $51,522 for the outstanding amount of contributions to the pension plan required for the year ended September 30, 2020.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

District Health Department

General Information About the Plan

Plan Description. The District Health Department (Department) defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The Department 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. Pension benefits vary by division/bargaining unit and are calculated as final average compensation (based on a 3 or 5 year period) and multipliers at 2.5%. Participants are considered to be fully vested in the plan after 6 years. Normal retirement age is 60 with early retirement at age 50 with 25 years of service or age 55 with 15 years of service, depending on division/bargaining unit.

Employees Covered by Benefit Terms. At the December 31, 2019 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	98
Inactive employees entitled to but not yet receiving benefits	87
Active employees	46
Total membership	231

Contributions. The Department 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. In addition, the employer may establish contribution rates to be paid by its covered employees.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Employer and employee contribution amounts or rates, by division/bargaining unit, were as follows for the year ended September 30, 2020:

Division/Bargaining Unit	Employer Contribution	Employee Contribution
01 - PERA Unit II	12.44%	12.41%
10 - Non Un Mgmt	38.71%	2.00%

Net Pension Liability. The Department's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.75% in the long-term
Investment rate of return	7.35%, net of investment and administrative expense including inflation

The mortality table used to project the mortality experience of non-disabled plan members is a 50% male, 50% female blend of the following tables:
- The RP-2014 Healthy Annuitant Mortality Tables, with rates multiplied by 105%
- The RP-2014 Employee Mortality Tables
- The RP-2014 Juvenile Mortality Tables

The mortality table used to project the mortality experience of disabled plan members is 50% Male, 50% Female blend of RP-2014 Disabled Retiree Mortality Tables.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of the most recent actuarial experience study of 2009-2013.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Long-term Expected Rate of Return. 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	Expected Money-Weighted Rate of Return
Global equity	60.0%	5.25%	3.15%
Global fixed income	20.0%	1.25%	0.25%
Private investments	20.0%	7.25%	1.45%
	100.0%		
Inflation			2.50%
Administrative expenses netted above			0.25%
Investment rate of return			7.60%

Discount Rate. The discount rate used to measure the total pension liability as of December 31, 2019 was 7.6% (down from 8.0% at December 31, 2018). 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.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Changes in Net Pension Liability

The components of the change in the net pension liability are summarized as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2018	$ 20,768,169	$ 14,383,381	$ 6,384,788
Changes for the year:			
Service cost	296,444	-	296,444
Interest	1,617,283	-	1,617,283
Changes in benefits	(84,853)	-	(84,853)
Differences between expected and actual experience	(125,235)	-	(125,235)
Changes in assumptions	662,230	-	662,230
Employer contributions	-	418,506	(418,506)
Employee contributions	-	260,386	(260,386)
Net investment income	-	1,923,852	(1,923,852)
Benefit payments, including refunds of employee contributions	(1,363,439)	(1,363,439)	-
Administrative expense	-	(33,124)	33,124
Net changes	1,002,430	1,206,181	(203,751)
Balances at December 31, 2019	$ 21,770,599	$ 15,589,562	$ 6,181,037

Changes in assumptions. In 2020, amounts reported as changes of assumptions resulted primarily from a decrease in the assumed rate of return from 7.75% to 7.35%, and a decrease in the assumed rate of wage inflation from 3.75% to 3.00%.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents the net pension liability of the Department, calculated using the discount rate of 7.6%, as well as what the Department's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.6%) or 1% higher (8.6%) than the current rate:

	1% Decrease (6.6%)	Current Discount Rate (7.6%)	1% Increase (8.6%)
Department's net pension liability	$ 8,454,014	$ 6,181,037	$ 4,255,963

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued Plan financial statements.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended September 30, 2020, the Department recognized pension expense of $625,615. The Department reported deferred outflows/inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	$ -	$ 62,617	$ (62,617)
Changes in assumptions	331,115	-	331,115
Net difference between projected and actual earnings on pension plan investments	61,899	-	61,899
	393,014	62,617	330,397
Contributions subsequent to the measurement date	330,764	-	330,764
Total	$ 723,778	$ 62,617	$ 661,161

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 September 30, 2021. Other amounts reported as deferred outflows of resources related to the pension will be recognized in pension expense as follows:

Year Ended September 30,	Amount
2021	$ 233,263
2022	53,401
2023	204,410
2024	(160,677)
Total	$ 330,397

Payable to the Pension Plan. At September 30, 2020, the Department had $72,818 payable for contributions to the pension plan.

EATON COUNTY, MICHIGAN

Notes to Financial Statements

14. DEFINED CONTRIBUTION PENSION PLAN - ROAD COMMISSION

The Road Commission provides pension benefits for substantially all of its regular full-time employees through a defined contribution pension plan. The Road Commission is the plan administrator; however, the daily plan administration and operation is provided through the American Funds Group. The Road Commission contributes an amount equal to 12% of each employee's compensation during the plan year, after completion of one year of service. Members do not contribute any annual compensation to this plan. The Road Commission's contributions to the plan for the year ended September 30, 2020 were $225,880.

15. NET INVESTMENT IN CAPITAL ASSETS

The composition of net investment in capital assets as of September 30, 2020, was as follows:

	Governmental Activities	Business-type Activities	Component Units
Capital assets:			
Capital assets not being depreciated	$ 4,257,233	$ -	$ 30,252,404
Capital assets being depreciated, net	36,289,570	12,807,296	146,348,243
	40,546,803	12,807,296	176,600,647
Related debt:			
Capital related bonds and notes	(7,450,000)	(3,975,673)	(28,331,000)
Bonds payable related to capital lease receivables	-	-	3,585,000
Installment contracts	(13,205,014)	-	-
Deferred charge on refunding	328,060	102,727	197,865
Deferred charge on refunding from bonds payable related to capital lease receivables	-	-	(44,482)
Unamortized premium on capital related bonds	-	-	(270,451)
	(20,326,954)	(3,872,946)	(24,863,068)
Total net investment in capital assets	$ 20,219,849	$ 8,934,350	$ 151,737,579

EATON COUNTY, MICHIGAN

Notes to Financial Statements

16. COMPONENTS OF FUND BALANCES

Detailed information on fund balances of governmental funds as of September 30, 2020 is as follows:

	General Fund	Child Care Fund	Central Dispatch 911 Surcharge	Nonmajor Governmental Funds	Total
Nonspendable:					
Prepaids	$ 33,245	$ -	$ -	$ 25,231	$ 58,476
Advances to component units	60,000	-	-	-	60,000
Total nonspendable	93,245	-	-	25,231	118,476
Restricted for:					
Central dispatch	-	-	2,112,150	1,008,669	3,120,819
Judicial	-	-	-	15,072	15,072
Debt service	-	-	-	174,901	174,901
Permanent trusts	-	-	-	3,325	3,325
CDBG housing	-	-	-	241,391	241,391
ROD technology	-	-	-	23,506	23,506
Public safety	-	-	-	1,866,251	1,866,251
Officer training	-	-	-	175,966	175,966
Remonumentation	-	-	-	16,993	16,993
Animal control	-	-	-	10,947	10,947
Indigent defense	-	-	-	612,816	612,816
Total restricted	-	-	2,112,150	4,149,837	6,261,987
Committed for:					
Public safety	-	-	-	5,621	5,621
Child care	-	710,431	-	-	710,431
Solid waste	-	-	-	106,382	106,382
Health and social services	-	-	-	129,710	129,710
Sheriff road crew	-	-	-	8,095	8,095
Concealed pistol licenses	-	-	-	98,248	98,248
Total committed	-	710,431	-	348,056	1,058,487
Assigned for:					
Public improvement	1,036,825	-	-	-	1,036,825
Technology	294,466	-	-	-	294,466
Total assigned	1,331,291	-	-	-	1,331,291
Unassigned	7,514,626	-	-	-	7,514,626
Total fund balances	$ 8,939,162	$ 710,431	$ 2,112,150	$ 4,523,124	$ 16,284,867

Notes to Financial Statements

17. TAX ABATEMENTS

Industrial property tax abatements are granted in the State of Michigan under Public Act 198, as amended, to promote economic development, creation of jobs, and new or improvement facilities. The industrial facilities tax (IFT) exemption must be approved by both the local unit (after a public hearing is held) and the State of Michigan. IFT exemptions can cover real and/or personal property. By State law, the exemption must be applied for no later than six months after commencement of the project, and must be accompanied by a written agreement between the taxpayer and the local unit. An exemption allows for taxation on IFT property at 50% of the local property tax millage rate for a period of 1 to 12 years. Accordingly, such agreements meet the criteria of "tax abatements" under GASB Statement No. 77. Property taxes abated by the County in 2020 amounted to $155,229.

18. CORONAVIRUS (COVID-19)

In March 2020, the World Health Organization declared the novel coronavirus outbreak (COVID-19) to be a global pandemic. The extent of the ultimate impact of the pandemic on the County's operational and financial performance will depend on various developments, including the duration and spread of the outbreak and its impact on employees, vendors, and taxpayers, all of which cannot be reasonably predicted at this time. In addition, it may place additional demands on the County for providing emergency services to its citizens. While management reasonably expects the COVID-19 outbreak to negatively impact the County's financial position, changes in financial position, and, where applicable, the timing and amounts of cash flows, the related financial consequences and duration are highly uncertain.

19. SUBSEQUENT EVENTS

In October 2020, the County issued Munson Drain District Drain Bond, Series 2020, in the amount of $840,000. The bonds bear interest at 2.05%, and final payment is due June 1, 2035.

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REQUIRED SUPPLEMENTARY INFORMATION

EATON COUNTY, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plan - County

Schedule of Changes in the County's Net Pension Liability and Related Ratios

	Year Ended September 30		
	2020	2019	2018
Total pension liability			
Service cost	$ 1,893,383	$ 2,405,615	$ 2,814,290
Interest	11,693,659	11,961,071	11,993,167
Changes in benefit terms	-	(5,789,913)	(5,257,822)
Differences between expected and actual experience	109,916	(1,578,253)	(942,832)
Changes of assumptions	6,200,157	(652,644)	-
Benefit payments, including refunds of employee contributions	(9,387,588)	(9,113,590)	(8,493,723)
Net change in total pension liability	10,509,527	(2,767,714)	113,080
Total pension liability, beginning of year	150,099,666	152,867,380	152,754,300
Total pension liability, end of year	160,609,193	150,099,666	152,867,380
Plan fiduciary net position			
Employer contributions	4,607,824	4,394,712	7,584,715
Employee contributions	1,662,685	1,821,211	1,943,867
Net investment income (loss)	12,040,150	(3,702,698)	11,264,941
Benefit payments, including refunds of employee contributions	(9,387,588)	(9,113,590)	(8,493,723)
Administrative expense	(207,518)	(185,099)	(177,694)
Net change in plan fiduciary net position	8,715,553	(6,785,464)	12,122,106
Plan fiduciary net position, beginning of year	89,806,336	96,591,800	84,469,694
Plan fiduciary net position, end of year	98,521,889	89,806,336	96,591,800
County's net pension liability	$ 62,087,304	$ 60,293,330	$ 56,275,580
Plan fiduciary net position as a percentage of total pension liability	61.3%	59.8%	63.2%
Covered payroll	$ 17,346,961	$ 16,624,887	$ 17,610,631
County's net pension liability as a percentage of covered payroll	357.9%	362.7%	319.6%

See notes to required supplementary information.

Year Ended September 30		
2017	2016	2015
$ 2,952,935	$ 2,994,010	$ 2,744,783
11,628,359	10,779,046	10,297,354
-	-	-
(1,714,439)	2,594,548	-
-	6,193,688	-
(7,981,138)	(7,701,609)	(6,954,516)
4,885,717	14,859,683	6,087,621
147,868,583	133,008,900	126,921,279
152,754,300	147,868,583	133,008,900
2,840,110	4,232,444	2,295,134
1,969,542	2,009,187	1,900,799
8,839,904	(1,200,470)	4,994,651
(7,981,138)	(7,701,609)	(6,954,516)
(174,598)	(176,990)	(183,040)
5,493,820	(2,837,438)	2,053,028
78,975,874	81,813,312	79,760,284
84,469,694	78,975,874	81,813,312
$ 68,284,606	$ 68,892,709	$ 51,195,588
55.3%	53.4%	61.5%
$ 18,444,571	$ 18,536,741	$ 16,927,042
370.2%	371.7%	302.4%

EATON COUNTY, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plan - County
Schedule of Contributions

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution (Deficiency) Excess	Covered Payroll	Contributions as Percentage of Covered Payroll
2020	$ 4,167,495	$ 4,221,300	$ 53,805	$ 17,212,636	24.5%
2019	4,502,720	4,825,245	322,525	17,717,763	27.2%
2018	4,229,217	4,229,217	-	17,535,135	24.1%
2017	2,969,160	7,219,160	4,250,000	18,923,630	38.1%
2016	4,252,006	4,252,006	-	18,574,547	22.9%
2015	2,649,596	2,649,596	-	17,943,906	14.8%

See notes to required supplementary information.

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EATON COUNTY, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plan -
Health and Rehabilitation Services Facility
Schedule of Changes in the Facility's Net Pension Liability and Related Ratios

	Year Ended September 30		
	2020	**2019**	**2018**
Total pension liability			
Service cost	$ 585,330	$ 595,768	$ 612,378
Interest	994,930	961,731	907,203
Differences between expected and actual experience	(309,552)	(554,795)	(302,372)
Changes of assumptions	281,938	-	-
Benefit payments, including refunds of employee contributions	(577,198)	(587,793)	(466,787)
Net change in total pension liability	975,448	414,911	750,422
Total pension liability, beginning of year	12,432,565	12,017,654	11,267,232
Total pension liability, end of year	13,408,013	12,432,565	12,017,654
Plan fiduciary net position			
Employer contributions	417,214	456,002	451,825
Employee contributions	262,933	271,528	268,181
Net investment income (loss)	1,477,611	(447,174)	1,292,379
Benefit payments, including refunds of employee contributions	(577,198)	(587,793)	(466,787)
Administrative expense	(25,473)	(21,803)	(20,401)
Net change in plan fiduciary net position	1,555,087	(329,240)	1,525,197
Plan fiduciary net position, beginning of year	10,786,408	11,115,648	9,590,451
Plan fiduciary net position, end of year	12,341,495	10,786,408	11,115,648
Facility's net pension liability	$ 1,066,518	$ 1,646,157	$ 902,006
Plan fiduciary net position as a percentage of total pension liability	92.0%	86.8%	92.5%
Covered payroll	$ 8,401,022	$ 8,672,329	$ 8,771,631
Facility's net pension liability as a percentage of covered payroll	12.7%	19.0%	10.3%

See notes to required supplementary information.

Year Ended September 30		
2017	2016	2015
$ 642,065	$ 589,206	$ 555,375
834,018	754,946	686,617
(80,340)	(63,415)	-
-	431,055	-
(465,386)	(462,355)	(398,998)
930,357	1,249,437	842,994
10,336,875	9,087,438	8,244,444
11,267,232	10,336,875	9,087,438
442,343	396,548	356,907
278,730	245,016	241,066
973,602	(129,789)	491,649
(465,386)	(462,355)	(398,998)
(19,191)	(18,619)	(18,165)
1,210,098	30,801	672,459
8,380,353	8,349,552	7,677,093
9,590,451	8,380,353	8,349,552
$ 1,676,781	$ 1,956,522	$ 737,886
85.1%	81.1%	91.9%
$ 9,299,528	$ 8,198,547	$ 7,719,600
18.0%	23.9%	9.6%

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EATON COUNTY, MICHIGAN

Required Supplementary Information
MERS Agent Multiple-Employer Defined Benefit Pension Plan -
Health and Rehabilitation Services Facility
Schedule of Contributions

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution (Deficiency) Excess	Covered Payroll	Contributions as Percentage of Covered Payroll
2020	$ 417,214	$ 417,214	$ -	$ 8,707,102	4.8%
2019	421,412	421,412	-	8,772,568	4.8%
2018	459,402	459,402	-	8,672,329	5.3%
2017	448,109	448,109	-	8,771,631	5.1%
2016	420,882	420,882	-	9,299,528	4.5%
2015	384,195	384,195	-	8,198,547	4.7%

See notes to required supplementary information.

EATON COUNTY, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plan - District Health
Schedule of Changes in the District's Net Pension Liability and Related Ratios

	Year Ended September 30		
	2020	2019	2018
Total pension liability			
Service cost	$ 296,444	$ 331,706	$ 347,436
Interest	1,617,283	1,615,788	1,600,100
Changes in benefit terms	(84,853)	(16,866)	5,121
Differences between expected and actual experience	(125,235)	(463,927)	(368,056)
Changes of assumptions	662,230	-	-
Benefit payments, including refunds of employee contributions	(1,363,439)	(1,460,059)	(1,301,200)
Net change in total pension liability	1,002,430	6,642	283,401
Total pension liability, beginning of year	20,768,169	20,761,527	20,478,126
Total pension liability, end of year	21,770,599	20,768,169	20,761,527
Plan fiduciary net position			
Employer contributions	418,506	453,389	510,469
Employee contributions	260,386	282,890	288,604
Net investment income (loss)	1,923,852	(596,857)	1,884,313
Benefit payments, including refunds of employee contributions	(1,363,439)	(1,460,059)	(1,301,200)
Administrative expense	(33,124)	(30,048)	(29,855)
Net change in plan fiduciary net position	1,206,181	(1,350,685)	1,352,331
Plan fiduciary net position, beginning of year	14,383,381	15,734,066	14,381,735
Plan fiduciary net position, end of year	15,589,562	14,383,381	15,734,066
District's net pension liability	$ 6,181,037	$ 6,384,788	$ 5,027,461
Plan fiduciary net position as a percentage of total pension liability	71.6%	69.3%	75.8%
Covered payroll	$ 2,330,330	$ 2,530,932	$ 2,603,480
District's net pension liability as a percentage of covered payroll	265.2%	252.3%	193.1%

See notes to required supplementary information.

Year Ended September 30		
2017	2016	2015
$ 386,614	$ 345,262	$ 352,453
1,560,837	1,462,130	1,408,014
50,081	(69,189)	-
(220,069)	284,641	-
-	945,293	-
(1,232,976)	(1,169,315)	(1,032,516)
544,487	1,798,822	727,951
19,933,639	18,134,817	17,406,866
20,478,126	19,933,639	18,134,817
784,021	561,235	1,092,352
190,901	187,030	175,161
1,486,296	(206,101)	807,772
(1,232,976)	(1,169,315)	(1,032,516)
(29,416)	(30,066)	(29,793)
1,198,826	(657,217)	1,012,976
13,182,909	13,840,126	12,827,150
14,381,735	13,182,909	13,840,126
$ 6,096,391	$ 6,750,730	$ 4,294,691
70.2%	66.1%	76.3%
$ 2,660,328	$ 2,700,051	$ 2,769,717
229.2%	250.0%	155.1%

EATON COUNTY, MICHIGAN

Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plan - District Health
Schedule of Contributions

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution (Deficiency) Excess	Covered Payroll	Contributions as Percentage of Covered Payroll
2020	$ 425,762	$ 425,762	$ -	$ 2,436,823	17.5%
2019	424,526	424,526	-	2,522,943	16.8%
2018	459,728	459,728	-	2,710,798	17.0%
2017	502,469	502,469	-	2,830,927	17.7%
2016	429,325	429,325	-	2,891,203	14.8%
2015	430,521	801,445	370,924	2,882,202	27.8%

See notes to required supplementary information.

EATON COUNTY, MICHIGAN

Required Supplementary Information

Retiree Healthcare Plan - County

Schedule of Changes in the County's Net OPEB Liability and Related Ratios

	Year Ended September 30			
	2020	2019	2018	2017
Total OPEB liability				
Service cost	$ 433,428	$ 558,732	$ 645,482	$ 650,485
Interest	3,279,352	3,390,464	3,262,917	3,130,680
Differences between expected and actual experience	(5,284,718)	(5,699,117)	(107,134)	(45,536)
Changes of assumptions	3,536,937	(419,558)	-	-
Benefit payments, including refunds of employee contributions	(1,896,113)	(1,715,817)	(1,548,406)	(1,509,962)
Net change in total OPEB liability	68,886	(3,885,296)	2,252,859	2,225,667
Total OPEB liability, beginning of year	53,200,974	57,086,270	54,833,411	52,607,744
Total OPEB liability, end of year	53,269,860	53,200,974	57,086,270	54,833,411
Plan fiduciary net position				
Employer contributions	1,922,464	2,832,132	1,622,831	1,545,700
Net investment income	1,025,356	227,864	623,697	1,267,932
Benefit payments, including refunds of employee contributions	(1,896,113)	(1,715,817)	(1,548,406)	(1,509,962)
Administrative expense	(25,884)	(34,008)	(18,884)	(17,114)
Net change in plan fiduciary net position	1,025,823	1,310,171	679,238	1,286,556
Plan fiduciary net position, beginning of year	14,060,712	12,750,541	12,071,303	10,784,747
Plan fiduciary net position, end of year	15,086,535	14,060,712	12,750,541	12,071,303
County's net OPEB liability	$ 38,183,325	$ 39,140,262	$ 44,335,729	$ 42,762,108
Plan fiduciary net position as a percentage of total OPEB liability	28.3%	26.4%	22.3%	22.0%
Covered payroll	$ 6,901,522	$ 7,476,278	$ 8,200,982	$ 10,405,947
County's net OPEB liability as a percentage of covered payroll	553.3%	523.5%	540.6%	410.9%

See notes to required supplementary information.

EATON COUNTY, MICHIGAN

Required Supplementary Information

Retiree Healthcare Plan - County
Schedule of Contributions

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution (Deficiency) Excess	Covered Payroll	Contributions as Percentage of Covered Payroll
2020	$ 4,210,625	$ 1,922,464	$ (2,288,161)	$ 6,901,522	27.9%
2019	4,312,583	2,832,132	(1,480,451)	7,476,278	37.9%
2018	4,319,553	1,622,831	(2,696,722)	8,200,982	19.8%
2017	5,041,943	1,545,700	(3,496,243)	10,405,947	14.9%

See notes to required supplementary information.

EATON COUNTY, MICHIGAN

Required Supplementary Information

Retiree Healthcare Plan - County
Schedule of Investment Returns

Fiscal Year Ended September 30,	Annual Return [1]
2020	7.29%
2019	1.72%
2018	9.63%
2017	5.06%

[1] Annual money-weighted rate of return, net of investment expenses

See notes to required supplementary information.

EATON COUNTY, MICHIGAN

Required Supplementary Information

Retiree Healthcare Plan - Health and Rehabilitation Services Facility
Schedule of Changes in the Facility's Total OPEB Liability and Related Ratios

	Year Ended September 30		
	2020	2019	2018
Total OPEB liability			
Service cost	$ 18,728	$ 17,670	$ 131,414
Interest	41,632	40,927	45,073
Effect of economic/demographic gains or losses	9,647	16,729	(118,070)
Changes of assumptions	311,986	31,546	3,987
Benefit payments	(36,096)	(37,833)	(40,857)
Net change in total OPEB liability	345,897	69,039	21,547
Total OPEB liability, beginning of year	1,039,936	970,897	949,350
Total OPEB liability, end of year	$ 1,385,833	$ 1,039,936	$ 970,897
Covered payroll	$ 551,671	$ 499,734	$ 502,484
Facility's total OPEB liability as a percentage of covered payroll	251.2%	208.1%	193.2%

See notes to required supplementary information.

EATON COUNTY, MICHIGAN

Notes to Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plans

Notes to the Schedule of Changes in the Net Pension Liability and Related Ratios

The amounts presented for each fiscal year were determined as of December 31 of the preceding year.

GASB 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Assumption changes for 2016. Based on the 2009-2013 Experience Study the following assumptions were changed starting with the December 31, 2015 valuation: (1) mortality table was adjusted to reflect longer lifetimes, (2) assumed annual rate of return of investment return, net of all expenses, was lowered from 8% to 7.75% (3) asset smoothing period was changed from 10 years to 5 years (4) the amortization period was moved to a fixed period amortization for the December 31, 2015 annual valuations.

Changes in benefit terms for 2018. Effective October 1, 2017 the defined benefit pension multiplier was decreased from 2.5% to 2.0% for future service credit for a portion of the employee population.

Changes in benefit terms for 2019. Effective February 1, 2019 the defined benefit multiplier was decreased from 3.2% to 2.0% for future service credit for a portion of the employee population.

Assumption changes for 2019. Revised wages were adjusted by a factor to reflect the changes in definition of compensation which are scheduled to occur during 2019.

Assumption changes for 2020. amounts reported as changes of assumptions resulted primarily from a decrease in the assumed rate of return from 7.75% to 7.35%, and a decrease in the assumed rate of wage inflation from 3.75% to 3.00%.

EATON COUNTY, MICHIGAN

Notes to Required Supplementary Information

MERS Agent Multiple-Employer Defined Benefit Pension Plans

Notes to Schedule of Contributions

GASB 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

County. The employer contributions for the fiscal year ended September 30, 2017 include $4,250,000 contributed by MERS, under the terms of a Settlement Agreement entered into between the County, MERS, and three (3) of the bargaining units representing County employees in 1997.

Valuation Date	Actuarially determined contribution rates are calculated as of the December 31 that is 21 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates (2020, based on the 12/31/2017 actuarial valuation):

Actuarial cost method	Entry-age normal
Amortization method	Level percent of payroll
Remaining amortization period	County: 18-21 years, depending on division/bargaining unit Facility: 21 years District Health: 21 years
Asset valuation method	5-year smooth market
Inflation	2.50%
Salary increases	3.75% in the long-term
Investment rate of return	7.75%, net of investment and administrative expense including inflation
Normal retirement age	Age 60
Mortality	50% Female/50% Male blend of the RP-2014 Healthy Annuitant Mortality Tables with rates multiplied by 105%, the RP-2014 Employee Mortality Tables, and the RP-2014 Juvenile Mortality Tables

EATON COUNTY, MICHIGAN

Notes to Required Supplementary Information

Retiree Healthcare Plans

Notes to the Schedule of Changes in the Net OPEB Liability and Related Ratios

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

GASB 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Assumption changes for 2019 - County. Increase in the discount rate from 6.0% to 6.25%.

Assumption changes for 2020 - County. Based on the 2014-2018 experience study the following assumptions were changed starting with the September 30, 2020 valuation. The adopted changes are summarized as follows: 3.0 percent to 9.7 percent wage inflation assumption, sex distinct Pub-2010 mortality tables, updated retirement rates, updated separation rates.

Assumption changes for 2020 - Facility. The changes in assumptions include a decrease in the inflation assumption from 4.00 percent to 2.25 percent and a decrease in the assumed salary increase from 1.60 percent to 1.30 percent.

Notes to Schedule of Contributions - County

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

Valuation Date	December 31, 2018 funding valuation

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level dollar, closed
Remaining amortization period	19 years, closed
Asset valuation method	Market value of assets
Price inflation	2.5%
wage inflation	3.0%
Salary increases	3.0% to 14.0%, including inflation
Investment rate of return	6.25%, net of OPEB plan investment expense
Retirement age	Experience-based table of rates that are specific to the type of eligibility condition.

EATON COUNTY, MICHIGAN

Notes to Required Supplementary Information

Retiree Healthcare Plans

Notes to Schedule of Contributions - County (continued)

Mortality	The mortality table used to project the mortality experience of non-disabled plan members is a 50% Male - 50% Female blend of the following tables: The RP-2014 Healthy Annuitant Mortality Tables, with rates multiplied by 105% The RP-2014 Employee Mortality Tables
Health care trend rates	Initial trend of 8.25% gradually decreasing to an ultimate trend rate of 3.75% in year 10.
Excise tax	No load was applied in connection with the "Cadillac" tax
Aging factors	Based on the 2013 SOA Study "Healthcare Costs - From Birth to Death"
Notes	New assumptions were reflected in the December 31, 2019 funding valuation, which developed the contribution amount for fiscal year ending September 30, 2021. The new assumptions were also reflected in the development of the total OPEB liability as of September 30, 2020

Notes to Schedule of Investment Returns - County

GASB 74 was implemented in fiscal year 2017. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

EATON COUNTY, MICHIGAN

Detailed Schedule of Revenues and Other Financing Sources

Budget and Actual - General Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes:				
Real and personal property taxes	$ 19,893,209	$ 19,893,209	$ 19,654,863	$ (238,346)
Industrial facilities tax	102,388	102,388	103,490	1,102
Payments in lieu	6,000	6,000	31,209	25,209
Delinquent taxes	15,000	15,000	11,270	(3,730)
Trailer park taxes	10,000	10,000	10,449	449
Real estate transfer tax	415,000	415,000	436,560	21,560
Interest and penalties	50,000	50,000	52,346	2,346
Total taxes	20,491,597	20,491,597	20,300,187	(191,410)
Licenses and permits:				
Dog licenses	80,000	90,000	163,529	73,529
Pistol permits	650	650	320	(330)
Marriage licenses	16,100	16,100	12,110	(3,990)
Soil erosion	87,500	87,500	66,856	(20,644)
Total licenses and permits	184,250	194,250	242,815	48,565
Intergovernmental - federal/state:				
ADC incentive	160,000	160,000	148,945	(11,055)
Cooperative reimbursement - Friend of the Court	966,162	966,162	704,770	(261,392)
Personal property tax reimbursement	75,000	75,000	-	(75,000)
Probate judge's salary	151,438	151,438	162,059	10,621
Judicial salary standardization	182,896	182,896	182,896	-
Sheriff road patrol program	85,000	85,000	114,450	29,450
Marine safety program	5,000	5,000	4,400	(600)
Drug case incentive	300	300	675	375
Victims Rights Act	148,043	148,043	147,275	(768)
Veterans services	-	50,000	9,682	(40,318)
Parole violation grant	255,500	255,500	265,886	10,386
Diverted felon program	275,000	275,000	150,638	(124,362)
Assistant juvenile officer grant	60,000	60,000	52,776	(7,224)
Convention and tourism	470,000	470,000	467,432	(2,568)
Liquor license fees	35,000	35,000	33,981	(1,019)
State income tax	2,333,145	1,978,165	1,774,900	(203,265)
State aid-case flow assistance	20,900	20,900	14,681	(6,219)
State court equity funding	450,000	450,000	375,519	(74,481)
Title IV-E	32,000	32,000	24,720	(7,280)
WRAP housing	657,000	657,000	448,894	(208,106)
CARES Act	-	3,221,914	2,772,879	(449,035)
Miscellaneous	21,200	21,200	14,244	(6,956)
Total intergovernmental - federal/state	6,383,584	9,300,518	7,871,702	(1,428,816)

continued...

EATON COUNTY, MICHIGAN

Detailed Schedule of Revenues and Other Financing Sources

Budget and Actual - General Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues (continued)				
Intergovernmental - local:				
Township - planning	$ 172,555	$ 172,555	$ 159,555	$ (13,000)
Township - Sheriff	3,475,579	3,125,517	3,219,334	93,817
Prosecuting attorney services	42,000	42,000	23,071	(18,929)
Total intergovernmental - local	3,690,134	3,340,072	3,401,960	61,888
Charges for services:				
Court:				
District Court costs	684,000	684,000	521,653	(162,347)
Circuit Court probation	102,400	102,400	104,662	2,262
Court filing fees	35,000	35,000	34,197	(803)
Bond costs	-	-	150	150
Jury demand	4,000	4,000	520	(3,480)
Writ of garnishment	82,500	82,500	100,850	18,350
Attorney fee reimbursement	46,200	46,200	56,556	10,356
SOS reinstatement fee	28,000	28,000	22,579	(5,421)
Probation oversight	160,000	160,000	125,346	(34,654)
Alcohol assessment	24,000	24,000	18,234	(5,766)
Friend of the Court service fees	151,050	151,050	173,946	22,896
Probate court services	45,000	45,000	43,795	(1,205)
Juvenile court services	9,000	9,000	269	(8,731)
Prosecuting attorney services	24,200	24,200	92,422	68,222
Juvenile court attorney fees	65,000	65,000	47,098	(17,902)
Crime victim assessment	300	300	192	(108)
Inmate medical	7,500	7,500	-	(7,500)
General government:				
County clerk services	201,450	201,450	216,028	14,578
County treasurer services	11,000	11,000	13,210	2,210
Register of deed services	350,000	350,000	498,330	148,330
Drain commission services	75,000	75,000	59,734	(15,266)
Child care collection fees	85,000	85,000	30,102	(54,898)
Property description services	23,000	23,000	26,937	3,937
Food stamp fraud	500	500	788	288
Sheriff Department:				
Sheriff services	80,000	80,000	41,296	(38,704)
Economic crimes unit	438,000	438,000	237,470	(200,530)
OUIL/Impaired	30,000	30,000	16,260	(13,740)
False alarms	5,000	5,000	4,814	(186)
Abandoned vehicles	3,000	3,000	3,039	39
Tether program	10,000	10,000	6,359	(3,641)
Inmate medical	1,500	1,500	908	(592)
Sentenced inmate boarding	35,000	35,000	38,527	3,527
Boarding of dogs and cats	5,000	5,000	4,560	(440)
Medical Examiner - cremation fees	14,000	14,000	15,365	1,365
Parks and recreation	102,500	102,500	78,280	(24,220)

continued…

EATON COUNTY, MICHIGAN

Detailed Schedule of Revenues and Other Financing Sources

Budget and Actual - General Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues (concluded)				
Charges for services - concluded:				
Planning aerial photos	$ -	$ 122	$ 121	$ (1)
Computer	5,500	5,500	2,367	(3,133)
Miscellaneous	33,500	33,500	23,155	(10,345)
Total charges for services	2,977,100	2,977,222	2,660,119	(317,103)
Fines and forfeitures:				
Ordinance fines and costs	220,200	220,200	152,440	(67,760)
Handicap parking	50	50	28	(22)
Bond forfeitures	22,000	22,000	23,300	1,300
Dog fines	2,500	2,500	2,697	197
Law library	6,500	6,500	6,500	-
Miscellaneous	250	250	-	(250)
Total fines and forfeitures	251,500	251,500	184,965	(66,535)
Interest and rents:				
Interest on investments	250,000	273,000	79,197	(193,803)
Rental fees	256,105	256,105	260,362	4,257
Total interest and rents	506,105	529,105	339,559	(189,546)
Other:				
Reimbursements and refunds	364,736	364,736	102,456	(262,280)
Restitution	10,000	10,000	9,195	(805)
Parks and recreation	6,000	6,000	450	(5,550)
Miscellaneous	71,390	71,390	72,523	1,133
Total other	452,126	452,126	184,624	(267,502)
Total revenues	34,936,396	37,536,390	35,185,931	(2,350,459)
Other financing sources				
Transfers in	1,686,789	1,657,970	1,668,294	10,324
Proceeds from sale of capital assets	10,000	10,000	45,870	35,870
Issuance of long-term debt	611,000	611,000	1,189,718	578,718
Total other financing sources	2,307,789	2,278,970	2,903,882	624,912
Total revenues and other financing sources	$ 37,244,185	$ 39,815,360	$ 38,089,813	$ (1,725,547)

concluded

EATON COUNTY, MICHIGAN

Detailed Schedule of Expenditures and Other Financing Uses

Budget and Actual - General Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures				
Legislative:				
Board of Commissioners	$ 358,407	$ 598,407	$ 423,364	$ (175,043)
Judicial:				
Circuit Court	1,076,654	1,084,154	968,485	(115,669)
District Court	1,595,894	1,585,394	1,404,619	(180,775)
Friend of the Court	1,419,328	1,419,098	1,238,465	(180,633)
County Guardian	61,000	61,000	60,000	(1,000)
Probate Court	610,505	610,505	546,282	(64,223)
Juvenile Division	829,126	829,126	717,307	(111,819)
Probation	7,642	7,642	3,824	(3,818)
Total judicial	5,600,149	5,596,919	4,938,982	(657,937)
General government:				
Elections	89,650	89,650	38,610	(51,040)
County Clerk	665,709	665,709	598,643	(67,066)
Plat Board	323	323	-	(323)
Controller	1,006,445	1,006,445	973,462	(32,983)
Child Support	121,898	123,123	115,316	(7,807)
Information Systems	1,116,329	1,116,329	1,083,725	(32,604)
Equalization	702,394	729,532	679,451	(50,081)
Prosecuting Attorney	1,676,294	1,667,869	1,572,413	(95,456)
Building Authority	105	105	-	(105)
Economic Crimes Unit	427,511	427,211	375,387	(51,824)
Register of Deeds	274,399	274,399	253,519	(20,880)
Treasurer	525,395	558,395	527,442	(30,953)
Crime victims	171,003	176,003	171,940	(4,063)
Cooperative Extension	172,636	172,636	132,998	(39,638)
Building and Grounds	1,906,029	1,906,029	1,680,596	(225,433)
Drain Commissioner	613,182	613,182	567,693	(45,489)
Total general government	9,469,302	9,526,940	8,771,195	(755,745)
Public safety:				
Sheriff Department	5,653,470	5,505,540	5,051,425	(454,115)
Sheriff - Corrections	4,571,275	4,553,862	3,951,375	(602,487)
Sheriff - Delta office	4,248,445	4,279,012	3,986,042	(292,970)
Tri-County Metro	151,566	159,125	146,078	(13,047)
Sheriff Road Patrol	193,707	193,707	187,600	(6,107)
Marine Safety	4,891	5,315	5,003	(312)
Community Development	229,666	229,666	216,256	(13,410)
Tri-County Planning	105,972	105,972	100,926	(5,046)
Animal Control	312,810	312,810	281,561	(31,249)
Total public safety	15,471,802	15,345,009	13,926,266	(1,418,743)

continued...

EATON COUNTY, MICHIGAN

Detailed Schedule of Expenditures and Other Financing Uses

Budget and Actual - General Fund
For the Year Ended September 30, 2020

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures (concluded)				
Public works:				
Drains at large	$ 375,000	$ 375,000	$ 428,766	$ 53,766
Health and social services:				
Substance abuse	235,000	235,000	285,042	50,042
Medical examiner	296,500	296,500	275,080	(21,420)
Community Mental Health	482,135	482,135	482,135	-
Tri-County Aging	70,052	70,052	70,052	-
Veterans	109,274	159,274	98,493	(60,781)
Landfill	35,000	35,025	35,025	-
Soldiers and Sailors	30,000	30,000	16,029	(13,971)
District health - appropriation	748,690	603,644	748,690	145,046
CDBG - CARES Act	-	165,417	165,417	-
Total health and social services	2,006,651	2,077,047	2,175,963	98,916
Parks, recreation and culture:				
Courthouse Square Association	15,000	15,000	15,000	-
Parks and recreation	747,048	747,048	653,834	(93,214)
Parks special projects	2,500	2,500	945	(1,555)
Total parks, recreation and culture	764,548	764,548	669,779	(94,769)
Other:				
Computer	392,840	392,840	375,671	(17,169)
Insurance, bonds & contingency	128,000	108,000	15,989	(92,011)
Total other	520,840	500,840	391,660	(109,180)
Capital outlay:				
General	1,634,679	1,645,297	819,982	(825,315)
Computer	786,178	822,384	1,634,463	812,079
Total capital outlay	2,420,857	2,467,681	2,454,445	(13,236)
Debt service:				
Principal	575,442	576,122	500,452	(75,670)
Interest	93,586	92,906	71,434	(21,472)
Total debt service	669,028	669,028	571,886	(97,142)
Total expenditures	37,656,584	37,921,419	34,752,306	(3,169,113)
Other financing uses				
Transfers out	2,072,227	2,121,369	1,845,882	(275,487)
Total expenditures and other financing uses	$ 39,728,811	$ 40,042,788	$ 36,598,188	$ (3,444,600)

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EATON COUNTY, MICHIGAN

Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2020

	Special Revenue Funds					
	Sheriff Road Crew	Solid Waste Ordinance	Central Dispatch Fund	Swift and Sure Sanctions	CDBG Housing Grant	Construction Code Enforcement
Assets						
Cash and cash equivalents	$ 4,882	$ 132,514	$ 1,081,555	$ -	$ 241,391	$ 593,504
Receivables:						
Property taxes, net	-	-	1,619	-	-	-
Accounts	6,000	-	-	-	-	-
Due from other governments	-	-	67,391	20,128	-	-
Prepaids	-	500	24,731	-	-	-
Total assets	$ 10,882	$ 133,014	$ 1,175,296	$ 20,128	$ 241,391	$ 593,504
Liabilities						
Negative equity in pooled cash	$ -	$ -	$ -	$ 12,998	$ -	$ -
Accounts payable	-	20,983	32,040	2,698	-	-
Accrued liabilities	2,417	4,060	84,619	1,600	-	17,432
Due to other funds	370	1,089	25,237	203	-	4,142
Total liabilities	2,787	26,132	141,896	17,499	-	21,574
Fund balances						
Nonspendable	-	500	24,731	-	-	-
Restricted	-	-	1,008,669	2,629	241,391	571,930
Committed	8,095	106,382	-	-	-	-
Total fund balances	8,095	106,882	1,033,400	2,629	241,391	571,930
Total liabilities and fund balances	$ 10,882	$ 133,014	$ 1,175,296	$ 20,128	$ 241,391	$ 593,504

Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2020

Special Revenue Funds					
Remonu-mentation Grant	Register of Deeds Technology	Drug Law Enforcement - Sheriff	Medical Marijuana	S.T.O.P. Grant	Priority Court
$ 26,459	$ 23,506	$ 21,523	$ -	$ 15,258	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	5,324	-	24,110
-	-	-	-	-	-
$ 26,459	$ 23,506	$ 21,523	$ 5,324	$ 15,258	$ 24,110
$ -	$ -	$ -	$ 5,324	$ -	$ 19,244
9,466	-	-	-	-	2,230
-	-	-	-	3,727	2,339
-	-	-	-	1,131	297
9,466	-	-	5,324	4,858	24,110
-	-	-	-	-	-
16,993	23,506	21,523	-	10,400	-
-	-	-	-	-	-
16,993	23,506	21,523	-	10,400	-
$ 26,459	$ 23,506	$ 21,523	$ 5,324	$ 15,258	$ 24,110

continued…

EATON COUNTY, MICHIGAN

Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2020

	Special Revenue Funds					
	Community Corrections	Homeland Security	Drug Law Enforcement - Prosecutor	Tru-Narc Grant	District Court Sobriety	Michigan Justice Training
Assets						
Cash and cash equivalents	$ -	$ 31,494	$ 22,167	$ -	$ -	$ 5,500
Receivables:						
Property taxes, net	-	-	-	-	-	-
Accounts	-	-	-	-	-	-
Due from other governments	8,472	19,513	-	-	19,638	-
Prepaids	-	-	-	-	-	-
Total assets	$ 8,472	$ 51,007	$ 22,167	$ -	$ 19,638	$ 5,500
Liabilities						
Negative equity in pooled cash	$ 767	$ -	$ -	$ -	$ 14,448	$ -
Accounts payable	3,234	765	-	-	5,190	-
Accrued liabilities	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total liabilities	4,001	765	-	-	19,638	-
Fund balances						
Nonspendable	-	-	-	-	-	-
Restricted	4,471	50,242	22,167	-	-	5,500
Committed	-	-	-	-	-	-
Total fund balances	4,471	50,242	22,167	-	-	5,500
Total liabilities and fund balances	$ 8,472	$ 51,007	$ 22,167	$ -	$ 19,638	$ 5,500

Combining Balance Sheet

Nonmajor Governmental Funds

September 30, 2020

Special Revenue Funds						
Concealed Pistol Licenses	Sobriety Court	Department of Human Services	Local Corrections Officer Training	Juvenile Millage	Jail Millage II	Building Bridges Grant
$ 98,248	$ -	$ 129,920	$ 172,659	$ 748,180	$ 499,794	$ -
-	-	-	-	596	1,192	-
-	-	-	-	-	-	-
-	22,174	-	-	-	-	8,947
-	-	-	-	-	-	-
$ 98,248	$ 22,174	$ 129,920	$ 172,659	$ 748,776	$ 500,986	$ 8,947
$ -	$ 12,907	$ -	$ -	$ -	$ -	$ 5,917
-	1,615	210	-	32,306	-	3,030
-	1,802	-	1,590	-	38,508	-
-	229	-	603	-	9,282	-
-	16,553	210	2,193	32,306	47,790	8,947
-	-	-	-	-	-	-
-	-	-	170,466	716,470	453,196	-
98,248	5,621	129,710	-	-	-	-
98,248	5,621	129,710	170,466	716,470	453,196	-
$ 98,248	$ 22,174	$ 129,920	$ 172,659	$ 748,776	$ 500,986	$ 8,947

continued…

EATON COUNTY, MICHIGAN

Combining Balance Sheet

Nonmajor Governmental Funds
September 30, 2020

	Special Revenue Funds					
	Veterans' Court Grant	Juvenile Court Donations	Youth Facility Donations	Sheriff Donations	Animal Control Donations	Residential Substance Abuse
Assets						
Cash and cash equivalents	$ -	$ 15,072	$ 1,254	$ 11,965	$ 10,947	$ -
Receivables:						
Property taxes, net	-	-	-	-	-	-
Accounts	-	-	-	-	-	-
Due from other governments	10,437	-	-	-	-	16,711
Prepaids	-	-	-	-	-	-
Total assets	$ 10,437	$ 15,072	$ 1,254	$ 11,965	$ 10,947	$ 16,711
Liabilities						
Negative equity in pooled cash	$ 8,712	$ -	$ -	$ -	$ -	$ 13,750
Accounts payable	1,180	-	11	-	-	2,961
Accrued liabilities	470	-	-	-	-	-
Due to other funds	60	-	-	-	-	-
Total liabilities	10,422	-	11	-	-	16,711
Fund balances						
Nonspendable	-	-	-	-	-	-
Restricted	15	15,072	1,243	11,965	10,947	-
Committed	-	-	-	-	-	-
Total fund balances	15	15,072	1,243	11,965	10,947	-
Total liabilities and fund balances	$ 10,437	$ 15,072	$ 1,254	$ 11,965	$ 10,947	$ 16,711

Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2020

Special Revenue Funds		Debt Service Funds		Permanent Fund	
Indigent Defense	Corona Virus Emergency BJA Grant	Building Authority Jail	Dental Clinic	Lincoln Brick Trust	Total
$ 858,541	$ -	$ 127,401	$ 47,500	$ 3,325	$ 4,924,559
-	-	-	-	-	3,407
-	-	-	-	-	6,000
-	36,505	-	-	-	259,350
-	-	-	-	-	25,231
$ 858,541	$ 36,505	$ 127,401	$ 47,500	$ 3,325	$ 5,218,547
$ -	$ 36,505	$ -	$ -	$ -	$ 130,572
233,185	-	-	-	-	351,104
8,261	-	-	-	-	166,825
4,279	-	-	-	-	46,922
245,725	36,505	-	-	-	695,423
-	-	-	-	-	25,231
612,816	-	127,401	47,500	3,325	4,149,837
-	-	-	-	-	348,056
612,816	-	127,401	47,500	3,325	4,523,124
$ 858,541	$ 36,505	$ 127,401	$ 47,500	$ 3,325	$ 5,218,547

concluded

EATON COUNTY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds
For the Year Ended September 30, 2020

	Special Revenue Funds					
	Sheriff Road Crew	Solid Waste Ordinance	Central Dispatch Fund	Swift and Sure Sanctions	CDBG Housing Grant	Construction Code Enforcement
Revenues						
Property taxes	$ -	$ -	$ 3,524,607	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	489,294
Intergovernmental - federal/state	-	-	328,385	68,540	47,096	-
Charges for services	50,700	340,045	-	544	2,841	19,028
Interest and rents	-	-	-	-	-	-
Other	-	-	846	-	-	-
Total revenues	50,700	340,045	3,853,838	69,084	49,937	508,322
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	61,452	-	3,273,479	69,516	-	466,220
Health and social services	-	314,416	-	-	72,173	-
Other	-	-	-	-	-	-
Debt service:						
Principal	-	7,011	9,955	-	-	-
Interest and fiscal charges	-	1,283	2,400	-	-	-
Total expenditures	61,452	322,710	3,285,834	69,516	72,173	466,220
Revenues over (under) expenditures	(10,752)	17,335	568,004	(432)	(22,236)	42,102
Other financing sources (uses)						
Transfers in	18,540	-	-	-	-	-
Transfers out	-	(848)	(499,754)	-	-	(51,169)
Issuance of long-term debt	-	-	29,702	-	-	-
Total other financing sources (uses)	18,540	(848)	(470,052)	-	-	(51,169)
Net change in fund balances	7,788	16,487	97,952	(432)	(22,236)	(9,067)
Fund balances, beginning of year	307	90,395	935,448	3,061	263,627	580,997
Fund balances, end of year	$ 8,095	$ 106,882	$ 1,033,400	$ 2,629	$ 241,391	$ 571,930

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended September 30, 2020

Special Revenue Funds					
Remonu-mentation Grant	Register of Deeds Technology	Drug Law Enforcement - Sheriff	Medical Marijuana	S.T.O.P. Grant	Priority Court
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
55,603	-	-	38,558	12,676	84,200
18,159	90,805	-	-	-	4,148
-	393	-	-	-	-
-	-	-	-	-	-
73,762	91,198	-	38,558	12,676	88,348
-	-	-	-	-	-
58,305	31,046	-	-	-	-
-	-	-	38,558	100,490	88,348
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
58,305	31,046	-	38,558	100,490	88,348
15,457	60,152	-	-	(87,814)	-
-	-	-	-	95,858	-
-	(46,380)	-	-	-	-
-	-	-	-	-	-
-	(46,380)	-	-	95,858	-
15,457	13,772	-	-	8,044	-
1,536	9,734	21,523	-	2,356	-
$ 16,993	$ 23,506	$ 21,523	$ -	$ 10,400	$ -

continued...

EATON COUNTY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds
For the Year Ended September 30, 2020

	Special Revenue Funds					
	Community Corrections	Homeland Security	Drug Law Enforcement - Prosecutor	Tru-Narc Grant	District Court Sobriety	Michigan Justice Training
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - federal/state	87,740	91,993	-	53,628	27,670	4,453
Charges for services	-	-	-	-	-	-
Interest and rents	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	87,740	91,993	-	53,628	27,670	4,453
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	87,740	94,432	994	53,628	27,670	560
Health and social services	-	-	-	-	-	-
Other	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	87,740	94,432	994	53,628	27,670	560
Revenues over (under) expenditures	-	(2,439)	(994)	-	-	3,893
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	(2,439)	(994)	-	-	3,893
Fund balances, beginning of year	4,471	52,681	23,161	-	-	1,607
Fund balances, end of year	$ 4,471	$ 50,242	$ 22,167	$ -	$ -	$ 5,500

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended September 30, 2020

Special Revenue Funds						
Concealed Pistol Licenses	Sobriety Court	Department of Human Services	Local Corrections Officer Training	Juvenile Millage	Jail Millage II	Building Bridges Grant
$ -	$ -	$ -	$ -	$ 1,298,461	$ 2,597,075	$ -
81,720	-	-	-	-	-	-
-	74,497	-	-	-	3,604	8,947
-	5,190	-	12,333	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
81,720	79,687	-	12,333	1,298,461	2,600,679	8,947
-	-	-	-	-	-	8,947
-	-	-	-	-	-	-
4,780	79,323	-	38,161	146,337	1,216,311	-
-	-	4,292	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	11,378	-
-	-	-	-	-	1,403	-
4,780	79,323	4,292	38,161	146,337	1,229,092	8,947
76,940	364	(4,292)	(25,828)	1,152,124	1,371,587	-
-	-	14,000	-	-	-	-
(45,298)	-	-	-	(943,568)	(1,206,663)	-
-	-	-	-	-	-	-
(45,298)	-	14,000	-	(943,568)	(1,206,663)	-
31,642	364	9,708	(25,828)	208,556	164,924	-
66,606	5,257	120,002	196,294	507,914	288,272	-
$ 98,248	$ 5,621	$ 129,710	$ 170,466	$ 716,470	$ 453,196	$ -

continued...

EATON COUNTY, MICHIGAN

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended September 30, 2020

	Special Revenue Funds					
	Veterans' Court Grant	Juvenile Court Donations	Youth Facility Donations	Sheriff Donations	Animal Control Donations	Residential Substance Abuse
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - federal/state	48,658	-	-	-	-	95,051
Charges for services	-	-	-	-	-	-
Interest and rents	-	160	-	-	-	-
Other	-	2,379	4,198	7,433	1,887	-
Total revenues	48,658	2,539	4,198	7,433	1,887	95,051
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	48,658	-	-	2,793	397	126,733
Health and social services	-	-	-	-	-	-
Other	-	317	3,662	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	48,658	317	3,662	2,793	397	126,733
Revenues over (under) expenditures	-	2,222	536	4,640	1,490	(31,682)
Other financing sources (uses)						
Transfers in	-	-	-	-	-	31,682
Transfers out	-	-	-	-	-	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	31,682
Net change in fund balances	-	2,222	536	4,640	1,490	-
Fund balances, beginning of year	15	12,850	707	7,325	9,457	-
Fund balances, end of year	$ 15	$ 15,072	$ 1,243	$ 11,965	$ 10,947	$ -

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended September 30, 2020

Special Revenue Funds		Debt Service Funds		Permanent Fund	
Indigent Defense	Corona Virus Emergency BJA Grant	Building Authority Jail	Dental Clinic	Lincoln Brick Trust	Total
$ -	$ -	$ -	$ -	$ -	$ 7,420,143
-	-	-	-	-	571,014
1,360,691	36,505	-	-	-	2,528,495
-	-	-	-	-	543,793
-	-	-	-	1,593	2,146
100	-	-	70,320	22,588	109,751
1,360,791	36,505	-	70,320	24,181	11,175,342
1,462,064	-	-	-	-	1,471,011
-	-	-	-	-	89,351
-	36,505	-	-	-	6,063,085
-	-	-	-	-	390,881
-	-	-	-	19	3,998
-	-	915,000	50,000	-	993,344
-	-	179,536	23,413	-	208,035
1,462,064	36,505	1,094,536	73,413	19	9,219,705
(101,273)	-	(1,094,536)	(3,093)	24,162	1,955,637
445,329	-	1,206,663	-	-	1,812,072
(376)	-	-	-	(47,035)	(2,841,091)
-	-	-	-	-	29,702
444,953	-	1,206,663	-	(47,035)	(999,317)
343,680	-	112,127	(3,093)	(22,873)	956,320
269,136	-	15,274	50,593	26,198	3,566,804
$ 612,816	$ -	$ 127,401	$ 47,500	$ 3,325	$ 4,523,124

concluded

EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	Sheriff Road Crew			Solid Waste Ordinance		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - Federal/state	-	-	-	-	-	-
Charges for services	55,000	50,700	(4,300)	326,800	340,045	13,245
Interest and rent	-	-	-	-	-	-
Other	-	-	-	36,000	-	(36,000)
Total revenues	55,000	50,700	(4,300)	362,800	340,045	(22,755)
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	73,540	61,452	(12,088)	-	-	-
Health and social services	-	-	-	363,447	314,416	(49,031)
Debt service:						-
Principal	-	-	-	7,012	7,011	(1)
Interest and fiscal charges	-	-	-	1,283	1,283	-
Total expenditures	73,540	61,452	(12,088)	371,742	322,710	(49,032)
Revenues over (under) expenditures	(18,540)	(10,752)	7,788	(8,942)	17,335	26,277
Other financing sources (uses)						
Transfers in	18,540	18,540	-	3,295	-	(3,295)
Transfers out	-	-	-	(848)	(848)	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	18,540	18,540	-	2,447	(848)	(3,295)
Net change in fund balances	-	7,788	7,788	(6,495)	16,487	22,982
Fund balances, beginning of year	307	307	-	90,395	90,395	-
Fund balances, end of year	$ 307	$ 8,095	$ 7,788	$ 83,900	$ 106,882	$ 22,982

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

Central Dispatch Fund			Swift and Sure Sanctions			CDBG Housing Grant		
Final Budget	**Actual**	**Actual Over (Under) Final Budget**	**Final Budget**	**Actual**	**Actual Over (Under) Final Budget**	**Final Budget**	**Actual**	**Actual Over (Under) Final Budget**
$ 3,555,233	$ 3,524,607	$ (30,626)	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
343,000	328,385	(14,615)	68,752	68,540	(212)	100,000	47,096	(52,904)
-	-	-	2,000	544	(1,456)	400	2,841	2,441
-	-	-	-	-	-	-	-	-
-	846	846	-	-	-	-	-	-
3,898,233	3,853,838	(44,395)	70,752	69,084	(1,668)	100,400	49,937	(50,463)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
3,477,539	3,273,479	(204,060)	70,752	69,516	(1,236)	-	-	-
-	-	-	-	-	-	99,907	72,173	(27,734)
								-
11,938	9,955	(1,983)	-	-	-	-	-	-
3,064	2,400	(664)	-	-	-	-	-	-
3,492,541	3,285,834	(206,707)	70,752	69,516	(1,236)	99,907	72,173	(27,734)
405,692	568,004	162,312	-	(432)	(432)	493	(22,236)	(22,729)
-	-	-	-	-	-	-	-	-
(499,754)	(499,754)	-	-	-	-	-	-	-
45,000	29,702	(15,298)	-	-	-	-	-	-
(454,754)	(470,052)	(15,298)	-	-	-	-	-	-
(49,062)	97,952	147,014	-	(432)	(432)	493	(22,236)	(22,729)
935,448	935,448	-	3,061	3,061	-	263,627	263,627	-
$ 886,386	$ 1,033,400	$ 147,014	$ 3,061	$ 2,629	$ (432)	$ 264,120	$ 241,391	$ (22,729)

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EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	Construction Code Enforcement			Remonumentation Grant		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	565,000	489,294	(75,706)	-	-	-
Intergovernmental - Federal/state	-	-	-	64,300	55,603	(8,697)
Charges for services	5,500	19,028	13,528	17,000	18,159	1,159
Interest and rent	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	570,500	508,322	(62,178)	81,300	73,762	(7,538)
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	81,300	58,305	(22,995)
Public safety	554,103	466,220	(87,883)	-	-	-
Health and social services	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	554,103	466,220	(87,883)	81,300	58,305	(22,995)
Revenues over (under) expenditures	16,397	42,102	25,705	-	15,457	15,457
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	(51,170)	(51,169)	(1)	-	-	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	(51,170)	(51,169)	(1)	-	-	-
Net change in fund balances	(34,773)	(9,067)	25,706	-	15,457	15,457
Fund balances, beginning of year	580,997	580,997	-	1,536	1,536	-
Fund balances, end of year	$ 546,224	$ 571,930	$ 25,706	$ 1,536	$ 16,993	$ 15,457

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

Register of Deeds Technology			Drug Law Enforcement - Sheriff			Medical Marijuana		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	40,852	38,558	(2,294)
83,000	90,805	7,805	-	-	-	-	-	-
720	393	(327)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
83,720	91,198	7,478	6,500	-	(6,500)	40,852	38,558	(2,294)
-	-	-	-	-	-	-	-	-
38,700	31,046	(7,654)	-	-	-	-	-	-
-	-	-	10,500	-	(10,500)	40,852	38,558	(2,294)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
38,700	31,046	(7,654)	10,500	-	(10,500)	40,852	38,558	(2,294)
45,020	60,152	15,132	(4,000)	-	4,000	-	-	-
-	-	-	-	-	-	-	-	-
(46,380)	(46,380)	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
(46,380)	(46,380)	-	-	-	-	-	-	-
(1,360)	13,772	15,132	(4,000)	-	4,000	-	-	-
9,734	9,734	-	21,523	21,523	-	-	-	-
$ 8,374	$ 23,506	$ 15,132	$ 17,523	$ 21,523	$ 4,000	$ -	$ -	$ -

continued…

EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	S.T.O.P. Grant			Priority Court		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - Federal/state	12,676	12,676	-	102,206	84,200	(18,006)
Charges for services	-	-	-	10,350	4,148	(6,202)
Interest and rent	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	12,676	12,676	-	112,556	88,348	(24,208)
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	108,535	100,490	(8,045)	112,556	88,348	(24,208)
Health and social services	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	108,535	100,490	(8,045)	112,556	88,348	(24,208)
Revenues over (under) expenditures	(95,859)	(87,814)	8,045	-	-	-
Other financing sources (uses)						
Transfers in	95,859	95,858	(1)	-	-	-
Transfers out	-	-	-	-	-	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	95,859	95,858	(1)	-	-	-
Net change in fund balances	-	8,044	8,044	-	-	-
Fund balances, beginning of year	2,356	2,356	-	-	-	-
Fund balances, end of year	$ 2,356	$ 10,400	$ 8,044	$ -	$ -	$ -

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds

For the Year Ended September 30, 2020

Community Corrections			Homeland Security			Drug Law Enforcement - Prosecutor		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
135,001	87,740	(47,261)	127,500	91,993	(35,507)	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
135,001	87,740	(47,261)	127,500	91,993	(35,507)	2,300	-	(2,300)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
135,001	87,740	(47,261)	127,500	94,432	(33,068)	6,500	994	(5,506)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
135,001	87,740	(47,261)	127,500	94,432	(33,068)	6,500	994	(5,506)
-	-	-	-	(2,439)	(2,439)	(4,200)	(994)	3,206
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	(1,000)	-	(1,000)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	(1,000)	-	(1,000)
-	-	-	-	(2,439)	(2,439)	(5,200)	(994)	4,206
4,471	4,471	-	52,681	52,681	-	23,161	23,161	-
$ 4,471	$ 4,471	$ -	$ 52,681	$ 50,242	$ (2,439)	$ 17,961	$ 22,167	$ 4,206

continued...

EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	Tru-Narc Grant			District Court Sobriety		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - Federal/state	53,628	53,628	-	36,000	27,670	(8,330)
Charges for services	-	-	-	-	-	-
Interest and rent	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	53,628	53,628	-	36,000	27,670	(8,330)
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	53,628	53,628	-	36,000	27,670	(8,330)
Health and social services	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	53,628	53,628	-	36,000	27,670	(8,330)
Revenues over (under) expenditures	-	-	-	-	-	-
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-
Fund balances, beginning of year	-	-	-	-	-	-
Fund balances, end of year	$ -	$ -	$ -	$ -	$ -	$ -

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

Michigan Justice Training			Concealed Pistol Licenses			Sobriety Court		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	57,500	81,720	24,220	-	-	-
15,000	4,453	(10,547)	-	-	-	100,922	74,497	(26,425)
-	-	-	-	-	-	11,650	5,190	(6,460)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
15,000	4,453	(10,547)	57,500	81,720	24,220	112,572	79,687	(32,885)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
20,000	560	(19,440)	7,200	4,780	(2,420)	112,572	79,323	(33,249)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
20,000	560	(19,440)	7,200	4,780	(2,420)	112,572	79,323	(33,249)
(5,000)	3,893	8,893	50,300	76,940	26,640	-	364	364
-	-	-	-	-	-	-	-	-
-	-	-	(45,298)	(45,298)	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	(45,298)	(45,298)	-	-	-	-
(5,000)	3,893	8,893	5,002	31,642	26,640	-	364	364
1,607	1,607	-	66,606	66,606	-	5,257	5,257	-
$ (3,393)	$ 5,500	$ 8,893	$ 71,608	$ 98,248	$ 26,640	$ 5,257	$ 5,621	$ 364

continued…

EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	Department of Human Services			Local Corrections Officer Training		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues	$ -	$ -	$ -	$ -	$ -	$ -
Property taxes	-	-	-	-	-	-
Intergovernmental:	-	-	-	-	-	-
Local	-	-	-	18,000	12,333	(5,667)
Fines and forfeitures	-	-	-	-	-	-
Interest and rent	-	-	-	-	-	-
Other						
Total revenues	-	-	-	18,000	12,333	(5,667)
Expenditures						
Current:	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
General government	-	-	-	52,000	38,161	(13,839)
Public safety	20,000	4,292	(15,708)	-	-	-
Health and social services						
Debt service:	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest and fiscal charges						
Total expenditures	20,000	4,292	(15,708)	52,000	38,161	(13,839)
Revenues over (under) expenditures	(20,000)	(4,292)	15,708	(34,000)	(25,828)	8,172
Other financing sources (uses)	14,000	14,000	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Issuance of long-term debt						
Total other financing sources (uses)	14,000	14,000	-	-	-	-
Net change in fund balances	(6,000)	9,708	15,708	(34,000)	(25,828)	8,172
Fund balances, beginning of year	120,002	120,002	-	196,294	196,294	-
Fund balances, end of year	$ 114,002	$ 129,710	$ 15,708	$ 162,294	$ 170,466	$ 8,172

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds

For the Year Ended September 30, 2020

Juvenile Millage			Jail Millage II			Building Bridges Grant		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
$ 1,310,348	$ 1,298,461	$ (11,887)	$ 2,619,198	$ 2,597,075	$ (22,123)	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
-	-	-	14,300	3,604	(10,696)	9,000	8,947	(53)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,310,348	1,298,461	(11,887)	2,633,498	2,600,679	(32,819)	9,000	8,947	(53)
-	-	-	-	-	-	9,000	8,947	(53)
-	-	-	-	-	-	-	-	-
145,222	146,337	1,115	1,434,306	1,216,311	(217,995)	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	65,904	11,378	(54,526)	-	-	-
-	-	-	4,799	1,403	(3,396)	-	-	-
145,222	146,337	1,115	1,505,009	1,229,092	(275,917)	9,000	8,947	(53)
1,165,126	1,152,124	(13,002)	1,128,489	1,371,587	243,098	-	-	-
-	-	-	-	-	-	-	-	-
(1,208,568)	(943,568)	(265,000)	(1,206,663)	(1,206,663)	-	-	-	-
-	-	-	-	-	-	-	-	-
(1,208,568)	(943,568)	(265,000)	(1,206,663)	(1,206,663)	-	-	-	-
(43,442)	208,556	251,998	(78,174)	164,924	243,098	-	-	-
507,914	507,914	-	288,272	288,272	-	-	-	-
$ 464,472	$ 716,470	$ 251,998	$ 210,098	$ 453,196	$ 243,098	$ -	$ -	$ -

continued...

EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	Veterans' Court Grant			Juvenile Court Donations		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - Federal/state	69,666	48,658	(21,008)	-	-	-
Charges for services	50	-	(50)	-	-	-
Interest and rent	-	-	-	200	160	(40)
Other	-	-	-	2,200	2,379	179
Total revenues	69,716	48,658	(21,058)	2,400	2,539	139
Expenditures						
Current:						
Judicial	-	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	69,716	48,658	(21,058)	-	-	-
Health and social services	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	69,716	48,658	(21,058)	-	-	-
Revenues over (under) expenditures	-	-	-	2,400	2,539	139
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	-	-	2,400	2,539	139
Fund balances, beginning of year	15	15	-	12,850	12,850	-
Fund balances, end of year	$ 15	$ 15	$ -	$ 15,250	$ 15,389	$ 139

Schedule of Revenues, Expenditures and Changes in Fund Balances

Budget and Actual - Nonmajor Special Revenue Funds

For the Year Ended September 30, 2020

Youth Facility Donations			Sheriff Donations			Animal Control Donations		
Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
5,000	4,198	(802)	3,000	7,433	4,433	2,000	1,887	(113)
5,000	4,198	(802)	3,000	7,433	4,433	2,000	1,887	(113)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	3,000	2,793	(207)	2,000	397	(1,603)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	3,000	2,793	(207)	2,000	397	(1,603)
5,000	4,198	(802)	-	4,640	4,640	-	1,490	1,490
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
5,000	4,198	(802)	-	4,640	4,640	-	1,490	1,490
707	707	-	7,325	7,325	-	9,457	9,457	-
$ 5,707	$ 4,905	$ (802)	$ 7,325	$ 11,965	$ 4,640	$ 9,457	$ 10,947	$ 1,490

continued…

EATON COUNTY, MICHIGAN

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Nonmajor Special Revenue Funds
For the Year Ended September 30, 2020

	Residential Substance Abuse			Indigent Defense		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental - Federal/state	126,500	95,051	(31,449)	1,659,695	1,360,691	(299,004)
Charges for services	-	-	-	-	-	-
Interest and rent	-	-	-	-	-	-
Other	-	-	-	-	100	100
Total revenues	126,500	95,051	(31,449)	1,659,695	1,360,791	(298,904)
Expenditures						
Current:						
Judicial	-	-	-	2,101,394	1,462,064	(639,330)
General government	-	-	-	-	-	-
Public safety	168,665	126,733	(41,932)	-	-	-
Health and social services	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	168,665	126,733	(41,932)	2,101,394	1,462,064	(639,330)
Revenues over (under) expenditures	(42,165)	(31,682)	10,483	(441,699)	(101,273)	340,426
Other financing sources (uses)						
Transfers in	42,165	31,682	(10,483)	445,329	445,329	-
Transfers out	-	-	-	(3,630)	(376)	(3,254)
Issuance of long-term debt	-	-	-	-	-	-
Total other financing sources (uses)	42,165	31,682	(10,483)	441,699	444,953	(3,254)
Net change in fund balances	-	-	-	-	343,680	343,680
Fund balances, beginning of year	-	-	-	269,136	269,136	-
Fund balances, end of year	$ -	$ -	$ -	$ 269,136	$ 612,816	$ 343,680

Corona Virus Emergency BJA Grant		
Final Budget	Actual	Actual Over (Under) Final Budget
$ -	$ -	$ -
-	-	-
36,509	36,505	(4)
-	-	-
-	-	-
-	-	-
36,509	36,505	(4)
-	-	-
-	-	-
36,509	36,505	(4)
-	-	-
-	-	-
-	-	-
36,509	36,505	(4)
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
$ -	$ -	$ -

concluded

EATON COUNTY, MICHIGAN

Combining Statement of Net Position

Nonmajor Enterprise Funds
September 30, 2020

	Business-type Activities - Enterprise Funds			
	Jail Commissary	Home Tax Exemption Audit	Foreclosing Government Unit	Total
Assets				
Current assets:				
Cash and cash equivalents	$ 111,508	$ 33,825	$ 1,611,095	$ 1,756,428
Accounts receivable	10,485	-	-	10,485
Total current assets	121,993	33,825	1,611,095	1,766,913
Noncurrent assets:				
Advances to component unit	-	-	43,883	43,883
Total assets	121,993	33,825	1,654,978	1,810,796
Liabilities				
Current liabilities:				
Accounts payable	-	3,495	8,645	12,140
Accrued liabilities	5,316	-	2,143	7,459
Due to other funds	630	-	730	1,360
Total liabilities	5,946	3,495	11,518	20,959
Net position				
Unrestricted	$ 116,047	$ 30,330	$ 1,643,460	$ 1,789,837

EATON COUNTY, MICHIGAN

Combining Statement of Revenues, Expenses and Changes in Fund Net Position

Nonmajor Enterprise Funds
For the Year Ended September 30, 2020

	Business-type Activities - Enterprise Funds			
	Jail Commissary	Home Tax Exemption Audit	Foreclosing Government Unit	Total
Operating revenues				
Interest on taxes	$ -	$ 3,130	$ -	$ 3,130
Sales	91,805	-	33,174	124,979
Administrative fees/penalties	-	-	155,094	155,094
Total operating revenues	91,805	3,130	188,268	283,203
Operating expenses				
Personal services and benefits	155,523	-	85,927	241,450
Contractual services	935	-	78,457	79,392
Total operating expenses	156,458	-	164,384	320,842
Income (loss) before transfers	(64,653)	3,130	23,884	(37,639)
Transfers out	(570)	(17,037)	-	(17,607)
Change in net position	(65,223)	(13,907)	23,884	(55,246)
Net position, beginning of year	181,270	44,237	1,619,576	1,845,083
Net position, end of year	$ 116,047	$ 30,330	$ 1,643,460	$ 1,789,837

EATON COUNTY, MICHIGAN

Combining Statement of Cash Flows

Nonmajor Enterprise Funds
For the Year Ended September 30, 2020

	Business-type Activities - Enterprise Funds			
	Jail Commissary	Home Tax Exemption Audit	Foreclosing Government Unit	Total
Cash flows from operating activities				
Cash received from customers	$ 87,978	$ 3,130	$ 570,359	$ 661,467
Cash paid to/for employees	(154,507)	-	(85,785)	(240,292)
Cash paid to suppliers	(935)	(16,291)	(89,708)	(106,934)
Net cash provided by (used in) operating activities	(67,464)	(13,161)	394,866	314,241
Cash flows from noncapital financing activities				
Transfers out	(570)	(17,037)	-	(17,607)
Net change in cash and cash equivalents	(68,034)	(30,198)	394,866	296,634
Cash and cash equivalents, beginning of year	179,542	64,023	1,216,229	1,459,794
Cash and cash equivalents, end of year	$ 111,508	$ 33,825	$ 1,611,095	$ 1,756,428
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities				
Operating income (loss)	$ (64,653)	$ 3,130	$ 23,884	$ (37,639)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Change in operating assets and liabilities that provided (used) cash:				
Accounts receivable	(3,814)	-	425,974	422,160
Advances to component unit	-	-	(43,883)	(43,883)
Accounts payable	-	(16,291)	(11,226)	(27,517)
Accrued liabilities	1,016	-	142	1,158
Due to other funds	(13)	-	(25)	(38)
Net cash provided by (used in) operating activities	$ (67,464)	$ (13,161)	$ 394,866	$ 314,241

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EATON COUNTY, MICHIGAN

Combining Statement of Net Position

Internal Service Funds
September 30, 2020

	Retirees Health Insurance	Workers' Compensation	Health Insurance	Liability Insurance
Assets				
Current assets:				
Cash and cash equivalents	$ 213,270	$ 257,290	$ 2,074,873	$ 1,590,595
Accounts receivable	-	400	-	-
Due from other funds	114,758	1,598	-	-
Prepaid items	-	20,810	121,245	-
Total assets	328,028	280,098	2,196,118	1,590,595
Liabilities				
Current liabilities:				
Accounts payable	11,897	13,680	160	-
Accrued liabilities	-	78,899	1,005,376	383,118
Due to other funds	-	-	-	-
Total liabilities	11,897	92,579	1,005,536	383,118
Net position				
Unrestricted	$ 316,131	$ 187,519	$ 1,190,582	$ 1,207,477

Combining Statement of Net Position

Internal Service Funds
September 30, 2020

Unemployment	Life and Disability	Retirement Stabilization	Dental Insurance	Total
$ 184,551	$ 38,100	$ 333,839	$ 141,438	$ 4,833,956
-	-	-	-	400
125	10,225	249,774	-	376,480
-	-	-	-	142,055
184,676	48,325	583,613	141,438	5,352,891
17,845	4,410	361,154	-	409,146
-	11,048	-	14,672	1,493,113
-	276	-	-	276
17,845	15,734	361,154	14,672	1,902,535
$ 166,831	$ 32,591	$ 222,459	$ 126,766	$ 3,450,356

EATON COUNTY, MICHIGAN

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position
Internal Service Funds
For the Year Ended September 30, 2020

	Retirees Health Insurance	Workers' Compensation	Health Insurance	Liability Insurance
Operating revenues				
Charges for services	$ 2,002,309	$ 55,280	$ 6,734,721	$ -
Other revenues	77,688	-	-	311,449
Total operating revenues	2,079,997	55,280	6,734,721	311,449
Operating expenses				
Personal services and benefits	458	-	-	-
Contractual services	24,750	14,500	2,431	7,405
Insurance and claims	2,166,952	78,445	6,534,592	115,560
Total operating expenses	2,192,160	92,945	6,537,023	122,965
Operating income (loss)	(112,163)	(37,665)	197,698	188,484
Nonoperating revenues				
Interest income	791	4,539	-	42,071
Income (loss) before transfers	(111,372)	(33,126)	197,698	230,555
Transfers				
Transfers out	-	-	-	(200,000)
Change in net position	(111,372)	(33,126)	197,698	30,555
Net position, beginning of year	427,503	220,645	992,884	1,176,922
Net position, end of year	$ 316,131	$ 187,519	$ 1,190,582	$ 1,207,477

Combining Statement of Revenues, Expenses and

Changes in Fund Net Position
Internal Service Funds
For the Year Ended September 30, 2020

Unemployment	Life and Disability	Retirement Stabilization	Dental Insurance	Total
$ 1,923	$ 163,424	$ 4,247,057	$ 248,213	$ 13,452,927
-	-	-	-	389,137
1,923	163,424	4,247,057	248,213	13,842,064
-	48,761	4,221,397	153,214	4,423,830
-	1,519	-	-	50,605
23,239	156,511	-	-	9,075,299
23,239	206,791	4,221,397	153,214	13,549,734
(21,316)	(43,367)	25,660	94,999	292,330
-	-	-	-	47,401
(21,316)	(43,367)	25,660	94,999	339,731
-	-	-	-	(200,000)
(21,316)	(43,367)	25,660	94,999	139,731
188,147	75,958	196,799	31,767	3,310,625
$ 166,831	$ 32,591	$ 222,459	$ 126,766	$ 3,450,356

EATON COUNTY, MICHIGAN

Combining Statement of Cash Flows

Internal Service Funds
For the Year Ended September 30, 2020

	Retirees Health Insurance	Workers' Compensation	Health Insurance	Liability Insurance
Cash flows from operating activities				
Cash received from interfund services	$ 2,045,251	$ 54,703	$ 6,794,721	$ 311,449
Cash paid to/for employees	(2,147,270)	(121,978)	-	-
Cash paid to suppliers	(12,853)	(16,392)	(6,514,339)	(111,050)
Net cash provided by (used in) operating activities	(114,872)	(83,667)	280,382	200,399
Cash flows from noncapital financing activities				
Transfers out	-	-	-	(200,000)
Cash flows from investing activities				
Interest received	791	4,539	-	42,071
Net change in cash and cash equivalents	(114,081)	(79,128)	280,382	42,470
Cash and cash equivalents, beginning of year	327,351	336,418	1,794,491	1,548,125
Cash and cash equivalents, end of year	$ 213,270	$ 257,290	$ 2,074,873	$ 1,590,595
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities				
Operating income (loss)	$ (112,163)	$ (37,665)	$ 197,698	$ 188,484
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Change in operating assets and liabilities that provided (used) cash:				
Accounts receivable	20,140	(398)	60,000	-
Due from other funds	(34,746)	(577)	-	-
Prepaid items	-	(4,500)	13,901	-
Accounts payable	11,897	5,880	160	-
Accrued liabilities	-	(46,407)	8,623	11,915
Due to other funds	-	-	-	-
Net cash provided by (used in) operating activities	$ (114,872)	$ (83,667)	$ 280,382	$ 200,399

Combining Statement of Cash Flows

Internal Service Funds
For the Year Ended September 30, 2020

Unemployment	Life and Disability	Retirement Stabilization	Dental Insurance	Total
$ 1,876	$ 159,791	$ 4,183,503	$ 248,213	$ 13,799,507
(6,903)	(195,656)	(4,209,203)	(147,656)	(6,828,666)
-	-	-	-	(6,654,634)
(5,027)	(35,865)	(25,700)	100,557	316,207
-	-	-	-	(200,000)
-	-	-	-	47,401
(5,027)	(35,865)	(25,700)	100,557	163,608
189,578	73,965	359,539	40,881	4,670,348
$ 184,551	$ 38,100	$ 333,839	$ 141,438	$ 4,833,956
$ (21,316)	$ (43,367)	$ 25,660	$ 94,999	$ 292,330
-	-	-	-	79,742
(47)	(3,909)	(63,554)	-	(102,833)
-	-	-	-	9,401
16,336	4,232	12,194	(9,114)	41,585
-	6,903	-	14,672	(4,294)
-	276	-	-	276
$ (5,027)	$ (35,865)	$ (25,700)	$ 100,557	$ 316,207

EATON COUNTY, MICHIGAN

Combining Statement of Fiduciary Assets and Liabilities

Agency Funds
September 30, 2020

	Trust and Agency	Library	District Court Bond
Assets			
Cash and cash equivalents	$ 6,757,192	$ 70,014	$ 107,848
Due from other governments	54,097	-	-
Prepaids	-	-	-
Total assets	$ 6,811,289	$ 70,014	$ 107,848
Liabilities			
Undistributed receipts	$ 6,811,289	$ 70,014	$ 107,848

Combining Statement of Fiduciary Assets and Liabilities

Agency Funds
September 30, 2020

Inmate Trust Account	Payroll	Friend of the Court	Property Forfeiture Trust	Total
$ 36,965	$ 99,940	$ 5,174	$ 6,208	$ 7,083,341
-	-	-	-	54,097
-	22,065	-	-	22,065
$ 36,965	$ 122,005	$ 5,174	$ 6,208	$ 7,159,503
$ 36,965	$ 122,005	$ 5,174	$ 6,208	$ 7,159,503

EATON COUNTY, MICHIGAN

Statement of Net Position and Governmental Funds Balance Sheet
Board of Public Works Component Unit
September 30, 2020

	Debt Service Funds		
	Grand Ledge Water System	Brookfield Water/Sewer Systems	Total
Assets			
Accounts receivable	$ 125	$ -	$ 125
Leases receivable	2,616,228	960,000	3,576,228
Prepaid items	28,203	-	28,203
Total assets	2,644,556	960,000	3,604,556
Deferred outflows of resources			
Deferred charge on refunding	-	-	-
Total assets and deferred outflows of resources	$ 2,644,556	$ 960,000	$ 3,604,556
Liabilities			
Unearned revenue	$ 28,328	$ -	$ 28,328
Long-term debt:			
Due within one year	-	-	-
Due in more than one year	-	-	-
Total liabilities	28,328	-	28,328
Deferred inflows of resources			
Unavailable revenue - leases receivable	2,616,228	960,000	3,576,228
Fund balances			
Unassigned	-	-	-
Total liabilities, deferred inflows of resources and fund balances	$ 2,644,556	$ 960,000	$ 3,604,556
Net position - unrestricted			

Statement of Net Position and Governmental Funds Balance Sheet

Board of Public Works Component Unit

September 30, 2020

Adjustments	Statement of Net Position
$ -	$ 125
-	3,576,228
-	28,203
-	3,604,556
44,482	44,482
44,482	3,649,038
-	28,328
667,935	667,935
2,952,775	2,952,775
3,620,710	3,649,038
(3,576,228)	-
-	-
$ -	$ -

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EATON COUNTY, MICHIGAN

Reconciliation

Fund Balances of Governmental Funds
to Net Position of Governmental Activities
Board of Public Works Component Unit
September 30, 2020

Total fund balances for governmental funds	$ -
Amounts reported for *governmental activities* in the Statement of Net Position are different because:	
The focus of governmental funds is on short-term financing. Accordingly, some assets will not be available to pay for current period expenditures. Those assets (such as certain receivables) are offset by deferred inflows in the governmental funds, and thus are not included in fund balance.	
Deferred leases receivable	3,576,228
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Bonds payable	(3,585,000)
Unamortized bond premium	(35,710)
Unamortized deferred charge on refunding	44,482
Net position of governmental activities	$ -

EATON COUNTY, MICHIGAN

Statement of Activities and Governmental Fund Revenues,
Expenditures and Changes in Fund Balance
Board of Public Works Component Unit
For the Year Ended September 30, 2020

	Debt Service Funds		
	Grand Ledge Water System	Brookfield Water/Sewer Systems	Total
Revenues			
Intergovernmental - local	$ 561,556	$ 166,819	$ 728,375
Expenditures / expenses			
Debt service:			
Principal	495,000	150,000	645,000
Interest and fiscal charges	66,556	16,819	83,375
Total expenditures/expenses	561,556	166,819	728,375
Net change in fund balance / change in net position	-	-	-
Fund balances / net position, beginning of year	-	-	-
Fund balances / net position, end of year	$ -	$ -	$ -

Statement of Activities and Governmental Fund Revenues,

Expenditures and Changes in Fund Balance
Board of Public Works Component Unit
For the Year Ended September 30, 2020

Adjustments	Statement of Activities
$ (772,417)	$ (44,042)
(645,000)	-
1,950	85,325
(643,050)	85,325
(129,367)	(129,367)
129,367	129,367
$ -	$ -

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EATON COUNTY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
Board of Public Works Component Unit
For the Year Ended September 30, 2020

Net change in fund balance - total governmental funds	$ -
Amounts reported for *governmental activities* in the Statement of Activities are different because:	
Amounts received from local governments for the payment of bond principal is recorded in the funds as revenue, but eliminated for the Statement of Activities.	
Collections attributable to bond principal and accrued interest	(772,417)
Bond proceeds provide current financial resources to governmental funds in the period issued, but issuing bonds increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities. in the Statement of Net Position.	
Repayment of debt principal	645,000
Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.	
Amortization of bond premium	7,935
Amortization of deferred charge on refunding	(9,885)
Change in net position of governmental activities	$ (129,367)

EATON COUNTY, MICHIGAN

Statement of Net Position and Governmental Funds Balance Sheet

Drainage Districts Component Unit
September 30, 2020

	Debt Service Fund	Capital Projects Funds			
	Regular Drain	Regular Drain	Drain Revolving	Narrow Lake Level	Lacey Lake Level
Assets					
Cash and cash equivalents	$ 5,561,839	$ 8,387,048	$ -	$ 10,999	$ 351
Special assessments receivable	23,187,138	188,133	-	-	-
Due from other funds	6,139	34,000	53,752	-	-
Inventories	-	-	61,521	-	-
Capital assets not being depreciated	-	-	-	-	-
Capital assets being depreciated, net	-	-	-	-	-
Total assets	28,755,116	8,609,181	115,273	10,999	351
Deferred outflows of resources					
Deferred charge on refunding	-	-	-	-	-
Total assets and deferred outflows of resources	$ 28,755,116	$ 8,609,181	$ 115,273	$ 10,999	$ 351
Liabilities					
Negative equity in pooled cash	$ 5,019,939	$ -	$ 55,273	$ -	$ -
Accounts payable	-	717,378	-	-	-
Interest payable	-	-	-	-	-
Due to other funds	37,115	56,776	-	-	-
Advances from primary government	-	-	60,000	-	-
Long-term debt:					
Due within one year	-	-	-	-	-
Due in more than one year	-	-	-	-	-
Total liabilities	5,057,054	774,154	115,273	-	-
Deferred inflows of resources					
Unavailable revenue - special assessments	23,187,138	188,133	-	-	-
Fund balances					
Restricted	510,924	7,646,894	-	10,999	351
Total liabilities, deferred inflows of resources and fund balances	$ 28,755,116	$ 8,609,181	$ 115,273	$ 10,999	$ 351
Net position					
Net investment in capital assets					
Restricted					
Total net position					

Statement of Net Position and Governmental Funds Balance Sheet

Drainage Districts Component Unit
September 30, 2020

Total	Adjustments	Statement of Net Position
$ 13,960,237	$ -	$ 13,960,237
23,375,271	-	23,375,271
93,891	(93,891)	-
61,521	-	61,521
-	5,835,755	5,835,755
-	67,355,908	67,355,908
37,490,920	73,097,772	110,588,692
-	153,383	153,383
$ 37,490,920	73,251,155	110,742,075
$ 5,075,212	-	5,075,212
717,378	-	717,378
-	257,941	257,941
93,891	(93,891)	-
60,000	-	60,000
-	3,114,954	3,114,954
-	21,901,497	21,901,497
5,946,481	25,180,501	31,126,982
23,375,271	(23,375,271)	-
8,169,168	(8,169,168)	-
$ 37,490,920		
	48,328,595	48,328,595
	31,286,498	31,286,498
	$ 79,615,093	$ 79,615,093

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EATON COUNTY, MICHIGAN

Reconciliation

Fund Balances of Governmental Funds
to Net Position of Governmental Activities
Drainage Districts Component Unit
September 30, 2020

Total fund balances for governmental funds	$ 8,169,168
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 therefore are not reported in the funds.	
Capital assets not being depreciated	5,835,755
Capital assets being depreciated, net	67,355,908
Because the focus of governmental funds is on short-term financing, some assets will not be available to pay for current expenditures. Those assets (i.e. receivables) are offset by deferred inflows of resources in the governmental funds and, therefore, not included in fund balance.	
Deferred special assessments	23,375,271
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Long-term debt	(24,746,000)
Unamortized premiums	(270,451)
Unamortized deferred charge on refunding	153,383
Interest payable	(257,941)
Net position of governmental activities	$ 79,615,093

EATON COUNTY, MICHIGAN

Statement of Activities and Governmental Fund Revenues,
Expenditures and Changes in Fund Balance
Drainage Districts Component Unit
For the Year Ended September 30, 2020

	Debt Service Fund	Capital Projects Funds			
	Regular Drain	Regular Drain	Drain Revolving	Narrow Lake Level	Lacey Lake Level
Revenues					
Charges for services	$ -	$ 78,475	$ -	$ -	$ -
Special assessments	3,443,529	2,578,253	-	-	-
Interest revenue	58,897	-	-	-	-
Miscellaneous	-	37,657	-	-	-
Total revenues	3,502,426	2,694,385	-	-	-
Expenditures / expenses					
Public works	-	-	-	-	-
Capital outlay - construction and maintenance	-	6,784,559	-	-	-
Debt service:					
Principal	3,007,000	-	-	-	-
Interest and fiscal charges	755,302	-	-	-	-
Total expenditures / expenses	3,762,302	6,784,559	-	-	-
Revenues over (under) expenditures/expenses	(259,876)	(4,090,174)	-	-	-
Other financing sources					
Issuance of long-term debt	-	3,830,000	-	-	-
Net changes in fund balances/ change in net position	(259,876)	(260,174)	-	-	-
Fund balances / net position, beginning of year	770,800	7,907,068	-	10,999	351
Fund balances / net position, end of year	$ 510,924	$ 7,646,894	$ -	$ 10,999	$ 351

Statement of Activities and Governmental Fund Revenues,
Expenditures and Changes in Fund Balance
Drainage Districts Component Unit
For the Year Ended September 30, 2020

Total	Adjustments	Statement of Activities
$ 78,475	$ -	$ 78,475
6,021,782	281,220	6,303,002
58,897	-	58,897
37,657	-	37,657
6,196,811	281,220	6,478,031
-	2,759,912	2,759,912
6,784,559	(4,569,996)	2,214,563
3,007,000	(3,007,000)	-
755,302	(30,890)	724,412
10,546,861	(4,847,974)	5,698,887
(4,350,050)	5,129,194	779,144
3,830,000	(3,830,000)	-
(520,050)	1,299,194	779,144
8,689,218	70,146,731	78,835,949
$ 8,169,168	$ 71,445,925	$ 79,615,093

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EATON COUNTY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
Drainage Districts Component Unit
For the Year Ended September 30, 2020

Net change in fund balance - total governmental funds	$ (520,050)
Amounts reported for *governmental activities* in the Statement of Activities are different because:	
Revenues in the Statement of Activities that do not provide current resources are not reported as revenues in the funds, but rather are deferred to subsequent fiscal years.	
Change in deferred special assessments	281,220
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense.	
Purchases of capital assets	4,569,996
Depreciation expense	(2,759,912)
Bond proceeds provide current financial resources to the governmental funds in the period issued, but issuing bonds increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.	
Issuance of long-term debt	(3,830,000)
Principal payments on long-term debt	3,007,000
Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.	
Change in accrual for interest payable on long-term debt	5,803
Amortization of bond premium	57,954
Amortization of deferred charge on refunding	(32,867)
Change in net position of governmental activities	$ 779,144

EATON COUNTY, MICHIGAN

Statement of Net Position and Governmental Funds Balance Sheet

District Health Department Component Unit
September 30, 2020

	General Fund	Adjustments	Statement of Activities
Assets			
Cash and cash equivalents	$ 2,425,807	$ -	$ 2,425,807
Accounts receivable, net	642,558	-	642,558
Prepaid items	16,420	-	16,420
Capital assets being depreciated, net	-	6,089	6,089
Total assets	3,084,785	6,089	3,090,874
Deferred outflows of resources			
Deferred pension amounts	-	723,778	723,778
Total assets and deferred outflows of resources	$ 3,084,785	729,867	3,814,652
Liabilities			
Accounts payable	$ 176,179	-	176,179
Accrued liabilities	170,912	-	170,912
Unearned revenue	206,925	-	206,925
Long-term debt:			
Due within one year	-	35,493	35,493
Due in more than one year	-	210,429	210,429
Net pension liability (due in more than one year)	-	6,181,037	6,181,037
Total liabilities	554,016	6,426,959	6,980,975
Deferred inflows of resources			
Deferred pension amounts	-	62,617	62,617
Fund balance			
Nonspendable for prepaids	16,420	(16,420)	-
Unassigned	2,514,349	(2,514,349)	-
Total fund balance	2,530,769	(2,530,769)	-
Total liabilities, deferred inflows of resources and fund balance	$ 3,084,785		
Net position			
Investment in capital assets		6,089	6,089
Unrestricted (deficit)		(3,235,029)	(3,235,029)
Total net position		$ (3,228,940)	$ (3,228,940)

EATON COUNTY, MICHIGAN

Reconciliation

Fund Balances of Governmental Funds
to Net Position of Governmental Activities
District Health Department Component Unit
September 30, 2020

Total fund balances for governmental funds	$ 2,530,769
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 therefore are not reported in the funds.	
Capital assets being depreciated, net	6,089
Accrued vacation and sick time earned by eligible employees is not payable in the current period and therefore is not reported in the funds. However, these amounts are included in the Statement of Net Position.	(245,922)
Certain pension-related amounts, such as the net pension liability and deferred amounts, are not due and payable in the current period or do not represent current financial resources, and therefore are not reported in the funds.	
Net pension liability	(6,181,037)
Deferred outflows related to the net pension liability	723,778
Deferred inflows related to the net pension liability	(62,617)
Net position of governmental activities	$ (3,228,940)

EATON COUNTY, MICHIGAN

Statement of Activities and Governmental Fund Revenues,
Expenditures and Changes in Fund Balance
District Health Department Component Unit
For the Year Ended September 30, 2020

	General Fund	Adjustments	Statement of Activities
Revenues			
Licenses and permits	$ 187,803	$ -	$ 187,803
Intergovernmental:			
Federal/State	3,513,200	-	3,513,200
Local	1,350,631	-	1,350,631
Charges for services	925,699	-	925,699
Miscellaneous	348,966	-	348,966
Total revenues	6,326,299	-	6,326,299
Expenditures / expenses			
Health and social services	5,640,690	246,570	5,887,260
Net change in fund balance / change in net position	685,609	(246,570)	439,039
Fund balance / net position, beginning of year	1,845,160	(5,513,139)	(3,667,979)
Fund balance / net position, end of year	$ 2,530,769	$ (5,759,709)	$ (3,228,940)

EATON COUNTY, MICHIGAN

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
District Health Department Component Unit
For the Year Ended September 30, 2020

Net change in fund balance - total governmental funds	$ 685,609
Amounts reported for *governmental activities* in the Statement of Activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense.	
Depreciation expense	(11,946)
Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.	
Change in accrual for accrued compensated absences	(34,772)
Change in the net pension liability and related deferred amounts	(199,852)
Change in net position of governmental activities	$ 439,039

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SINGLE AUDIT ACT COMPLIANCE

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INDEPENDENT AUDITORS' REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE

Month //, 2021

To the Board of Commissioners
Eaton County, Michigan
Charlotte, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ***Eaton County, Michigan*** (the "County") as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated Month //, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

EATON COUNTY, MICHIGAN

Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Federal Expenditures
U.S. Department of Agriculture				
Child Nutrition Cluster:				
School Breakfast Program	10.553	MDE	230008001	$ 12,589
National School Lunch Program	10.555	MDE	230008001	21,740
Special Snack Program	10.555	MDE	230008001	4,215
Commodities (non-cash assistance)	10.555	MDE	230008001	3,123
				29,078
Total Child Nutrition Cluster				41,667
Women, Infants and Children	10.557	MDHHS	20200052-00	473,077
Women, Infants and Children Breastfeeding	10.557	MDHHS	20200052-00	11,505
Women, Infants and Children Breastfeeding	10.557	MDHHS	20200052-00	9,209
Women, Infants and Children Breastfeeding	10.557	MDHHS	20200052-00	6,905
				500,696
Total U.S. Department of Agriculture				542,363
U.S. Department of Housing and Urban Development				
COVID-19 - CV1 CARES Act County Reimbursement	14.228	MSF	MSC 220022-CV1	165,417
U.S. Department of Justice				
COVID-19 - Emergency Supplemental Funding	16.034	Direct	2020-VD-BX-1806	36,505
Residential Substance Abuse Treatment for State Prisoners	16.593	MSP	MSP#90007-3-20	95,051
State Criminal Alien Assistance Program	16.606	Direct	2020-AP-BX-0730	3,604
Drug Court - Priority	16.738	SCAO	72157-SCAO-2020-17480	84,200
Technology Enhancements - TruNarc Instruments	16.738	MSP	JAG-73027	53,628
				137,828
Comprehensive Opioid Abuse Site Based Program	16.838	IIR	2027-AR-BX-K003	8,947
Total U.S. Department of Justice				281,935
U.S. Department of Transportation				
Hazardous Materials Emergency Preparedness	20.703	MSP	n/a	1,500
U.S. Department of Treasury				
COVID-19 - Coronavirus Relief Fund:				
Coronavirus Relief Local Government Grant	21.019	MDT	n/a	843,082
First Responder Hazard Pay Premiums Program	21.019	MDT	n/a	113,000
Public Safety/Public Health Payroll Reimbursement	21.019	MDT	n/a	1,520,516
Public Safety/Public Health Payroll Reimbursement	21.019	MDT	n/a	109,785
CRF LHD Contract Tracing	21.019	MDHHS	20202200-00	79,800
Total U.S. Department of Treasury				2,666,183

continued...

EATON COUNTY, MICHIGAN

Schedule of Expenditures of Federal Awards
For the Year Ended September 30, 2020

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Federal Expenditures
U.S. Environmental Protection Agency				
Clean Water State Revolving Fund Cluster / State				
Drinking Water Revolving Loan Fund Program:				
Operator Certification	66.468	MDEGLE	FS975487-18	$ 1,094
Revised Total Coliform Rule	66.468	MDEGLE	FS975487-18	5,444
				6,538
U.S. Department of Health and Human Services				
Public Health Emergency Preparedness 10/1/19-6/30/20	93.069	MDHHS	20200052-00	88,850
Public Health Emergency Preparedness 7/1/20-9/30/20	93.069	MDHHS	20200052-00	32,987
				121,837
Tuberculosis Control Program	93.116	MDHHS	20190002-00	799
Immunization and Vaccine Program	93.268	MDHHS	20200052-00	75,208
Immunization and Vaccine Program Fixed Fees	93.268	MDHHS	20200052-00	4,050
Vaccines (non-cash assistance)	93.268	MDHHS	n/a	224,990
				304,248
Epidemiology and Laboratory Capacity Grant:				
COVID-19 - Contract Tracing Testing	93.323	MDHHS	20200052-00	132,586
COVID-19 - Infection Prevention	93.323	MDHHS	20200052-00	20,000
				152,586
Public Health Emergency Preparedness:				
COVID-19 - PHEP COVID-19 Response	93.354	MDHHS	20200052-00	222,000
Child Support Enforcement:				
Incentive Payments	93.563	MDHHS	n/a	148,945
Friend of the Court	93.563	MDHHS	CSFOC17-23001	504,233
Prosecuting Attorney	93.563	MDHHS	CSPA17-23002	102,233
				755,411
Medicaid Cluster / Medical Assistance Program:				
CSHC Medicaid Outreach	93.778	MDHHS	20200052-00	16,210
CSHC Outreach and Advocacy	93.778	MDHHS	20200052-00	41,320
Medicaid Outreach	93.778	MDHHS	20200052-00	22,140
CSHCS Care Coordination Title V/XIX (PCA 88080)	93.778	MDHHS	20200052-00	1,725
CSHCS Care Coordination Title V/XIX (PCA 88050)	93.778	MDHHS	20200052-00	1,020
CSHCS Care Management Services Title V/XIX (PCA 89650)	93.778	MDHHS	20200052-00	907
				83,322
Cancer Prevention and Control Program:				
CCC Community Implementation Project	93.898	MDHHS	20200052-00	9,136

continued...

EATON COUNTY, MICHIGAN

Schedule of Expenditures of Federal Awards

For the Year Ended September 30, 2020

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Federal Expenditures
U.S. Department of Health and Human Services (concluded)				
Substance Abuse Prevention and Treatment				
Block Grant - Treatment Programs	93.959	MSHN	n/a	$ 19,810
Preventative Health and Health Services Block Grant				
LHD Sharing Support	93.991	MDHHS	20200052-00	55,135
Maternal and Child Health Services Block Grant:				
Enabling Services Women - MCH	93.994	MDHHS	20200052-00	9,640
Public Health Functions and Infrastructure	93.994	MDHHS	20200052-00	58,184
CSHCS Care Coordination Title V (PCA 88070)	93.994	MDHHS	20200052-00	3,700
CSHCS Care Coordination Title V (PCA 88040)	93.994	MDHHS	20200052-00	3,030
CSHCS Care Management Services				
Title V (PCA 88010)	93.994	MDHHS	20200052-00	202
				74,756
Total U.S. Department of Health and Human Services				1,799,040
U.S. Department of Homeland Security				
Boating Safety Financial Assistance	97.012	MDNR	n/a	4,400
Public Assistance	97.036	Direct	045-99045-00	130,864
Emergency Management Preparedness Grant	97.042	MSP	EMC-2020-EP-00005	31,453
Homeland Security Grant Program	97.067	IC	n/a	90,493
Total U.S. Department of Homeland Security				257,210
Total Expenditures of Federal Awards				$ 5,720,186

concluded

See accompanying notes to the schedule of expenditures of federal awards.

EATON COUNTY, MICHIGAN

Notes to Schedule of Expenditures of Federal Awards

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal grant activity of ***Eaton County, Michigan*** (the “County”) under programs of the federal government for the year ended September 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

The County's reporting entity is defined in Note 1 of the financial statements. The County's financial statement includes the operations of the Eaton County Road Commission discretely-presented component unit and the Eaton County Health and Rehabilitation Services Facility enterprise fund, which received federal awards that are not included in the Schedule for the year ended September 30, 2020 as this entity was separately audited.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the County's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

2. DE MINIMIS COST RATE

For purposes of charging indirect costs to federal awards, the County has not elected to use the 10 percent de minimis cost rate as permitted by §200.414 of the Uniform Guidance.

3. PASS-THROUGH AGENCIES

The County receives certain federal grant as subawards from non-federal entities. Pass-through entities, where applicable, have been identified in the Schedule with an abbreviation, defined as follows:

Pass-through Agency Abbreviation	Pass-through Agency Name
IC	Ingham County
IIR	Institute for Intergovernmental Research
MDE	Michigan Department of Education
MDEGLE	Michigan Department of Environment, Great Lakes, and Energy
MDNR	Michigan Department of Natural Resources
MDHHS	Michigan Department of Health and Human Services
MDT	Michigan Department of Treasury
MSF	Michigan Strategic Fund
MSP	Michigan State Police
MSHN	Mid-State Health Network
SCAO	State Court Administrative Office

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

Month //, 2021

To the Board of Commissioners
Eaton County, Michigan
Charlotte, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of ***Eaton County, Michigan*** (the "County"), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated Month //, 2021. Our report includes a reference to other auditors who audited the financial statements of the Eaton County Health and Rehabilitation Services Facility enterprise fund and the Eaton County Road Commission discretely presented component unit, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Eaton County Health and Rehabilitation Services and the Eaton County Road Commission were not audited in accordance with *Government Auditing Standards.*

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Month //, 2021

To the Board of Commissioners
Eaton County, Michigan
Charlotte, Michigan

Report on Compliance for Each Major Federal Program

We have audited the compliance of ***Eaton County, Michigan*** (the "County") with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2020. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of the Eaton County Road Commission and the Eaton County Health and Rehabilitation Services Facility enterprise fund, which received federal awards which are not included in the schedule of expenditures of federal awards. Our audit, described below, did not include the operations of the Eaton County Road Commission because that entity engaged other auditors to perform their financial statement audit and did not meet the threshold for a single audit in accordance with the Uniform Guidance.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Independent Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2020.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

EATON COUNTY, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended September 30, 2020

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	____ yes	X no
Significant deficiency(ies) identified?	____ yes	X none reported
Noncompliance material to financial statements noted?	____ yes	X no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	____ yes	X no
Significant deficiency(ies) identified?	____ yes	X none reported
Type of auditors' report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	____ yes	X no

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
21.019	COVID-19 - Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000	
Auditee qualified as low-risk auditee?	X yes	____ no

EATON COUNTY, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended September 30, 2020

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

EATON COUNTY, MICHIGAN

Schedule of Findings and Questioned Costs

For the Year Ended September 30, 2020

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

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EATON COUNTY, MICHIGAN

Summary Schedule of Prior Audit Findings

For the Year Ended September 30, 2020

None reported.

HEALTH AND HUMAN SERVICES COMMITTEE MEETING

MONDAY, MARCH 1, 2021
9:00 A.M.

MINUTES

MEMBERS PRESENT: Commissioners Jim Mott, Barbara Rogers, Tim Barnes, Mark Mudry, Blake Mulder, Jeanne Pearl-Wright and Dairus Reynnet

ALSO PRESENT: Commissioner Jeremy Whittum; Sara Lurie, Colette Scrimger, and John Fuentes

The Health and Human Services Committee met in virtual session on Monday, March 1, 2021, as permitted by PA 228 of 2020, as amended. The members made an announcement of the location from which they are participating remotely as follows:

Commissioner Mott, their residence in Walton Township, Olivet, Eaton County, MI
Commissioner Rogers, their residence in Hamlin Township, Eaton County, MI
Commissioner Barnes, their residence in Roxand Township, Eaton County, MI
Commissioner Mudry, their residence in Delta Township, Eaton County, MI
Commissioner Mulder, their residence in Oneida Township, Eaton County, MI
Commissioner Pearl-Wright, their residence in Delta Township, Eaton County, MI
Commissioner Reynnet, their residence in Windsor Township, Eaton County, MI

Chairperson Mott called the meeting to order at 9:00 a.m.

The Pledge of Allegiance was given by all.

There were no changes to the agenda presented.

Commissioner Rogers moved to approve the minutes of the February 1, 2021 meeting, as presented. Commissioner Pearl-Wright seconded. Motion carried by unanimous roll call vote.

Sara Lurie, Executive Director for Clinton – Eaton – Ingham Community Mental Health Authority, was present to provide the agency's semi – annual update. An update was provided on the agency's pandemic operations. Over half of the agency's staff was transitioned to remote work. A number of programs and critical emergency services required in-person work/contacts throughout the pandemic. A graph and data of the method of consumer contact was discussed.
In October 2019, prior to the pandemic, 100 of 66,700 contacts were conducted via telehealth. In April 2020, over 10,000 of 54,500 contacts were conducted via telehealth. There was also discussion regarding the impact that the stay at home orders had on individuals seeking services, evidenced by decrease in total encounters. The agency remains in Phase II of its re-engagement plan with a mix of virtual and in-person work and service delivery. Discussion held.

Colette Scrimger, Health Officer, Barry – Eaton District Health Department, was present to provide an update on vaccine administration. As of February 26, 2021, 25,581 county residents had received at least one vaccine dose. The Health Department has four vaccine clinics scheduled at the Lansing Mall this week. It was also reported that the Department has revised its scheduling protocol to prioritize those eligible that have been on the waiting lists for the longest time for upcoming appointments. It was also reported that the primary limitations to expanding clinics remain vaccine allocations and the availability of vaccinators to administer the shots. Discussion held.

Commissioner Mulder moved to recommend approval of a resolution declaring April 2, 2021 as World Autism Day and April 2021 as Autism Awareness Month in Eaton County, to the Board of Commissioners. Commissioner Pearl-Wright seconded. Motion carried by unanimous roll call vote.

Chairperson Mott adjourned the meeting at 10:05 a. m.

The next regularly scheduled meeting of the Health and Human Services Committee will be held on Monday, April 5, 2021 at 9:00 a.m.

____
Jim Mott, Chairperson

INFORMATION TECHNOLOGY AND COMMUNICATION COMMITTEE MEETING

WEDNESDAY, MARCH 3, 2021
4:00 P.M.
MINUTES

MEMBERS PRESENT: Commissioners Wayne Ridge, Dairus Reynnet, Brian Droscha, Brandon Haskell, Brian Lautzenheiser, Mark Mudry and Barbara Rogers

ALSO PRESENT: Commissioner Jeremy Whittum, Jeff Parshall, and John Fuentes

Chairperson Ridge called the meeting to order at 4:00 p.m.

The Information Technology and Communication Committee met in virtual session of March 3, 2021 as permitted by PA 228 of 2020, as amended. The members made an announcement of the location from which they are attending remotely as follows:

Commissioner Droscha, their residence in Eaton Township, Eaton County, MI
Commissioner Haskell, their residence in Delta Township, Eaton County, MI
Commissioner Lautzenheiser, their residence in the City of Charlotte, Eaton County, MI
Commissioner Mudry, their residence in Delta Township, Eaton County, MI
Commissioner Rogers, their residence in Hamlin Township, Eaton County, MI
Commissioner Reynnet, their residence in Windsor Township, Eaton County, MI
Commissioner Ridge, their residence in the City of Charlotte, Eaton County, MI

Commissioner Lautzenheiser moved to approve the agenda, as presented. Commissioner Haskell seconded. Motion carried by unanimous roll call vote.

Commissioner Lautzenheiser moved to approve the minutes of the January 13, 2021 meeting, as presented. Commissioner Haskell seconded. Motion carried by unanimous roll call vote.

Technology Services Director, Jeff Parshall, provided an update on current projects including the completion of upgrades to court room technology which has been adapted to meet the courts' requirements to resume in-person jury trials beginning March 15, 2021, with enhanced public health protocols. It was also reported that the project to replace the Board of Commissioners' Room audio technology is scheduled for the last week of April, 2021.

Updates were also provided on software system replacements for Vital Records and Campaign Finance Reporting. It was also reported that planning is resuming to identify a solution to complete necessary upgrades, or replacement of the jail security and youth facility security systems that operate audio, video, and electronic door controls. Discussion held.

Commissioner Lautzenheiser moved to recommend approval of a resolution to recognize April as National County Government Month, to the Board of Commissioners, as presented. Commissioner Haskell seconded. Discussion held. Motion carried by unanimous roll call vote.

Chairperson Ridge adjourned the meeting at 4:40 p.m.

The next regularly scheduled meeting of the Information Technology and Communication Committee will be held on Wednesday, April 7, 2021 at 4:00 p.m.

____

Wayne Ridge, Chairperson

PUBLIC SAFETY COMMITTEE

MARCH 4, 2021
4:00 P.M.

MINUTES

MEMBERS PRESENT:	Chairman Commissioner Tim Barnes, Vice-Chairman Commissioner Wayne Ridge, Commissioner Brian Droscha, Commissioner Brandon Haskell, Commissioner Mark Mudry, Commissioner Dairus Reynnet and Commissioner Jane Whitacre
ALSO PRESENT:	Commissioner Jeremy Whittum, Controller John Fuentes, Sheriff Tom Reich, Chief Deputy Adam Morris, Prosecuting Attorney Doug Lloyd, Dispatch Director Michael Armitage, Deputy Dispatch Director Kelly Cunningham, Emergency Management Planner Rod Sadler, and Jerri Nesbitt

The Public Safety Committee met in virtual session on February 4, 2021, as permitted by PA 228 of 2020. The members made an announcement of the location from which they are attending remotely as follows:

Commissioner Barnes, their residence in the Village of Mulliken, Eaton County, MI
Commissioner Ridge, their residence in the City of Charlotte, Eaton County, MI
Commissioner Reynnet, their residence in the Village of Dimondale, Eaton County, MI
Commissioner Haskell, their residence in Delta Township, Eaton County, MI
Commissioner Droscha, their residence in Eaton Township, Eaton County, MI
Commissioner Whitacre, their residence in Delta Township, Eaton County, MI
Commissioner Mudry, their residence in Delta Township, Eaton County, MI

Chairperson Barnes called the meeting to order at 4:00 p.m.

The Pledge of Allegiance was given by all, led by Commissioner Haskell.

AGENDA ADDITIONS AND CHANGES –

There were no additions or changes to the agenda. Commissioner Droscha moved to approve the agenda as presented. Commissioner Ridge seconded. Motion carried by unanimous roll call vote.

APPROVAL OF MEETING MINUTES –

Commissioner Droscha moved to approve the Minutes of the February 4, 2021. Commissioner Whitacre seconded. Motion carried by unanimous roll call vote.

LIMITED PUBLIC COMMENT –

None

SHERIFF'S OFFICE UPDATE –

Sheriff Reich highlighted the major incidents that occurred in February, 2021.

Commissioner Reynett inquired as to the number of federal surplus vehicles in the Department fleet. Sheriff Reich reported that the Department has only one at present, the MRAP. The vehicle is only deployed during Special Response Team (SRT) activation to ensure officer safety if the specific situation warrants.

Because of two recent, traumatic, and fatal incidents, Chairman Commissioner Barnes reported that the Clinton-Eaton-Ingham Community Mental Health has counseling resources available at 517-346-8460, for first responders that feel they need to talk to someone.

MONTHLY REPORTS –

Controller Fuentes presented the monthly boarding revenue, courthouse security, and jail census reports. Census numbers for Michigan Department of Corrections (MDOC) were down for non-WRAP (Westside Residential Alternative Program) programs for the month. WRAP program remains stable and there are no significant budgetary variances. Court Security and Youth Facility reports had no significant events to report. Jury trials are scheduled to resume March 15, 2021, with continued enhanced public health protocols and pre-screening measures.

CRIME VICTIMS' RIGHTS WEEK RESOLUTION –

Prosecutor Lloyd requested a Resolution be considered by the Board of Commissioners to recognize the observance of Crime Victim's Rights Week, April 18-24, 2021. This observance is part of April being recognized as Sexual Assault Awareness Month. Discussion held. Commissioner Droscha made a motion to recommend approval of the Resolution to the Board of Commissioners. Commissioner Whitacre seconded the motion. Motion carried by unanimous roll call vote.

VIOLENCE AGAINST WOMEN GRANT APPLICATION RESOLUTION –

Prosecutor Lloyd requested a Resolution to apply for a three-year, five hundred thousand dollar grant. Funds would be used to hire another Prosecuting Attorney and a Special Victim's Unit staff member to enhance response in domestic and partner violence cases. Commissioner Whitacre made a motion to recommend approval of the grant application submission to the Board of Commissioners. Commissioner Haskell seconded the motion. Motion carried by unanimous roll call vote.

CENTRAL DISPATCH UPDATE –

Michael Armitage, Central Dispatch Director, provided the monthly update for Department operations. It was reported that Mr. Armitage is recommending the surcharge rate of one dollar and sixty five cents ($1.65) remain in effect for the next year. Financial protections for the surcharge collections and estimated equipment replacement costs were presented and discussed. No action is required by the Board of Commissioners based on this recommendation. The Board has until May, 2021 to consider adjustments to the surcharge rate.

Information regarding eligible uses of 9-1-1 surcharge revenues under Michigan law was provided. It was also reported that the Federal Communications Commission (FCC) is in the process of rulemaking related to such collections. The proposed rulemaking is inconsistent with Michigan law. This does not affect the County's ability to assess the surcharge, but would make the County ineligible for Federal funding. Mr. Armitage would like to expend County funds up to five hundred dollars ($500.00) to provide comments to the FCC to advocate changes to the proposed rules which would not affect the County adversely, related to current surcharge collections. Discussion held.

Commissioner Droscha made a motion to approve the expenditure of funds as requested to comment of the FCC proposed rules. Commissioner Haskell seconded the motion. Motion carried by unanimous roll call vote.

NATIONAL PUBLIC SAFETY TELECOMMUNICATORS WEEK RESOLUTION –

Director Armitage requested approval of a Resolution in recognition of National Public Safety Telecommunicators Week, April 11-17, 2021. Commissioner Whitacre made a motion to recommend approval to the Board of Commissioners. Commissioner Haskell seconded the motion. Motion carried by unanimous roll call vote.

EMERGENCY SERVICES UPDATE –

Rod Sadler, Emergency Services Planner, presented a draft Memorandum of Understanding with the City of Charlotte, developed as part of the Continuity of Operations Plan which would allow the temporary use of City facilities in the event of a critical incident and associated cost reimbursement. Discussion Held. No action is required at this time. The proposed Memorandum of Understanding will be discussed with the City and after modified or approved, be presented to the Board of consideration with the Continuity of Operation Plan. Discussion held regarding efforts to identify additional facilities for possible temporary emergency use, not located in close proximity to the County Campus.

MISCELLANEOUS –

None.

LIMITED PUBLIC COMMENT –

None.

ADJOURNMENT –

Chairman Commissioner Barnes adjourned the meeting at 4:50 p.m.

The next regularly scheduled meeting of the Public Safety Committee will be held on Thursday, April 1, 2021 at 4:00 p.m.

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Commissioner Tim Barnes
Chairperson, Public Safety Committee

PUBLIC WORKS & PLANNING COMMITTEE

WEDNESDAY, MARCH 10, 2021
9:00 A.M.

MINUTES

MEMBERS PRESENT:	Commissioners Brian Lautzenheiser, Jim Mott, Terrance Augustine, Joseph Brehler, Blake Mulder, Barbara Rogers and Jane Whitacre
ALSO PRESENT:	Commissioner Jeremy Whittum, Blair Ballou, Sue Spagnuolo, Troy Stowell, Gene Bryan, Morgan Feldpausch, Claudine Williams and John Fuentes

The Public Works and Planning Committee met in virtual session on March 10, 2021 as permitted by PA 228 of 2020, as amended. The members made an announcement of the location from which they are participating remotely as follows:

Commissioner Lautzenheiser, their residence in the City of Charlotte, Eaton County, MI
Commissioner Mott, their residence in Walton Township, Eaton County, MI
Commissioner Rogers, their residence in Hamlin Township, Eaton County, MI
Commissioner Mulder, their second residence in Oneida Township, Eaton County, MI
Commissioner Brehler, their residence in the City of Lansing, Eaton County, MI
Commissioner Augustine, their residence in the City of Grand Ledge, Eaton County, MI
Commissioner Whitacre, their residence in Delta Township, Eaton County, MI

Chairperson Lautzenheiser called the meeting to order at 9:00 a.m.

The Pledge of Allegiance was given by all.

Commissioner Rogers moved to approve the agenda, as presented. Commissioner Mott seconded. Motion carried by unanimous roll call vote.

Commissioner Mott moved to approve the minutes of the February 10, 2021 meeting, as presented. Commissioner Whitacre seconded. Motion carried by unanimous roll call vote.

Blair Ballou, Engineer/Manager for Eaton County Road Commission, was present to provide the Commission's semi-annual update. The supplemental annual report was distributed and reviewed. It was reported that 19 miles of the County Primary Road system was re-surfaced, and 43 miles were seal-coated. The 2020 report for the local road mileage program was also distributed and reviewed. A total of 26 miles of the County Local Road system were resurfaced and 16 miles were re-graveled. Discussion held regarding the progress of the local road mileage program.

Sue Spagnuolo, Eaton Conservation District, was present to review and discuss the agency's upcoming Community Resource Assessment survey. Discussion held.

Troy Stowell, Parks and Recreation Director, was present to provide the Department's monthly report. An update was provided on current planned events and summer camp operations, including protocols that will be implemented for public health. It was also reported that the Parks Commission recommended re-allocating $50,000.00 of its current capital allocation to complete parking lot improvements at Crandell Park required under the County's conditional use permit. Discussion held.

Gene Bryan, Construction Code Enforcement Director, was present to provide the Department's monthly report. The monthly reports for permit and inspection activities were presented and reviewed. It was also reported that the City of Charlotte is considering repealing its code ordinance to turn over jurisdiction to the County. One of the items that will need to be discussed is the County's cost to complete inspections required for open permits issued by the City. The County is proposing to the City a fee of $50.00 per inspection on the City-issued permits to complete the transition. Discussion held.

Morgan Feldpausch, Resource Recovery Coordinator, was present to provide the monthly update on behalf of the Designated Implementing Agency. An update on the Solid Waste Alternatives Grant program was provided.

It was also reported that the contractual invoicing with the current battery recycling vendor was resolved and the County was issued a credit.

Commissioner Mulder moved to recommend approval of a resolution to approve the contract with Battery Solutions, as the County's battery recycling vendor, to the Board of Commissioners. Commissioner Augustine seconded. Motion carried by unanimous roll call vote.

Commissioner Augustine moved to recommend approval of a resolution to approve a scrap fire grant application to the Board of Commissioners. Commissioner Brehler seconded. Motion carried by unanimous roll call vote.

Commissioner Brehler provided a brief update on the activity of the Sustainability Steering Committee. Discussion held.

Claudine Williams, Community Development Director, was present to provide the Department's monthly report. There was discussion regarding the Zoning Ordinance and regulations related to marihuana businesses.

John Fuentes provided an update on the closed County Landfill site. The state DEGLE (Department of Environment, Great Lakes & Energy) requested PFA's testing was conducted on March 1, 2021. Sampling results will be submitted to the state and provided to the Committee when received. Discussion held.

Chairperson Lautzenheiser adjourned the meeting at 10:47 a.m.

The next regularly scheduled meeting of the Public Works and Planning Committee will be held on Wednesday, April 14, 2021 at 9:00 a.m.

Brian Lautzenheiser, Chairperson