



**BARRY COUNTY  
ANNUAL FINANCIAL REPORT  
YEAR ENDED DECEMBER 31, 2020**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners  
Barry County, 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 Barry County, Michigan (the "County"), as of and for the year ended December 31, 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 Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Barry County Road Commission which represents 72.9% of assets and deferred outflows, 80.7% of net position, and 90.7 % of total revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports thereon were furnished to us, and our opinions, insofar as they relate to the amounts included for the Barry County Road Commission is based solely on the report 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 of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinions**

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

As stated in Note 16 to the basic financial statements, the County adopted GASB Statement No. 84 *Fiduciary Activities* in 2020, which represents a change in its policy for reporting fiduciary activities. Accordingly, beginning net position of the fiduciary funds were restated. Our opinions are not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules for the pension and other post-employment benefit plans, as stated 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 and other auditors 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 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 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*, and is also not a required part of the basic financial statements.

The combining and individual fund financial statements and the schedule of expenditures of federal awards 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 the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 4, 2021, on our consideration of the County'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 solely 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 effectiveness of the County's 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.

A handwritten signature in dark ink that reads "Gabridge & Company". The signature is written in a cursive, flowing style.

Gabridge & Company, PLC  
Grand Rapids, Michigan  
June 4, 2021

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Barry County**  
**Management's Discussion and Analysis**  
**December 31, 2020**

As management of **Barry County, Michigan** (the "County" or "government") we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the year ended December 31, 2020. We encourage readers to consider the information presented here in conjunction with additional information that is furnished in the financial statements and notes to the financial statements.

***Financial Highlights***

Key metrics and financial highlights of the County for the year ended December 31, 2020 are as follows:

- The assets and deferred outflows of resources of the County, as presented in the government-wide financial statements, exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$50,646,758 (net position), an increase of \$5,914,198.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$15,822,979, an increase of \$1,100,532 in comparison with the prior year. Of the fund balance amount, \$2,222,371 is available for spending at the County's discretion (unassigned fund balance).
- Total fund balance for the general fund was \$5,193,340, an increase of \$412,231. At the end of the year, the unassigned portion of the fund balance in the general fund was \$2,222,371, or approximately 12.5% of total general fund expenditures and transfers out for the year.
- The County's investment in capital assets was \$35,309,548 at the end of the year, which compares to \$35,215,095 at the end of the prior year.
- The County's total long-term installment debt decreased by \$1,680,288 during the year, from \$14,065,261 to \$12,384,973 as of year-end. This is a result of scheduled debt service payments made during the year of \$1,565,000 and amortization of bond premiums for another \$115,288.

***Overview of the Financial Statements***

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



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

The *statement of net position* presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the residual reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave and changes in the County's net pension and net OPEB liabilities).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government administration, public safety, public works, health and welfare, recreation and cultural, and community and economic development activities. The business-type activities of the County include delinquent tax administration, operation of a medical care facility, jail commissary, and operation of a transit system.

The government-wide financial statements include not only the County itself (known as the *primary government*) , but also the legally separate Barry County Road Commission, Drainage Districts, Board of Public Works, Economic Development Board, and Airport Commission, for which the County is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Barry County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar

information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds 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 governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund and central dispatch special revenue fund, 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 elsewhere in this report.

The County adopts an annual appropriated budget for its general and special revenue funds. Budgetary comparison schedules for the general fund and major special revenue funds have been provided herein to demonstrate compliance with those budgets.

**Proprietary funds.** The County maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Barry County uses enterprise funds to account for its delinquent tax collection and administration, Thornapple Manor medical care facility, transit system, and jail commissary.

*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 its data processing, telephone systems, fleet of vehicles, insurance, and fringe benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within 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 delinquent tax umbrella fund, the Barry County Transit (FYE 9/30/20) fund, and Thornapple Manor fund, which are considered to be major funds of the County.

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

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

**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, budgetary comparison schedules, and the schedules for the County pension and other postemployment benefits plans.

The combining statements and schedules referred to earlier in connection with nonmajor funds are presented following the required supplementary information.

### ***Government-wide Financial Analysis***

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Summary information on the County assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position is as follows:

#### **Barry County's Net Position**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and investments	\$ 19,874,476	\$ 17,953,645	\$ 17,355,905	\$ 14,300,662	\$ 37,230,381	\$ 32,254,307
Receivables, net	6,018,390	6,062,552	3,730,177	4,456,506	9,748,567	10,519,058
Due from other governments	1,138,169	930,576	231,667	126,428	1,369,836	1,057,004
Other assets	1,277,813	1,032,542	185,730	307,734	1,463,543	1,340,276
<b>Total Current Assets</b>	<b>28,308,848</b>	<b>25,979,315</b>	<b>21,503,479</b>	<b>19,191,330</b>	<b>49,812,327</b>	<b>45,170,645</b>
<i>Noncurrent Assets</i>						
Capital assets not being depreciated	3,003,771	3,121,198	620,344	1,019,523	3,624,115	4,140,721
Capital assets being depreciated, net	9,870,371	9,930,170	21,815,062	21,144,204	31,685,433	31,074,374
Net OPEB asset	141,007	386,574	-	35,474	141,007	422,048
<b>Total Assets</b>	<b>41,323,997</b>	<b>39,417,257</b>	<b>43,938,885</b>	<b>41,390,531</b>	<b>85,262,882</b>	<b>80,807,788</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Pension related deferred outflows	1,794,009	827,684	1,647,043	2,596,494	3,441,052	3,424,178
OPEB related deferred outflows	319,902	15,557	68,451	906	388,353	16,463
Deferred charges on refunding	312,237	385,706	-	-	312,237	385,706
<b>Total Deferred Outflows of Resources</b>	<b>2,426,148</b>	<b>1,228,947</b>	<b>1,715,494</b>	<b>2,597,400</b>	<b>4,141,642</b>	<b>3,826,347</b>
<b>LIABILITIES</b>						
<i>Current Liabilities</i>						
Accounts payable	539,694	254,829	1,416,126	870,866	1,955,820	1,125,695
Accrued and other liabilities	523,836	434,464	709,378	1,058,019	1,233,214	1,492,483
Unearned revenue	460,615	124,008	-	-	460,615	124,008
Current portion of long-term debt	1,405,000	1,430,288	275,000	250,000	1,680,000	1,680,288
Current portion of compensated absences	267,280	230,891	231,399	199,086	498,679	429,977
Internal balances	(520,515)	(494,635)	520,515	494,635	-	-
<b>Total Current Liabilities</b>	<b>2,675,910</b>	<b>1,979,845</b>	<b>3,152,418</b>	<b>2,872,606</b>	<b>5,828,328</b>	<b>4,852,451</b>
<i>Noncurrent Liabilities</i>						
Compensated absences	581,230	502,096	449,186	386,460	1,030,416	888,556
Net OPEB liability	-	-	23,821	-	23,821	-
Net pension liability	10,432,077	12,359,163	3,034,129	3,431,253	13,466,206	15,790,416
Long-term debt	6,654,973	8,059,973	4,050,000	4,325,000	10,704,973	12,384,973
<b>Total Liabilities</b>	<b>20,344,190</b>	<b>22,901,077</b>	<b>10,709,554</b>	<b>11,015,319</b>	<b>31,053,744</b>	<b>33,916,396</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Pension related deferred inflows	1,689,757	143,548	373,036	516,560	2,062,793	660,108
OPEB related deferred inflows	370,985	342,948	44,319	43,704	415,304	386,652
Property taxes levied for subsequent year	5,225,925	4,938,419	-	-	5,225,925	4,938,419
<b>Total Deferred Inflows of Resources</b>	<b>7,286,667</b>	<b>5,424,915</b>	<b>417,355</b>	<b>560,264</b>	<b>7,704,022</b>	<b>5,985,179</b>
<b>NET POSITION</b>						
Net investment in capital assets	12,799,142	12,901,368	18,110,406	17,588,727	30,909,548	30,490,095
Restricted	5,568,032	5,054,761	-	-	5,568,032	5,054,761
Unrestricted	(2,247,886)	(5,635,917)	16,417,064	14,823,621	14,169,178	9,187,704
<b>Total Net Position</b>	<b>\$ 16,119,288</b>	<b>\$ 12,320,212</b>	<b>\$ 34,527,470</b>	<b>\$ 32,412,348</b>	<b>\$ 50,646,758</b>	<b>\$ 44,732,560</b>

A portion of the County's net position is unrestricted and available for future operations, while a significant portion of net position relates to its investment in capital assets (e.g., land and improvements, construction in progress, buildings and improvements, vehicles, machinery, equipment, and infrastructure), less 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 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.

Significant changes from the prior year include:

- Pension related deferred outflows increased from \$827,684 to \$1,794,009 within governmental activities because of the amortization of significant changes in assumptions within the pension valuation. Pension related deferred inflows increased from \$143,548 to \$1,689,757 within governmental activities because of the difference between actual net investment income during the year of \$5,866,343 compared to projected net investment income of \$3,371,013 being amortized over the next four years.
- Net pension liability decreased from \$12,359,163 to \$10,432,077 within governmental activities for the same reason that pension related deferred inflows decreased. Stronger than estimated market returns during the year decreased the County's pension liability. In addition, the County made a combined voluntary \$958,605 payment to further reduce its net pension liability during the year.
- Accounts payable within governmental activities increased by \$284,865 primarily due to accounts payable related to retirement of approximately \$206,000. Unearned revenue increased from \$124,008 to \$460,615 as there was an increase in unspent state grant funds.
- Cash and investments for governmental activities increased by \$1,920,831 largely due to an increase in fund balance of \$1,100,532 along with an increase in overall payables as the County had more expenses accrued at year-end than in the prior year.

**Barry County's Changes in Net Position**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for services	\$ 2,639,366	\$ 2,865,353	\$ 20,276,026	\$ 20,808,424	\$ 22,915,392	\$ 23,673,777
Operating grants and contributions	5,366,826	4,755,915	6,045,807	1,023,831	11,412,633	5,779,746
Capital grants and contributions	-	-	444,919	-	444,919	-
<b>General Revenues</b>						
Taxes	17,537,171	16,407,429	542,227	526,820	18,079,398	16,934,249
Intergovernmental	943,955	1,182,742	-	-	943,955	1,182,742
Interest income	279,585	421,769	211,967	113,554	491,552	535,323
<b>Total Revenues</b>	<b>26,766,903</b>	<b>25,633,208</b>	<b>27,520,946</b>	<b>22,472,629</b>	<b>54,287,849</b>	<b>48,105,837</b>
<b>Expenses</b>						
General government	9,559,641	9,566,894	-	-	9,559,641	9,566,894
Public safety	8,754,195	8,681,733	-	-	8,754,195	8,681,733
Public works	79,435	110,318	-	-	79,435	110,318
Health and welfare	4,153,675	4,405,143	-	-	4,153,675	4,405,143
Community and economic development	484,361	470,921	-	-	484,361	470,921
Recreation and cultural	618,181	639,121	-	-	618,181	639,121
Interest on long-term debt	276,944	327,137	-	-	276,944	327,137
Delinquent tax administration	-	-	36,039	36,899	36,039	36,899
Thornapple Manor	-	-	22,683,154	20,059,504	22,683,154	20,059,504
Transit, Jail Commissary, and Foreclosure	-	-	1,728,026	1,939,532	1,728,026	1,939,532
<b>Total Expenses</b>	<b>23,926,432</b>	<b>24,201,267</b>	<b>24,447,219</b>	<b>22,035,935</b>	<b>48,373,651</b>	<b>46,237,202</b>
<b>Changes in Net Position Before Transfers</b>	<b>2,840,471</b>	<b>1,431,941</b>	<b>3,073,727</b>	<b>436,694</b>	<b>5,914,198</b>	<b>1,868,635</b>
Transfers In (Out)	958,605	588,800	(958,605)	(588,800)	-	-
<b>Changes in Net Position</b>	<b>3,799,076</b>	<b>2,020,741</b>	<b>2,115,122</b>	<b>(152,106)</b>	<b>5,914,198</b>	<b>1,868,635</b>
<i>Net Position at the Beginning of Period</i>	<i>12,320,212</i>	<i>10,299,471</i>	<i>32,412,348</i>	<i>32,564,454</i>	<i>44,732,560</i>	<i>42,863,925</i>
<b>Net Position at the End of Period</b>	<b>\$ 16,119,288</b>	<b>\$ 12,320,212</b>	<b>\$ 34,527,470</b>	<b>\$ 32,412,348</b>	<b>\$ 50,646,758</b>	<b>\$ 44,732,560</b>

Net position of the County increased by \$5,914,198 during the year. Governmental activities increased by \$3,799,076 while business-type activities increased by \$2,115,122.

Significant items to note during the year include:

- Charges for services within governmental activities decreased by \$225,987 as a result of a decrease of in-person transactions which make up a significant portion of the County's revenues.
- Operating grants and contributions within governmental activities increased by \$610,911 compared to the prior year primarily because of the federal CARES act of approximately \$894,000.
- Tax revenue increased by \$1,129,742 due primarily to increased taxable values.

### ***Governmental Activities***

During the year, the County expended \$9,559,641, or 40%, of governmental activities expenses to general government activities. Health and welfare expenses totaled \$4,153,675, or 17% of governmental activities. Public safety expenses totaled \$8,754,195, or 37%, of governmental activities expenses. Public works, recreation and cultural, community and economic development, and interest on long-term debt made up the remaining 6% of governmental activities expenses. In the current year, overall expenses decreased by \$274,835, or 1.14%.

### ***Business-type activities***

Business type activities revenues increased by \$5,048,317 while expenses also increased by \$2,411,284 during the current year.

Significant changes within business-type activities primarily occurred within the Thornapple Manor medical care facility and the Barry County Transit (fye 9/30/20). Both funds are separately audited and the reasons for changes within their activity can be found in their separately audited financial statements as indicated in the notes to the financial statements.

### ***Financial Analysis of the Government's Funds***

As noted earlier, the 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 \$15,822,979, an increase of \$1,100,532 in comparison with the prior year. The overall increase in fund balance is described later in this analysis. Approximately 14.0%, or \$2,222,371, of this total amount constitutes *unassigned fund balance*. The remainder of fund balance is *restricted* (\$5,537,107, or 35.0%), *committed* (\$7,908,525, or 50.0%), or *assigned* (\$60,000, or 0.4%) to indicate that it cannot be used at the County's discretion, or it is *nonspendable* (\$94,976, or 0.6%) because it has already been committed, in this case, for long-term advances to other funds or cemetery perpetual care.

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 \$2,222,371. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 12.5% of total general fund expenditures and transfers out.

As in previous years, the surplus in the County's traditional general fund (fund 101) was transferred to other funds of the government, as approved by Board Resolution.

The central dispatch fund ended the year with fund balance of \$1,814,191, which was an increase of \$361,139 from the prior year. This increase was related to overall increase in property tax revenue for the fund.

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

Net position of the enterprise funds increased \$2,115,122. Key elements of this change have been addressed elsewhere in this analysis.

The delinquent tax umbrella fund ended the year with net position of \$8,289,197, which was a decrease of \$106,028.

The Thornapple Manor fund ended the year with net position of \$19,153,606. This was an increase of \$1,302,353 from the prior year.

The Barry County Transit (fye 9/30/20) fund ended the year with net position of \$3,937,335, an overall increase of \$791,558.

### ***General Fund Budgetary Highlights***

- Overall, revenues were consistent with amounts budgeted, with less than a 1.3% difference between the final budget and actual revenues.
- Expenditures for the trial court came in under budget by approximately \$169,000. This was the result of prudent fiscal management by the trial court judges, administrator, and staff.

- Other expenditures came in under budget due primarily to contingency that was budgeted for unforeseen expenditures not needing to be utilized. Additionally, some expenditures came in under budget as a result of resident responses and local, state, and federal responses to the COVID-19 Pandemic.

The County incurred the following expenditures in excess of the amounts appropriated during the year ended December 31, 2020:

	<b>Amended Budget</b>	<b>Actual Expenditures</b>	<b>Negative Variance</b>
General fund			
Legal counsel	\$ 85,000	\$ 102,314	\$ (17,314)
Appropriation for public works	15,834	49,640	(33,806)
Transfers out	2,464,046	2,614,268	(150,222)

The significant budget variance of \$150,222 within general fund transfers out is due to a better-than-expected increase in fund balance being distributed to other funds as per a County resolution.

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

**Capital assets.** The County's investment in capital assets for its governmental and business-type activities as of December 31, 2020, amounted to \$35,309,548 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, machinery, equipment, and vehicles.

Major capital asset events during the current fiscal year included the purchase of central dispatch software, jail software and various improvements to County buildings such as the courthouse and jail. The County also purchased eight vehicles and two boats for various uses.

	<b>Capital Assets (net of depreciation)</b>					
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Land	\$ 2,734,208	\$ 2,734,208	\$ -	\$ -	\$ 2,734,208	\$ 2,734,208
Construction in progress	269,563	386,990	620,344	1,019,523	889,907	1,406,513
Land improvements	347,776	366,214	1,084,467	1,148,853	1,432,243	1,515,067
Buildings and improvements	7,790,691	7,985,618	18,724,902	18,219,721	26,515,593	26,205,339
Equipment and vehicles	1,731,904	1,578,338	2,005,693	1,775,630	3,737,597	3,353,968
<b>Total</b>	<b>\$ 12,874,142</b>	<b>\$ 13,051,368</b>	<b>\$ 22,435,406</b>	<b>\$ 22,163,727</b>	<b>\$ 35,309,548</b>	<b>\$ 35,215,095</b>

Additional information on the County's capital assets can be found in Note 5 of this report. Capital asset information for business-type activities consist of the Thornapple Manor Medical Facility and Barry County Transit, both separately audited units and, accordingly, are not included within the County's footnotes.

**Long-term debt.** At the end of the current fiscal year, the County had total debt outstanding, exclusive of compensated absences, of \$12,384,973. Of this amount, \$8,059,973 was debt of governmental activities and \$4,325,000 was debt of business-type activities.

	Long-term Debt					
	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
General obligation bonds	\$ 8,059,973	\$ 9,490,261	\$ -	\$ -	\$ 8,059,973	\$ 9,490,261
Capital lease payable	-	-	4,325,000	4,575,000	4,325,000	4,575,000
<b>Total</b>	<b>\$ 8,059,973</b>	<b>\$ 9,490,261</b>	<b>\$ 4,325,000</b>	<b>\$ 4,575,000</b>	<b>\$ 12,384,973</b>	<b>\$ 14,065,261</b>

Additional information on the County's long-term debt can be found in Note 6 of this report.

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

The following factors were considered in preparing the County's budget for 2021:

- The County will continue to rely on state revenue sharing to support general fund expenditures.
- The Courts, Elected Officials, and Department Directors will continue to be fiscally prudent, managing their expenditures within or below budget allowing surplus general funds to be transferred to capital replacement funds.
- Property tax revenue is expected to increase slightly over the previous year.
- Pension costs will continue to rise in the near term as a result of actuarial assumption changes implemented by the Municipal Employees Retirement System Board.
- Pension costs are expected to decrease and level off over the long term as a result of the implementation of the hybrid plan for new hires effective in 2012.

In order to maintain long-term financial stability, the County will continue to adopt realistic and balanced budgets for all funds that and manage them such that actual expenditures do not exceed actual revenues in any given year. Additionally, management and the County Board of Commissioners are currently working to determine the significance that the COVID-19 Pandemic will have on the County's upcoming revenues and expenditures.

### ***Requests for Information***

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 financial information may be addressed to the:

Barry County Administrator  
220 W. State St.  
Hastings, MI, 49058  
Phone | 269.945.1284



## **BASIC FINANCIAL STATEMENTS**

**Barry County**  
**Statement of Net Position**  
**December 31, 2020**

	<b>Primary Government</b>			
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Units</b>
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and investments	\$ 19,874,476	\$ 16,988,245	\$ 36,862,721	\$ 3,201,867
Restricted cash	--	367,660	367,660	--
Accounts receivable	164,272	1,403,305	1,567,577	--
Special assessment receivable	--	--	--	614,572
Taxes receivable	4,925,459	2,326,872	7,252,331	--
Lease receivable	--	--	--	395,728
Loans receivable, net	928,659	--	928,659	--
Due from other governments	1,138,169	231,667	1,369,836	2,804,279
Other assets	1,277,813	51,483	1,329,296	--
Inventories	--	134,247	134,247	2,236,579
<b>Total Current Assets</b>	<b>28,308,848</b>	<b>21,503,479</b>	<b>49,812,327</b>	<b>9,253,025</b>
<i>Noncurrent Assets</i>				
Capital assets not being depreciated	3,003,771	620,344	3,624,115	19,235,976
Capital assets being depreciated, net	9,870,371	21,815,062	31,685,433	32,407,004
Special assessment receivable, long-term	--	--	--	1,940,346
Lease receivable, long-term	--	--	--	2,432,109
Net OPEB asset	141,007	--	141,007	128,146
<b>Total Assets</b>	<b>41,323,997</b>	<b>43,938,885</b>	<b>85,262,882</b>	<b>65,396,606</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
OPEB related	319,902	68,451	388,353	--
Pension related	1,794,009	1,647,043	3,441,052	--
Deferred charges on bond refunding	312,237	--	312,237	13,463
<b>Total Deferred Outflows of Resources</b>	<b>2,426,148</b>	<b>1,715,494</b>	<b>4,141,642</b>	<b>13,463</b>
<b>LIABILITIES</b>				
<i>Current Liabilities</i>				
Accounts payable	539,694	1,416,126	1,955,820	204,200
Accrued liabilities	448,886	682,971	1,131,857	200,541
Unearned revenue	460,615	--	460,615	--
Due to primary government	--	--	--	517,682
Due to other governments	--	26,407	26,407	--
Negative equity in pooled cash	--	--	--	187,440
Current portion of long-term debt	1,405,000	275,000	1,680,000	1,270,135
Current portion of compensated absences	267,280	231,399	498,679	353,058
Accrued interest	74,950	--	74,950	97,185
Internal Balances	(520,515)	520,515	--	--
<b>Total Current Liabilities</b>	<b>2,675,910</b>	<b>3,152,418</b>	<b>5,828,328</b>	<b>2,830,241</b>
<i>Noncurrent Liabilities</i>				
Compensated absences	581,230	449,186	1,030,416	--
Net OPEB liability	--	23,821	23,821	--
Net pension liability	10,432,077	3,034,129	13,466,206	--
Long-term debt	6,654,973	4,050,000	10,704,973	7,938,129
<b>Total Liabilities</b>	<b>20,344,190</b>	<b>10,709,554</b>	<b>31,053,744</b>	<b>10,768,370</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
OPEB related	370,985	44,319	415,304	--
Pension related	1,689,757	373,036	2,062,793	--
Revenues intended to finance a subsequent year	5,225,925	--	5,225,925	--
<b>Total Deferred Inflows of Resources</b>	<b>7,286,667</b>	<b>417,355</b>	<b>7,704,022</b>	<b>--</b>
<b>NET POSITION</b>				
Net investment in capital assets	12,799,142	18,110,406	30,909,548	46,714,510
<i>Restricted for:</i>				
Health and welfare programs	1,166,882	--	1,166,882	--
Public safety programs	2,794,003	--	2,794,003	--
Judicial programs	106,508	--	106,508	--
Housing rehabilitation loans	990,085	--	990,085	--
Other state-mandated programs	151,636	--	151,636	--
Debt service	327,124	--	327,124	263,164
Capital projects	--	--	--	2,386,087
Cemetery perpetual care (nonexpendable)	30,925	--	30,925	--
Cemetery perpetual care (expendable)	869	--	869	--
<i>Unrestricted</i>	<i>(2,247,886)</i>	<i>16,417,064</i>	<i>14,169,178</i>	<i>5,277,938</i>
<b>Total Net Position</b>	<b>\$ 16,119,288</b>	<b>\$ 34,527,470</b>	<b>\$ 50,646,758</b>	<b>\$ 54,641,699</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Activities**  
**For the Year Ended December 31, 2020**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue			Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	
Primary Government								
Governmental Activities:								
General government	\$ 9,559,641	\$ 1,821,828	\$ 3,766,650	\$ --	\$ (3,971,163)	\$ --	\$ (3,971,163)	\$ --
Public safety	8,754,195	534,696	665,653	--	(7,553,846)	--	(7,553,846)	--
Public works	79,435	82,767	--	--	3,332	--	3,332	--
Health and welfare	4,153,675	192,609	901,672	--	(3,059,394)	--	(3,059,394)	--
Community and economic development	484,361	--	--	--	(484,361)	--	(484,361)	--
Recreation and cultural	618,181	7,466	32,851	--	(577,864)	--	(577,864)	--
Interest on long-term debt	276,944	--	--	--	(276,944)	--	(276,944)	--
<i>Total Governmental Activities</i>	<u>23,926,432</u>	<u>2,639,366</u>	<u>5,366,826</u>	<u>--</u>	<u>(15,920,240)</u>	<u>--</u>	<u>(15,920,240)</u>	<u>--</u>
Business-type Activities:								
Delinquent Tax Administration	36,039	666,277	--	--	--	630,238	630,238	--
Foreclosure Fund	1,000	198,442	--	--	--	197,442	197,442	--
Jail Commissary	152,111	106,950	--	--	--	(45,161)	(45,161)	--
Thornapple Manor	22,683,154	19,184,589	4,800,918	--	--	1,302,353	1,302,353	--
Barry County Transit (9/30/20)	1,574,915	119,768	1,244,889	444,919	--	234,661	234,661	--
<i>Total Business-type Activities</i>	<u>24,447,219</u>	<u>20,276,026</u>	<u>6,045,807</u>	<u>444,919</u>	<u>--</u>	<u>2,319,533</u>	<u>2,319,533</u>	<u>--</u>
<i>Total Primary Government</i>	<u>\$ 48,373,651</u>	<u>\$ 22,915,392</u>	<u>\$ 11,412,633</u>	<u>\$ 444,919</u>	<u>(15,920,240)</u>	<u>2,319,533</u>	<u>(13,600,707)</u>	<u>--</u>
Component Units								
Barry County Economic Development Board	\$ 140,585	\$ --	\$ 140,585	\$ --	--	--	--	--
Barry County Airport Commission	501,404	298,359	30,000	49,637	--	--	--	(123,408)
Barry County Board of Public Works	79,350	--	76,779	--	--	--	--	(2,571)
Barry County Road Commission	10,215,541	286,729	9,694,566	4,130,456	--	--	--	3,896,210
Barry County Drain Commission	1,450,618	57,635	108,484	676,490	--	--	--	(608,009)
<i>Total Component Units</i>	<u>\$ 12,387,498</u>	<u>\$ 642,723</u>	<u>\$ 10,050,414</u>	<u>\$ 4,856,583</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,162,222</u>
General Purpose Revenues and Transfers:								
Revenues								
Taxes					17,537,171	542,227	18,079,398	--
Intergovernmental					943,955	--	943,955	--
Interest income					279,585	211,967	491,552	9,006
Transfers					958,605	(958,605)	--	--
<i>Total General Revenues and Transfers</i>					<u>19,719,316</u>	<u>(204,411)</u>	<u>19,514,905</u>	<u>9,006</u>
<i>Change in Net Position (Restated, Note 16)</i>					<u>3,799,076</u>	<u>2,115,122</u>	<u>5,914,198</u>	<u>3,171,228</u>
<i>Net Position at Beginning of Period</i>					<u>12,320,212</u>	<u>32,412,348</u>	<u>44,732,560</u>	<u>51,470,471</u>
<i>Net Position at End of Period</i>					<u>\$ 16,119,288</u>	<u>\$ 34,527,470</u>	<u>\$ 50,646,758</u>	<u>\$ 54,641,699</u>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County  
Balance Sheet  
Governmental Funds  
December 31, 2020**

		<u>Special Revenue</u>		
	<u>General</u>	<u>Central Dispatch</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and investments	\$ 4,196,779	\$ 2,014,035	\$ 8,505,945	\$ 14,716,759
Accounts receivable	--	--	36,100	36,100
Taxes receivable	231,009	1,785,277	2,909,173	4,925,459
Loans receivable, net	--	--	928,659	928,659
Due from other governments	603,676	57,710	476,783	1,138,169
Due from other funds	610,910	--	--	610,910
Advance to other funds	64,051	--	--	64,051
<b>Total Assets</b>	<b>\$ 5,706,425</b>	<b>\$ 3,857,022</b>	<b>\$ 12,856,660</b>	<b>\$ 22,420,107</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 231,075	\$ 6,202	\$ 75,012	\$ 312,289
Accrued liabilities	282,010	48,836	113,007	443,853
Unearned revenue	--	--	460,615	460,615
Due to other funds	--	--	90,395	90,395
Advance from other funds	--	--	64,051	64,051
<b>Total Liabilities</b>	513,085	55,038	803,080	1,371,203
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Revenues intended to finance a subsequent year	--	1,987,793	3,238,132	5,225,925
<b>Total Liabilities and Deferred Inflows of Resources</b>	513,085	2,042,831	4,041,212	6,597,128
<b>FUND BALANCE</b>				
Nonspendable	64,051	--	30,925	94,976
Restricted	--	1,814,191	3,722,916	5,537,107
Committed	2,846,918	--	5,061,607	7,908,525
Assigned	60,000	--	--	60,000
Unassigned	2,222,371	--	--	2,222,371
<b>Total Fund Balance</b>	5,193,340	1,814,191	8,815,448	15,822,979
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 5,706,425</b>	<b>\$ 3,857,022</b>	<b>\$ 12,856,660</b>	<b>\$ 22,420,107</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position**  
**December 31, 2020**

Total Fund Balance - Governmental Funds	\$ 15,822,979
Net position of internal service funds that are treated as proprietary in the fund level statements are treated as governmental in the entity-wide statements.	5,898,323
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, the interest expenditure is reported when due.	(74,950)
General government capital assets of \$25,486,036, net of accumulated depreciation of \$13,456,766, are not financial resources, and accordingly are not reported in the funds.	12,029,270
Compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.	(848,510)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. This represents long-term debt payable of \$7,570,000 plus bond premiums of \$489,973 less deferred charges on long-term debt of \$312,237.	(7,747,736)
The net OPEB asset is not due and payable in the current period; therefore, the asset and related deferred inflows/outflows are not reported in the funds.	89,924
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the funds.	(10,327,825)
Prepaid costs related to self-insurance programs do not represent current period costs and, therefore, are not reported in the fund financial statements.	1,277,813
<b>Total Net Position - Governmental Activities</b>	<b>\$ <u>16,119,288</u></b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended December 31, 2020**

	<u>Special Revenue</u>		<u>Other</u>	<u>Total</u>
	<u>General</u>	<u>Central Dispatch</u>	<u>Governmental Funds</u>	<u>Governmental Funds</u>
<b>Revenues</b>				
Taxes	\$ 12,583,498	\$ 1,792,607	\$ 3,161,066	\$ 17,537,171
Intergovernmental	2,674,176	331,225	3,597,962	6,603,363
Licenses and permits	79,003	--	54,637	133,640
Charges for services	1,630,908	--	402,223	2,033,131
Fines and forfeitures	31,543	--	--	31,543
Interest and rentals	230,664	12,793	13,811	257,268
Other revenues	65,389	13,807	10,540	89,736
<b>Total Revenues</b>	<b>17,295,181</b>	<b>2,150,432</b>	<b>7,240,239</b>	<b>26,685,852</b>
<b>Expenditures</b>				
General government	6,492,891	--	2,784,480	9,277,371
Public safety	6,175,820	1,799,335	394,279	8,369,434
Public works	49,640	--	29,795	79,435
Health and welfare	1,282,185	--	2,738,937	4,021,122
Community and economic development	479,589	--	--	479,589
Recreation and cultural	75,724	--	571,335	647,059
Other	671,438	--	--	671,438
Debt service, principal	--	--	1,315,000	1,315,000
Debt service, interest	--	--	331,163	331,163
Capital outlay	--	--	72,208	72,208
<b>Total Expenditures</b>	<b>15,227,287</b>	<b>1,799,335</b>	<b>8,237,197</b>	<b>25,263,819</b>
<b>Excess of Revenues Over</b>				
<b>(Under) Expenditures</b>	<b>2,067,894</b>	<b>351,097</b>	<b>(996,958)</b>	<b>1,422,033</b>
<b>Other Financing Sources (Uses)</b>				
Sale of capital assets	--	--	43,900	43,900
Transfers in	958,605	10,042	1,280,220	2,248,867
Transfers out	(2,614,268)	--	--	(2,614,268)
<b>Net Other Financing Sources (Uses)</b>	<b>(1,655,663)</b>	<b>10,042</b>	<b>1,324,120</b>	<b>(321,501)</b>
<b>Net Change in Fund Balance</b>	<b>412,231</b>	<b>361,139</b>	<b>327,162</b>	<b>1,100,532</b>
<b>Fund Balance at Beginning of Period</b>	<b>4,781,109</b>	<b>1,453,052</b>	<b>8,488,286</b>	<b>14,722,447</b>
<b>Fund Balance at End of Period</b>	<b>\$ 5,193,340</b>	<b>\$ 1,814,191</b>	<b>\$ 8,815,448</b>	<b>\$ 15,822,979</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance with Statement of Activities**  
**For the Year Ended December 31, 2020**

Total Net Change in Fund Balances - Governmental Funds	\$ 1,100,532
Changes in net position of internal service funds that are treated as enterprise fund changes in net position in the fund level statements are treated as governmental fund changes in net position in the entity-wide statements.	(17,423)
Changes to accrued interest, bond premiums, and deferred charges on refunding are not shown in the fund financial statements. This is the amount by which the changes in bond premium of \$115,288 and accrued interest of \$12,400 exceeds the change in deferred charges on refunding of \$73,469.	54,219
Change to compensated absences are not shown in the fund financial statements. The net effect of the current year increase is to decrease net position.	(115,523)
The statement of activities reports changes to net OPEB asset and OPEB related deferrals as OPEB income or expense; however, the revenues or expenditures recorded on the governmental funds equals actual OPEB contributions.	30,741
The statement of activities reports changes to net pension liability and pension related deferrals as pension expense; however, the expenditures recorded on the governmental funds equals actual pension contributions.	1,347,202
Current year long-term debt principal payments on contractual obligations, bonds payable, and capital leases are expenditures in the fund financial statements but are reductions in long-term debt in the government-wide financial statements. This is principal payments on long-term debt of \$1,315,000.	1,315,000
Net change in estimate for incurred-but-not-reported self-insurance claims and deposits with third-party providers to fund such claims.	245,271
Governmental fund report capital outlay as expenditures; however, in the Statement of Activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount by which capital outlay of \$500,836 is exceeded by depreciation expense of \$613,384 and net loss on disposals of \$48,395.	(160,943)
<b>Changes in Net Position - Governmental Activities</b>	<b>\$ <u>3,799,076</u></b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2020**

	<b>Business-type Activities - Enterprise Funds</b>					<b>Governmental Activities</b>
	<b>Delinquent Tax Umbrella</b>	<b>Thornapple Manor</b>	<b>Barry County Transit (FYE 9/30/20)</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	<b>Internal Service Funds</b>
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and investments	\$ 7,168,810	\$ 4,734,700	\$ 2,553,541	\$ 2,531,194	\$ 16,988,245	\$ 5,157,717
Restricted cash	--	367,660	--	--	367,660	--
Accounts receivable	--	1,396,975	6,245	85	1,403,305	128,172
Taxes receivable	36,387	--	--	2,290,485	2,326,872	--
Due from other governments	--	--	231,667	--	231,667	--
Other assets	--	51,483	--	--	51,483	--
Inventories	--	134,247	--	--	134,247	--
<b>Total Current Assets</b>	<b>7,205,197</b>	<b>6,685,065</b>	<b>2,791,453</b>	<b>4,821,764</b>	<b>21,503,479</b>	<b>5,285,889</b>
<i>Noncurrent Assets</i>						
Capital assets not being depreciated	--	620,344	--	--	620,344	164,983
Capital assets being depreciated, net	--	19,842,873	1,972,189	--	21,815,062	679,889
Advance to other funds	1,084,000	--	--	--	1,084,000	--
<b>Total Assets</b>	<b>8,289,197</b>	<b>27,148,282</b>	<b>4,763,642</b>	<b>4,821,764</b>	<b>45,022,885</b>	<b>6,130,761</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
OPEB related	--	--	68,451	--	68,451	--
Pension related	--	1,518,506	128,537	--	1,647,043	--
<b>Total Deferred Outflows of Resources</b>	<b>--</b>	<b>1,518,506</b>	<b>196,988</b>	<b>--</b>	<b>1,715,494</b>	<b>--</b>
<b>LIABILITIES</b>						
<i>Current Liabilities</i>						
Accounts payable	--	1,388,735	15,835	11,556	1,416,126	227,405
Accrued liabilities	--	575,551	54,599	52,821	682,971	5,033
Due to other governments	--	--	20,867	5,540	26,407	--
Current portion of long-term debt	--	275,000	--	--	275,000	--
Current portion of compensated absences	--	231,399	--	--	231,399	--
Due to other funds	--	--	--	520,515	520,515	--
<b>Total Current Liabilities</b>	<b>--</b>	<b>2,470,685</b>	<b>91,301</b>	<b>590,432</b>	<b>3,152,418</b>	<b>232,438</b>
<i>Noncurrent Liabilities</i>						
Compensated absences	--	449,186	--	--	449,186	--
Net OPEB liability	--	--	23,821	--	23,821	--
Net pension liability	--	2,205,440	828,689	--	3,034,129	--
Long-term debt	--	4,050,000	--	--	4,050,000	--
Advance from other funds	--	--	--	1,084,000	1,084,000	--
<b>Total Liabilities</b>	<b>--</b>	<b>9,175,311</b>	<b>943,811</b>	<b>1,674,432</b>	<b>11,793,554</b>	<b>232,438</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
OPEB related	--	--	44,319	--	44,319	--
Pension related	--	337,871	35,165	--	373,036	--
<b>Total Deferred Inflows of Resources</b>	<b>--</b>	<b>337,871</b>	<b>79,484</b>	<b>--</b>	<b>417,355</b>	<b>--</b>
<b>NET POSITION</b>						
Net investment in capital assets	--	16,138,217	1,972,189	--	18,110,406	844,872
Unrestricted	8,289,197	3,015,389	1,965,146	3,147,332	16,417,064	5,053,451
<b>Total Net Position</b>	<b>\$ 8,289,197</b>	<b>\$ 19,153,606</b>	<b>\$ 3,937,335</b>	<b>\$ 3,147,332</b>	<b>\$ 34,527,470</b>	<b>\$ 5,898,323</b>

The Notes to the Financial Statements are an integral part of these Financial Statements



**Barry County**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2020**

	<b>Business-type Activities - Enterprise Funds</b>					<b>Governmental Activities Internal Service Funds</b>
	<b>Delinquent Tax Umbrella</b>	<b>Thornapple Manor</b>	<b>Barry County Transit (FYE 9/30/20)</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	
<b>Operating Revenues</b>						
Charges for services	\$ 57,489	\$ 19,184,589	\$ 101,013	\$ 518,032	\$ 19,861,123	\$ 4,983,792
Interest and penalties on delinquent taxes	18,788	--	--	377,360	396,148	--
<b>Total Operating Revenues</b>	<b>76,277</b>	<b>19,184,589</b>	<b>101,013</b>	<b>895,392</b>	<b>20,257,271</b>	<b>4,983,792</b>
<b>Operating Expenses</b>						
Administrative	--	1,441,703	465,255	--	1,906,958	--
Operations	4,813	18,657,049	841,223	184,337	19,687,422	6,151,420
Maintenance	--	932,992	102,630	--	1,035,622	--
Depreciation	--	919,939	165,807	--	1,085,746	227,171
<b>Total Operating Expenses</b>	<b>4,813</b>	<b>21,951,683</b>	<b>1,574,915</b>	<b>184,337</b>	<b>23,715,748</b>	<b>6,378,591</b>
<b>Operating Income (Loss)</b>	<b>71,464</b>	<b>(2,767,094)</b>	<b>(1,473,902)</b>	<b>711,055</b>	<b>(3,458,477)</b>	<b>(1,394,799)</b>
<b>Non-Operating Revenues (Expenses)</b>						
Taxes	--	--	542,227	--	542,227	--
Intergovernmental revenues	--	2,295,353	1,244,889	--	3,540,242	--
Interest income	190,909	--	14,670	6,388	211,967	7,428
Gain on sale of capital assets	--	--	7,318	--	7,318	3,813
Other non-operating revenue	--	2,505,565	11,437	--	2,517,002	42,129
Interest expense	--	(139,582)	--	--	(139,582)	--
Other non-operating expense	--	(591,889)	--	--	(591,889)	--
<b>Net Non-Operating Revenues (Expenses)</b>	<b>190,909</b>	<b>4,069,447</b>	<b>1,820,541</b>	<b>6,388</b>	<b>6,087,285</b>	<b>53,370</b>
<b>Income Before Contributions and Transfers</b>	<b>262,373</b>	<b>1,302,353</b>	<b>346,639</b>	<b>717,443</b>	<b>2,628,808</b>	<b>(1,341,429)</b>
Capital contributions	--	--	444,919	--	444,919	--
Transfers in	590,204	--	--	23,046	613,250	1,334,048
Transfers out	(958,605)	--	--	(613,250)	(1,571,855)	(10,042)
<b>Change In Net Position</b>	<b>(106,028)</b>	<b>1,302,353</b>	<b>791,558</b>	<b>127,239</b>	<b>2,115,122</b>	<b>(17,423)</b>
<i>Net Position at Beginning of Period</i>	<i>8,395,225</i>	<i>17,851,253</i>	<i>3,145,777</i>	<i>3,020,093</i>	<i>32,412,348</i>	<i>5,915,746</i>
<b>Net Position at End of Period</b>	<b>\$ 8,289,197</b>	<b>\$ 19,153,606</b>	<b>\$ 3,937,335</b>	<b>\$ 3,147,332</b>	<b>\$ 34,527,470</b>	<b>\$ 5,898,323</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2020**

	<b>Business-type Activities - Enterprise Funds</b>					<b>Governmental Activities Internal Service Funds</b>
	<b>Delinquent Tax Umbrella</b>	<b>Thornapple Manor</b>	<b>Barry County Transit (FYE 9/30/20)</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	
<b>Cash Flows from Operating Activities</b>						
Cash received from customers and users	\$ 76,691	\$ 19,198,665	\$ 132,533	\$ 1,123,739	\$ 20,531,628	\$ -
Cash received from interfund services	-	-	-	-	-	4,855,620
Cash payments to suppliers for goods and services	(4,813)	(3,764,484)	(507,167)	(162,785)	(4,439,249)	(255,954)
Cash payments to employees for services and fringe benefits	-	(15,902,479)	(1,029,521)	-	(16,932,000)	(5,686,962)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>71,878</b>	<b>(468,298)</b>	<b>(1,404,155)</b>	<b>960,954</b>	<b>(839,621)</b>	<b>(1,087,296)</b>
<b>Cash Flows from Noncapital Financing Activities</b>						
Transfers in	590,204	-	-	23,046	613,250	1,334,048
Transfers out	(958,605)	-	-	(613,250)	(1,571,855)	(10,042)
Other non-operating expense	-	(591,889)	-	-	(591,889)	-
Other non-operating revenues	-	2,505,565	11,437	-	2,517,002	42,129
Taxes levied	-	-	542,227	-	542,227	-
Intergovernmental revenue - noncapital related	-	2,295,353	1,149,105	-	3,444,458	-
Interfund loans	162,000	-	-	(136,120)	25,880	-
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>(206,401)</b>	<b>4,209,029</b>	<b>1,702,769</b>	<b>(726,324)</b>	<b>4,979,073</b>	<b>1,366,135</b>
<b>Cash Flows from Capital and Related Financing Activities</b>						
Intergovernmental revenue - capital related	-	-	444,919	-	444,919	-
Principal payments on long-term debt	-	(250,000)	-	-	(250,000)	-
Interest payments on long-term debt	-	(140,988)	-	-	(140,988)	-
Purchases of capital assets	-	(699,815)	(657,610)	-	(1,357,425)	(210,892)
Proceeds from disposal of capital assets	-	-	7,318	-	7,318	3,813
<b>Net Cash Used in Capital and Related Financing Activities</b>	<b>-</b>	<b>(1,090,803)</b>	<b>(205,373)</b>	<b>-</b>	<b>(1,296,176)</b>	<b>(207,079)</b>
<b>Cash Flows from Investing Activities</b>						
Interest income	190,909	-	14,670	6,388	211,967	7,428
<b>Net Cash Provided by Investing Activities</b>	<b>190,909</b>	<b>-</b>	<b>14,670</b>	<b>6,388</b>	<b>211,967</b>	<b>7,428</b>
Net Increase in Cash and Investments	56,386	2,649,928	107,911	241,018	3,055,243	79,188
<i>Cash and Investments - Beginning of Year</i>	<i>7,112,424</i>	<i>2,452,432</i>	<i>2,445,630</i>	<i>2,290,176</i>	<i>14,300,662</i>	<i>5,078,529</i>
<b>Cash and Investments - End of Year</b>	<b>\$ 7,168,810</b>	<b>\$ 5,102,360</b>	<b>\$ 2,553,541</b>	<b>\$ 2,531,194</b>	<b>\$ 17,355,905</b>	<b>\$ 5,157,717</b>
<b>Statement of Net Position</b>						
Cash and Investments	\$ 7,168,810	\$ 4,734,700	\$ 2,553,541	\$ 2,531,194	\$ 16,988,245	\$ 5,157,717
Restricted Cash	-	367,660	-	-	367,660	-
<b>Total Statement of Net Position</b>	<b>\$ 7,168,810</b>	<b>\$ 5,102,360</b>	<b>\$ 2,553,541</b>	<b>\$ 2,531,194</b>	<b>\$ 17,355,905</b>	<b>\$ 5,157,717</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2020**

	<b>Business-type Activities - Enterprise Funds</b>					<b>Governmental Activities Internal Service Funds</b>
	<b>Delinquent Tax Umbrella</b>	<b>Thornapple Manor</b>	<b>Barry County Transit (FYE 9/30/20)</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	
<b>Reconciliation of Operating Income (Loss) to</b>						
<b>Net Cash Provided by (Used in) Operating Activities</b>						
Operating income (loss)	\$ 71,464	\$ (2,767,094)	\$ (1,473,902)	\$ 711,055	\$ (3,458,477)	\$ (1,394,799)
<b>Adjustments to Reconcile Operating Income to</b>						
<b>Net Cash Provided by (Used in) Operating Activities</b>						
Depreciation expense	-	919,939	165,807	-	1,085,746	227,171
<b>Changes in Assets, Deferred Outflows, Liabilities, and Deferred Inflows</b>						
Accounts receivable	-	466,048	31,520	(85)	497,483	(128,172)
Taxes receivable	414	-	-	228,432	228,846	-
Other assets	-	122,004	-	-	122,004	-
Accounts payable	-	691,264	(145,523)	(481)	545,260	206,607
Accrued and other liabilities	-	(294,106)	10,422	28,527	(255,157)	1,897
Due to other governments	-	-	-	(6,494)	(6,494)	-
Net OPEB liability and related deferred items	-	-	(7,635)	-	(7,635)	-
Net pension liability and related deferred items	-	393,647	15,156	-	408,803	-
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ 71,878</b>	<b>\$ (468,298)</b>	<b>\$ (1,404,155)</b>	<b>\$ 960,954</b>	<b>\$ (839,621)</b>	<b>\$ (1,087,296)</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**December 31, 2020**

	<b>OPEB Trust Fund</b>	<b>Private Purpose Trust Fund</b>	<b>Custodial Funds</b>
<b>ASSETS</b>			
Cash and investments	\$ 1,661,995	\$ 43,881	\$ 555,168
<i><b>Total Assets</b></i>	<u>1,661,995</u>	<u>43,881</u>	<u>555,168</u>
<b>LIABILITIES</b>			
Due to other governments	--	--	381,460
Undistributed collections	--	--	71,905
Bonds and other payables	--	--	25,856
<i><b>Total Liabilities</b></i>	<u>--</u>	<u>--</u>	<u>479,221</u>
<b>NET POSITION</b>			
Restricted for individuals, organizations, and other governments	<u>\$ 1,661,995</u>	<u>\$ 43,881</u>	<u>\$ 75,947</u>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended December 31, 2020**

	<b>OPEB Trust Fund</b>	<b>Private Purpose Trust Fund</b>	<b>Custodial Funds</b>
<b>Additions</b>			
Taxes collected for other governments	\$ --	\$ --	\$ 38,993,574
Library penal fine collections	--	--	54,323
Inmate trust collections	--	--	280,522
Court collections	--	--	943,116
County clerk/register of deeds collections	--	--	3,212,669
Treasurer collections	--	--	630,311
Employer contributions	55,660	--	--
Interest, dividends, and other investment gains	198,176	--	--
<b>Total Additions</b>	<b>253,836</b>	<b>--</b>	<b>44,114,515</b>
<b>Deductions</b>			
Payments of property taxes to other governments	--	--	38,993,574
Library penal fine distributions	--	--	52,462
Inmate trust distributions	--	--	259,908
Court distributions	--	--	943,116
County clerk/register of deeds distributions	--	--	3,212,669
Treasure distributions	--	--	630,311
Retirement benefits	89,733	--	--
Administration expense	2,689	--	--
<b>Total Deductions</b>	<b>92,422</b>	<b>--</b>	<b>44,092,040</b>
<b>Change in Net Position</b>	<b>161,414</b>	<b>--</b>	<b>22,475</b>
<i>Net Position at Beginning of Period (Restated, Note 16)</i>	1,500,581	43,881	53,472
<b>Net Position at End of Period</b>	<b>\$ 1,661,995</b>	<b>\$ 43,881</b>	<b>\$ 75,947</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Combining Statement of Net Position**  
**Component Units**  
**December 31, 2020**

	Barry County Economic Development Board	Barry County Airport Commission	Barry County Road Commission	Barry County Drain Commission	Barry County Board of Public Works	Total Component Units
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and investments	\$ --	\$ 315,598	\$ 2,276,286	\$ 590,655	\$ 19,328	\$ 3,201,867
Special assessment receivable	--	--	--	614,572	--	614,572
Lease receivable	--	--	--	--	395,728	395,728
Due from other governments	--	--	2,799,779	4,500	--	2,804,279
Inventories	--	24,264	2,212,315	--	--	2,236,579
<b>Total Current Assets</b>	--	339,862	7,288,380	1,209,727	415,056	9,253,025
<i>Noncurrent Assets</i>						
Capital assets not being depreciated	--	571,116	16,539,622	2,125,238	--	19,235,976
Capital assets being depreciated, net	--	4,240,251	23,744,388	4,422,365	--	32,407,004
Special assessment receivable, long-term	--	--	--	1,940,346	--	1,940,346
Lease receivable, long-term	--	--	--	--	2,432,109	2,432,109
Net OPEB asset	--	--	128,146	--	--	128,146
<b>Total Assets</b>	--	5,151,229	47,700,536	9,697,676	2,847,165	65,396,606
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred charges on bond refunding	--	--	--	--	13,463	13,463
<b>Total Deferred Outflows of Resources</b>	--	--	--	--	13,463	13,463
<b>LIABILITIES</b>						
<i>Current Liabilities</i>						
Accounts payable	--	15,836	18,720	169,644	--	204,200
Accrued liabilities	--	--	200,541	--	--	200,541
Due to primary government	--	--	--	517,682	--	517,682
Negative equity in pooled cash	--	--	--	187,440	--	187,440
Current portion of long-term debt	--	--	450,000	445,135	375,000	1,270,135
Current portion of compensated absences	--	--	353,058	--	--	353,058
Accrued interest	--	--	--	76,457	20,728	97,185
<b>Total Current Liabilities</b>	--	15,836	1,022,319	1,396,358	395,728	2,830,241
<i>Noncurrent Liabilities</i>						
Long-term debt	--	--	2,600,000	2,892,783	2,445,346	7,938,129
<b>Total Liabilities</b>	--	15,836	3,622,319	4,289,141	2,841,074	10,768,370
<b>NET POSITION</b>						
Net investment in capital assets	--	4,811,367	37,234,010	4,669,133	--	46,714,510
<i>Restricted for:</i>						
Debt service	--	--	--	243,610	19,554	263,164
Capital projects	--	--	--	2,386,087	--	2,386,087
<i>Unrestricted</i>	--	324,026	6,844,207	(1,890,295)	--	5,277,938
<b>Total Net Position</b>	<b>\$ --</b>	<b>\$ 5,135,393</b>	<b>\$ 44,078,217</b>	<b>\$ 5,408,535</b>	<b>\$ 19,554</b>	<b>\$ 54,641,699</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

**Barry County**  
**Combining Statement of Activities**  
**Component Units**  
**For the Year Ended December 31, 2020**

	<b>Barry County Economic Development Board</b>	<b>Barry County Airport Commission</b>	<b>Barry County Road Commission</b>	<b>Barry County Drain Commission</b>	<b>Barry County Board of Public Works</b>	<b>Total Component Units</b>
<b>Expenses</b>						
Public works	\$ --	\$ --	\$ --	\$ 1,353,378	\$ --	\$ 1,353,378
Community and economic development	140,585	--	--	--	--	140,585
Road Commission	--	--	10,149,874	--	--	10,149,874
Board of Public Works	--	--	--	--	1,053	1,053
Airport Commission	--	501,404	--	--	--	501,404
Interest on long-term debt	--	--	65,667	97,240	78,297	241,204
<b>Total Expenses</b>	<b>140,585</b>	<b>501,404</b>	<b>10,215,541</b>	<b>1,450,618</b>	<b>79,350</b>	<b>12,387,498</b>
<b>Program Revenues</b>						
Charges for services	--	298,359	286,729	57,635	--	642,723
Operating grants and contributions	140,585	30,000	9,694,566	108,484	76,779	10,050,414
Capital grants and contributions	--	49,637	4,130,456	676,490	--	4,856,583
<b>Total Program Revenues</b>	<b>140,585</b>	<b>377,996</b>	<b>14,111,751</b>	<b>842,609</b>	<b>76,779</b>	<b>15,549,720</b>
<b>Net Program Revenues (Expenses)</b>	<b>--</b>	<b>(123,408)</b>	<b>3,896,210</b>	<b>(608,009)</b>	<b>(2,571)</b>	<b>3,162,222</b>
<b>General Revenue</b>						
Interest income	--	--	5,441	3,283	282	9,006
<b>Total General Revenues</b>	<b>--</b>	<b>--</b>	<b>5,441</b>	<b>3,283</b>	<b>282</b>	<b>9,006</b>
<b>Change in Net Position</b>	<b>--</b>	<b>(123,408)</b>	<b>3,901,651</b>	<b>(604,726)</b>	<b>(2,289)</b>	<b>3,171,228</b>
<i>Net Position at Beginning of Period (Restated, Note 16)</i>	<i>--</i>	<i>5,258,801</i>	<i>40,176,566</i>	<i>6,013,261</i>	<i>21,843</i>	<i>51,470,471</i>
<b>Net Position at End of Period</b>	<b>\$ --</b>	<b>\$ 5,135,393</b>	<b>\$ 44,078,217</b>	<b>\$ 5,408,535</b>	<b>\$ 19,554</b>	<b>\$ 54,641,699</b>

The Notes to the Financial Statements are an integral part of these Financial Statements

## **NOTES TO FINANCIAL STATEMENTS**



**Barry County**  
Notes to the Financial Statements

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**Note 1 - Summary of Significant Accounting Policies**

The ***Barry County, Michigan*** (the “County” or “government”) was organized in 1839 and covers an area of approximately 576 square miles. The County operates under a seven-member elected Board of Commissioners.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing 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 County is 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 combined financial statements to emphasize that they are legally separate from the government.

The financial statements for *Barry County Transit*, a nonmajor enterprise fund, are presented for the fiscal year ending September 30, 2020. This fund is audited individually. Complete financial statements are issued under separate cover and can be obtained from the entity's administrative office. Accordingly, the County has elected to omit substantially all note disclosures related to the Barry County Transit in these financial statements.

***Blended Component Units***

The *Barry County Department of Human Services* is governed by a three-member board, two of which are appointed by the County Board of Commissioners. The Board is responsible for establishing policies and the operational oversight of the local administration of the State of Michigan Social Welfare program and the long-term Medical Care Facility. Although the employees of the Barry County Department of Human Services are employed by the State of Michigan and substantially all programs are financed by the State, State law requires the local activities to be “blended” with the local primary government. This activity is reported in the Social Welfare special revenue fund.

The *Building Authority* is governed by a three-member board appointed by the County Board of Commissioners. Its sole purpose is to finance and construct the County’s public buildings. It has a December 31 year-end. A separate report is not prepared for the Building Authority.

## **Barry County**

### **Notes to the Financial Statements**

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*Thornapple Manor Medical Care Facility* (Thornapple Manor Fund) is included in these financial statements as a blended component unit for the year ended December 31, 2020. This component unit is also audited individually. Complete financial statements are issued under separate cover and may be obtained from Thornapple Manor's administrative office. Thornapple Manor Medical Care Facility is a 161-bed, long-term medical care unit owned and operated by Barry County. It is governed by the Barry County Department of Human Services Board. This Board consists of three members, two of which are appointed by the Barry County Board of Commissioners. The component unit is audited individually, and complete financial statements may be obtained from the Thornapple Manor's administrative office. Accordingly, the County has elected to omit substantially all note disclosures related to the Thornapple Manor Medical Care Facility in these financial statements.

#### ***Discretely Presented Component Units***

*Barry County Road Commission* (the "Road Commission") – The Road Commission is responsible for the maintenance and construction of the County road system. The Road Commission's operations are financed primarily from the State distribution of gas and weight taxes, federal financial assistance, and contributions from other local governments within the County. The three-member Board is appointed by the Barry County Board of Commissioners, which is deemed to provide the County with effective control over the Road Commission. The component unit is audited individually, and complete financial statements may be obtained from the Road Commission's administrative office. Accordingly, the County has elected to omit substantially all note disclosures related to the Road Commission in these financial statements.

*Barry County Drain Commission* (the "Drain Commission") - All drainage districts established pursuant to the Michigan Drain Code of 1956 are separate legal entities with the power to contract, to sue and be sued, and to hold, manage and dispose of real and personal property. The statutory governing board of Chapter 5 and 6 drainage districts consists of the Michigan Director of Agriculture and the drain commission of each county involved in the project. The County Drain Commission has sole responsibility to administer Chapter 3 and 4 drainage districts. A drainage board or drain commissioner, on behalf of the drainage district, may issue debt and levy special assessments without the prior approval of the County. The full faith and credit of the County may be given for the debt of the drainage district. The Drain Commissioner is required by law to make an annual report to the Board of Commissioners in October. The Drain Commission is financially accountable to the County, as defined by GAAP, and accordingly is disclosed as a component unit.

*Barry County Board of Public Works* (the "BPW") - The BPW is governed by a five-member Board comprised of the Drain Commissioner and four members appointed by the County Board of Commissioners. The BPW establishes policy and reviews operations of the BPW for the County Board of Commissioners. The BPW has the responsibility of administering the various public works construction projects and the associated debt service funds under the provision of Act 185 of the Public Acts of 1957. The BPW is financially accountable to the County because all general obligation bond issuances require County authorization and are backed by the full faith and credit

## **Barry County**

### **Notes to the Financial Statements**

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of the County. Therefore, the BPW is considered to be fiscally dependent on the County and, accordingly, has been presented as a component unit.

*Barry County Economic Development Board* (the “Board”) - The Board is appointed by the County Board of Commissioners. The Board may not issue debt or levy a tax without the approval of the County Board of Commissioners. If a millage rate is approved, the taxes would be levied under the taxing authority of the County. The Board is therefore economically dependent on the County. The Board had no resources as of December 31, 2020, to report and economic development services will be provided by the Barry County Economic Development Alliance in 2021 (an unrelated organization).

*Airport Commission* (the “Airport”) - The Airport is classified as a joint venture with another governmental unit. The details relating to this joint venture agreement are disclosed on the next page. Because the County is obligated to provide funding for the Airport based on the agreement described on the following page and approve its budget and rates, the Airport is fiscally dependent on the County and the City of Hastings.

#### ***Joint Ventures***

The County participates in the following activities which are considered to be joint ventures in relation to the County due to the formation of an organization by contractual agreement between two or more participants that maintain joint control, financial interest, and fiscal responsibility.

*Airport Commission* - The County is a member of the Airport Commission, which is a joint venture that was formed by an agreement in 1977 between the Hastings City Council and the Barry County Board of Commissioners. The Commission consists of five members, two appointed by the Barry County Board of Commissioners, two appointed by the Hastings City Council, and one member at-large appointed by the Commission itself. The Commission is responsible for constructing, operating, and maintaining the airport facilities. Ownership of the property is vested in the joint venture. It may not issue debt without approval from the City and County. The agreement requires that each governmental unit provide 50% of the net budget appropriation requirements and that financial recordkeeping be maintained by the County.

*Barry/Eaton District Health Department* – The County is a member of the Barry/Eaton Health Department (the “Department”), which is a joint venture between Barry and Eaton Counties. Both Counties provide annual appropriations and pass-through the statutory amount of cigarette tax funding to subsidize operations. The current funding formula approved by the District Health Board requires Eaton County and Barry County to provide 63.6% and 36.4%, respectively. In addition, the treasury function for the Department rests with the Eaton County Treasurer. The operations of the Department are presented as a discretely presented component unit of Eaton County.

**Barry County**  
Notes to the Financial Statements

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***Jointly Governed Organizations***

The County participates in the following activity that is considered to be a jointly governed organization in relation to the County, due to there being no ongoing financial interest or responsibility.

*Region III Area Agency on Aging* - Barry County, in conjunction with Calhoun County, entered into an agreement, which created the Region III B Area Agency on Aging (the "Agency") that provides comprehensive services to older individuals residing in those counties. Operating revenues are derived from federal, state, and local governments, as well as fees for services. The Agency is governed by a seven-member Board appointed by the Board of Commissioners of the two counties it services. A copy of the Agency's audit can be obtained at its administrative office.

***Government-wide and Fund Financial Statements***

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the 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. 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

## Barry County

### Notes to the Financial Statements

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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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of special assessments in the drain commission component unit which are based on a 180-day period of availability, and expenditure-driven grants which are based on a one-year period of availability. 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, intergovernmental 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 is used to account for and report all financial resources not accounted for and reported in another fund.

The *central dispatch fund* accounts for the County's E-911 services, which are funded through a dedicated property tax millage and surcharge revenue under Public Act 32.

The County reports the following major proprietary funds:

The *delinquent tax umbrella fund* accounts for money advanced by the County to other local taxing units and various County funds to pay for their delinquent real property taxes. Revenues are generated by the collection of the delinquent real property taxes, penalties, and interest.

The *Thornapple Manor fund* accounts for the activities of the Thornapple Manor Medical Care Facility, a 161-bed long-term medical care unit owned and operated by Barry County. Revenues are primarily generated by charges for services.

The *Barry County Transit (FYE 9/30/20) fund* accounts for the activities of the Barry County Transit, which provides safe and reliable public transportation throughout all of

**Barry County**  
Notes to the Financial Statements

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Barry County. Revenues are primarily generated from federal, state, and local operating assistance grants.

Additionally, the County reports the following fund types:

*Special revenue funds* 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* account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

*Capital projects funds* account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The *permanent fund* accounts for assets that are permanently restricted for cemetery perpetual care.

*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 operations that provide services (such as equipment rentals and self- insurance) to other departments or agencies of the government, on a cost-reimbursement basis.

*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 accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity (such as taxes collected for other governments).

*Private purpose trust funds* are used to present activity of arrangements under which the principal and income benefit individuals, private organizations, or other governments.

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

## **Barry County**

### **Notes to the Financial Statements**

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principal operating revenues of the enterprise funds and of the government's internal service funds 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.

Restricted net position represents amounts that are subject to restrictions beyond the government's control. The restrictions may be externally imposed or imposed by law. When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

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

#### ***Deposits and Investments***

The government's cash and cash equivalents include amounts in demand deposit accounts, certificates of deposit and short-term investments with original maturities of three months or less from the date of acquisition. Investments are stated at fair value with the exception of certain money market funds that are carried at amortized cost (which approximates fair value).

State statutes authorize the government to deposit in the accounts of federally insured banks, credit unions and savings and loan associations and to invest in obligations of the United States, certain commercial papers, repurchase agreements, banker acceptances, and mutual funds composed of otherwise legal investments.

The County pools cash resources of various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the County's investments.

Restricted cash and cash equivalents consist of amounts set-aside for repayment of general obligation bonds and related interest thereon, in accordance with terms of the debt agreements.

#### ***Receivables and Payables***

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

## **Barry County**

### **Notes to the Financial Statements**

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Property taxes receivable in governmental funds represent amounts due from taxpayers on the July 1 and December 1 tax levies in the general fund and other governmental funds, respectively. Any amounts outstanding on the July 1 levy after 60 days into the subsequent fiscal year are made whole by the County delinquent tax fund through an effective early tax settlement. This allows the County's general fund to recognize the full amount of the July 1 tax levy in the current year, regardless of the timing of actual collections. Any unpaid balances as of 60 days into the subsequent fiscal year are transferred to the delinquent tax revolving fund where collection is pursued. A similar process takes place between the delinquent tax fund, the other County funds with property tax levies, and other local taxing authorities within the County's geographical region in March or April.

Property taxes receivable in the delinquent tax revolving funds represent unpaid balances from the previous years' levies for the County itself as well as other local taxing authorities in the County's geographical region. The County is responsible for pursuing and administering collection of these balances and coordinating the forfeiture and foreclosure activities for the related parcels. This process takes place over a 3-year period. Interest at 1% per month (increased to 1.5% after 12 months, retroactive to the date of delinquency) and administrative fees at 4% are accrued in accordance with State statute. No amounts have been included in an allowance for uncollectible balances, as the structure of the delinquent tax revolving fund has been designed to make the fund whole either through the eventual auction of the foreclosed parcels or through chargebacks to the local taxing authorities initially levying the taxes.

All trade and property tax receivables are shown net of an allowance for uncollectibles, as applicable. Management has recorded an allowance for uncollectible balances in the Thornapple Manor enterprise fund. Detail of the uncollectable amount may be obtained from the audit report at the Thornapple Manor administrative office.

Loans receivable in the CDBG housing special revenue fund represent federal funds advanced to area residents for home improvements. Amounts must be repaid by the homeowner upon sale or foreclosure. The County has an enforceable lien on the related property. Since the County is not always able to recover the full amount of the loan, management has recorded an estimated allowance of \$48,877.

Leases receivable consist of amounts collectible from local municipalities for which the County has irrevocably pledged its full faith and credit as collateral for certain construction and improvement bonds. In accordance with contractual agreements, these entities will provide all future amounts due for bond principal and interest.

#### ***Inventories and Prepaids***

Inventories in the Airport Commission consist of fuel and are valued at cost, primarily determined by the first-in, first-out (FIFO) method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.



## Barry County

### Notes to the Financial Statements

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The County has elected to use an alternative measurement method in its governmental funds and records expenditures for services extending beyond one accounting period in the period when incurred.

#### ***Capital Assets***

##### *Primary Government and Component Units (excluding Thornapple Manor, Transit, and Road Commission)*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items acquired or constructed since 1980), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition cost as of 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.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

	<b>Years</b>
Buildings and improvements	7-50
Land improvements	5-25
Machinery, equipment, and vehicles	2-25
Drain infrastructure	50

The estimated useful lives for the Thornapple Manor Medical Care Facility, Barry County Transit, and Road Commission can be found in their separately audited annual financial reports, as indicated in Note 1 of this document.

#### ***Deferred Outflows of Resources***

The County refunded certain bonds payable in order to secure lower interest rates and reduce future debt service expenditures. The difference between the carrying amount of the refunded debt and the amount placed in escrow for purposes of paying the remaining balance of refunded debt is reported as a charge on advance refunding. This amount is being amortized in the government-wide financial statements on the straight-line basis over the life of the related bonds. In addition, the County reports deferred outflows of resources for change in expected and actual investment returns, assumptions, and expected and actual experience in its pension and OPEB plans.

**Barry County**  
Notes to the Financial Statements

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***Compensated Absences***

Eligible employees are permitted to accumulate earned but unused vacation and sick pay benefits in varying amounts based on length of service and certain other established criteria. Sick and vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. Detail of these amounts can be found in the long-term debt footnote. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. During the year, no liability was reported in the governmental funds.

***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 straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as a component of interest expense when incurred.

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 an "other financing source". Premiums received on debt issuances are reported as an "other financing source" while discounts on debt issuances are reported as an "other financing use". Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

***Deferred Inflows of Resources***

Property taxes (excluding those for the general fund, which are subject to a different timeline) are levied and attach as an enforceable lien of property on December 1. Property taxes are payable through February 14. Although the County's 2020 ad valorem tax (excluding the portion for general operations) is levied and collectible on December 1, 2020, it is the County's policy to recognize revenues from the December 1 tax levy in the subsequent year when the proceeds of this levy are budgeted and made available to finance the County's operations. Therefore, the entire amount of the December 1, 2020 levy is reported as deferred inflows of resources at year-end.

The County reports certain receivables in governmental funds that are not due and collectible soon enough to meet the criteria for revenue recognition under the current financial resources method of accounting. These amounts have also been reported as "deferred inflows of resources" in the fund financial statements, but are recognized when earned, regardless of the timing of collection, in the government-wide statements.

Finally, the County reports deferred inflows of resources for change in expected and actual investment returns, assumptions, and experience provided in its pension and OPEB plans.

**Barry County**  
Notes to the Financial Statements

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***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 Board of Commissioners. A formal resolution of the Board of 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 government's intent to be used for specific purposes but are neither restricted nor committed. *Unassigned fund balance* is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications and is therefore available to be spent as determined by the Board of Commissioners. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

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

***Interfund Transactions***

During the course of normal operations, the County has numerous transactions between funds and component units, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying financial statements generally reflect such transactions as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

***Pensions***

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the 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.

**Barry County**  
Notes to the Financial Statements

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***Retiree Health Care Costs***

The County records a net OPEB liability (asset) for the difference between the total OPEB liability calculated by the actuary and the OPEB plan's fiduciary net position. For the purpose of measuring the net OPEB liability (asset), deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the County's Retiree Health Care Plan and additions to/deductions from the OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. As of December 31, 2020, the County has recorded a net OPEB asset. Investments are reported at fair value.

***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

**Note 2 - Stewardship, Compliance, and Accountability**

***Budgetary Information***

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general and special revenue funds. All annual appropriations lapse at year end. The legal level of budgetary control is at the activity level in the general fund and at the functional level inclusive of capital outlay for the special revenue funds.

All departments and budgetary centers of the county are required to submit budget requests to the County Administrator prior to August 1. The Administrator then develops and presents a proposed budget to the Board for review. The Board holds public hearings, and a final budget is approved prior to December 31, the close of the County's fiscal year. The Administrator is authorized to transfer budget amounts within a single activity between accounts without Board approval provided that personnel expenditures and operating expenditures are unchanged in total. Budgetary transfers between funds and amendments to total fund budgets are not permitted without Board approval.

***Excess of Expenditures over Budget***

Expenditures in the combining and individual fund financial statements have been presented at a level of detail greater than the level of legal budgetary control.

## Barry County

### Notes to the Financial Statements

The County incurred the following expenditures in excess of the amounts appropriated during the year ended December 31, 2020:

	<u>Amended Budget</u>	<u>Actual Expenditures</u>	<u>Negative Variance</u>
General fund			
Legal counsel	\$ 85,000	\$ 102,314	\$ (17,314)
Appropriation for public works	15,834	49,640	(33,806)
Transfers out	2,464,046	2,614,268	(150,222)

### ***Deficit Net Position***

The County had an unrestricted governmental activities net position of \$(2,247,886). In addition, the Barry County Drain Commission had an unrestricted governmental activities net position of \$(1,890,295) and the regular drain fund had a deficit fund balance of \$(354,390).

### **Note 3 - Deposits and Investments**

The County utilizes various pooled cash accounts and investments consisting of a common checking account and mutual funds. The County's pooled cash accounts and investments are utilized by the general fund, special revenue funds, debt service funds, capital projects funds, internal service funds, trust and agency funds, and the component units. All other funds of the County utilize separate savings and interest-bearing checking accounts. In addition, certificates of deposit, money market funds, and U.S. government treasuries and agencies are held separately by several of the County's funds.

Following is a reconciliation of deposit and investment balances as of December 31, 2020:

	<u>Primary Government</u>	<u>Component Units</u>	<u>Total</u>
<b>Statement of Net Position</b>			
Cash and investments	\$ 36,862,721	\$ 3,201,867	\$ 40,064,588
Restricted cash	367,660	-	367,660
<b>Statement of Fiduciary Net Position</b>			
Cash and investments - custodial funds	502,374	-	502,374
Cash and investments - private purpose trust	96,675	-	96,675
Cash and investments - OPEB trust	1,661,995	-	1,661,995
<b>Total Deposits and Investments</b>	<u>\$ 39,491,425</u>	<u>\$ 3,201,867</u>	<u>\$ 42,693,292</u>
<b>Less Units Separately Audited</b>			
Barry County Transit (9/30/20)	(2,553,541)	-	(2,553,541)
Thornapple Manor	(5,102,360)	-	(5,102,360)
Barry County Road Commission	-	(2,276,286)	(2,276,286)
<b>Deposits and Investments Managed by the County</b>	<u>\$ 31,835,524</u>	<u>\$ 925,581</u>	<u>\$ 32,761,105</u>

**Barry County**  
Notes to the Financial Statements

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The following schedule summarizes the types of deposits and investments held as of year-end:

Cash on hand	\$ 1,949
Checking and savings accounts	18,280,461
Investments	14,478,695
<b>Total Deposits and Investments</b>	<b><u>\$ 32,761,105</u></b>

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. State law does not require, and the County does not have a policy for deposit custodial credit risk. As of year-end, \$18,045,174 of the County's bank balance of \$19,957,937 was exposed to custodial credit risk because it was uninsured and uncollateralized.

The County's investment policy does not specifically address this risk, although the County believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, 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.

*Custodial Credit Risk - Investments.* Following is a summary of the County's investments as of December 31, 2020:

Treasury and agency securities	\$ 1,037,441
Asset backed securities	1,900,226
Money market funds	1,874,075
Municipal bonds	1,722,469
Commercial paper	641,356
Michigan CLASS	678,004
Certificate of deposit	4,889,438
Other investments	1,735,686
<b>Total</b>	<b><u>\$ 14,478,695</u></b>

Investments are exposed to custodial credit risk if the securities are uninsured, unregistered or held by a counterparty or its agency but not in the government's name. In accordance with the County's investment policy, all investment are held in the name of the County and are evidenced by a safekeeping receipt confirmation, and thus not exposed to custodial credit risk.

*Credit Risk.* State law limits investments to specific government securities, certificates of deposits and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in the list of authorized investments in the summary of significant accounting policies. The County's investment policy

## Barry County

### Notes to the Financial Statements

does not have specific limits in excess of state law on investment credit risk. Credit risk ratings, where applicable, are summarized as follows:

Standards & Poor's AA+	\$ 1,765,331
Standards & Poor's AA	639,280
Standards & Poor's AA-	355,300
Standards & Poor's A+	641,356
Unavailable	11,077,428
<b>Total</b>	<b>\$ 14,478,695</b>

*Interest Rate Risk.* State law limits the allowable investments and the maturities of some of the allowable investments as identified in the summary of significant accounting policies. The County's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturity dates for investments held at year-end are summarized as follows:

No maturity	\$ 4,287,765
Less than 1 year	2,847,754
1-5 years	5,058,293
6-10 years	312,941
16-20 years	90,173
More than 25 years	1,881,769
<b>Total</b>	<b>\$ 14,478,695</b>

*Concentration of Credit Risk.* State law limits allowable investments but does not limit concentration of credit risk as identified in the list of authorized investments in the summary of significant accounting policies.

*Fair Value Measurement.* 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.

**Barry County**  
Notes to the Financial Statements

The County had the following recurring fair value measurements at year-end:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Treasury and agency securities	\$ -	\$ 1,037,441	\$ -	\$ 1,037,441
Asset backed securities	-	1,900,226	-	1,900,226
Municipal bonds	1,722,469	-	-	1,722,469
Commercial paper	641,356	-	-	641,356
Michigan CLASS	-	678,004	-	678,004
Other investments	73,691	1,661,995	-	1,735,686
	<u>\$ 2,437,516</u>	<u>\$ 5,277,666</u>	<u>\$ -</u>	<u>7,715,182</u>

Investment accounts not subject to fair value disclosure requirements:

Money market accounts	1,874,075
Certificates of deposit	4,889,438
<b>Total Investments</b>	<u>\$ 14,478,695</u>

**Note 4 - Interfund Receivables, Payables, Advances, and Transfers**

The composition of interfund balances as of December 31, 2020 was as follows:

<b>Receivable</b>	<b>Payable</b>	<b>Amount</b>
General	Nonmajor governmental funds	\$ 85,263
General	Nonmajor enterprise funds	520,515

These balances 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. The balance between the delinquent tax funds is to provide cash for the annual settlement with the County funds and other taxing units. The amount will be repaid as delinquent taxes are collected.

The composition of long-term interfund advances as of December 31, 2020 was as follows:

<b>Receivable</b>	<b>Payable</b>	<b>Amount</b>
General	Charlton park	\$ 64,051
Delinquent Tax Umbrella	Nonmajor enterprise funds	1,084,000

The balance between the general fund and Charlton Park fund represents an interfund loan to finance capital-related activity. The advance is payable in annual installments of \$11,461.



**Barry County**  
Notes to the Financial Statements

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For the year ended December 31, 2020, interfund transfers consisted of the following:

<b>Transfer In</b>	<b>Transfer Out</b>	<b>Amount</b>
Nonmajor enterprise funds	Nonmajor enterprise funds	\$ 23,046
Delinquent Tax Umbrella	Nonmajor enterprise funds	590,204
Internal service funds	General	1,334,048
Nonmajor governmental funds	General	1,280,220
General	Delinquent Tax Umbrella	958,605
Central Dispatch	Internal service funds	10,042

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. At year-end, the Board of Commissioners authorizes any surplus in the general fund (excluding those funds collapsed into the general fund for external reporting purposes) to be transferred. In the current year, the general fund surplus of \$1,084,862 was transferred ratably to the building rehabilitation fund (a component of the general fund) and the data processing internal service fund.

**Barry County**  
Notes to the Financial Statements

**Note 5 - Capital Assets**

Capital asset activity for the primary government for the year ended December 31, 2020 was as follows:

<b>Governmental Activities</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Disposals</b>	<b>Ending Balance</b>
Capital Assets not Being Depreciated				
Land	\$ 2,734,208	\$ -	\$ -	\$ 2,734,208
Construction in progress	386,990	104,580	(222,007)	269,563
<i>Subtotal</i>	<u>3,121,198</u>	<u>104,580</u>	<u>(222,007)</u>	<u>3,003,771</u>
Capital Assets Being Depreciated				
Land improvements	1,160,404	20,960	-	1,181,364
Buildings and improvements	16,177,056	128,545	(8,100)	16,297,501
Machinery and equipment	4,892,683	468,758	(193,058)	5,168,383
Data processing equipment	1,044,993	12,669	(5,648)	1,052,014
Vehicles	1,714,399	198,223	(78,425)	1,834,197
<i>Subtotal</i>	<u>24,989,535</u>	<u>829,155</u>	<u>(285,231)</u>	<u>25,533,459</u>
Less Accumulated Depreciation				
Land improvements	794,190	39,400	(2)	833,588
Buildings and improvements	8,191,438	318,693	(3,321)	8,506,810
Machinery and equipment	4,010,517	255,291	(149,440)	4,116,368
Data processing equipment	768,800	74,338	(5,647)	837,491
Vehicles	1,294,420	152,833	(78,422)	1,368,831
<i>Subtotal</i>	<u>15,059,365</u>	<u>840,555</u>	<u>(236,832)</u>	<u>15,663,088</u>
Capital Assets Being Depreciated, Net	9,930,170	(11,400)	(48,399)	9,870,371
<i>Capital Assets, Net</i>	<u>\$ 13,051,368</u>	<u>\$ 93,180</u>	<u>\$ (270,406)</u>	<u>\$ 12,874,142</u>

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

General government	\$ 211,655
Culture and recreation	81,268
Public safety	247,393
Health and welfare	73,068
Data processing fund	74,338
Vehicle fund	152,833
<i>Total</i>	<u>\$ 840,555</u>

Capital assets held by the internal service funds are charged to the various functions based on their usage of the assets. Capital asset information for the Thornapple Manor Medical Care Facility and Barry County Transit (both the only business-type activities with capital assets) can be found in their separately audited annual financial reports, as indicated in Note 1 of this document.

**Barry County**  
Notes to the Financial Statements

***Discretely presented component units***

Capital assets activity for the component units for the year ended December 31, 2020 was as follows:

<b>Drainage Districts</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Disposals</b>	<b>Ending Balance</b>
Capital Assets not Being Depreciated				
Construction in progress	\$ 1,523,020	\$ 602,218	\$ -	\$ 2,125,238
<i>Subtotal</i>	<u>1,523,020</u>	<u>602,218</u>	<u>-</u>	<u>2,125,238</u>
Capital Assets Being Depreciated				
Drain infrastructure	6,078,612	-	-	6,078,612
Vehicles and equipment	88,308	13,797	-	102,105
<i>Subtotal</i>	<u>6,166,920</u>	<u>13,797</u>	<u>-</u>	<u>6,180,717</u>
Less Accumulated Depreciation				
Drain infrastructure	1,624,283	117,219	-	1,741,502
Vehicles and equipment	10,703	6,147	-	16,850
<i>Subtotal</i>	<u>1,634,986</u>	<u>123,366</u>	<u>-</u>	<u>1,758,352</u>
Capital Assets Being Depreciated, Net	4,531,934	(109,569)	-	4,422,365
<i>Capital Assets, Net</i>	<u>\$ 6,054,954</u>	<u>\$ 492,649</u>	<u>\$ -</u>	<u>\$ 6,547,603</u>
<b>Airport Commission</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Disposals</b>	<b>Ending Balance</b>
Capital Assets not Being Depreciated				
Land	\$ 285,000	\$ -	\$ -	\$ 285,000
Construction in progress	221,508	64,608	-	286,116
<i>Subtotal</i>	<u>506,508</u>	<u>64,608</u>	<u>-</u>	<u>571,116</u>
Capital Assets Being Depreciated				
Land improvements	5,919,197	-	(2,291,900)	3,627,297
Buildings	2,075,620	-	-	2,075,620
Equipment	270,808	-	(6,095)	264,713
<i>Subtotal</i>	<u>8,265,625</u>	<u>-</u>	<u>(2,297,995)</u>	<u>5,967,630</u>
Less Accumulated Depreciation				
Land improvements	3,398,785	182,053	(2,291,900)	1,288,938
Buildings	301,841	41,092	-	342,933
Equipment	84,494	15,515	(4,501)	95,508
<i>Subtotal</i>	<u>3,785,120</u>	<u>238,660</u>	<u>(2,296,401)</u>	<u>1,727,379</u>
Capital Assets Being Depreciated, Net	4,480,505	(238,660)	(1,594)	4,240,251
<i>Capital Assets, Net</i>	<u>\$ 4,987,013</u>	<u>\$ (174,052)</u>	<u>\$ (1,594)</u>	<u>\$ 4,811,367</u>

**Barry County**  
Notes to the Financial Statements

Capital asset information for the Road Commission can be found in its separately audited annual financial report, as indicated in Note 1 of this document.

**Note 6 - Long-term Debt**

*General Obligation Bonds.* The government issues general obligation bonds to provide funds to construct major capital facilities and refund previously issued bonds. Such bonds are generally repaid from voter-approved property tax levies, interfund transfers, and contributions from local municipalities. The County has pledged its full faith and credit for payment on the general obligation bonds. Also, under the terms of certain bond agreements, local units have pledged their full faith and credit to pay the County each year such amounts.

General obligation bonds of the Board of Public Works component unit are offset by capital leases receivable from the local units of government for which the bonds were issued in the County's name. The terms of these capital leases, which relate to infrastructure constructed by the County on behalf of the local units, match the debt maturity requirements of the related bonds.

Long-term debt activity for the year ended December 31, 2020 was as follows:

<b>Primary Government</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
Governmental Activities					
General obligation bonds	\$ 8,885,000	\$ -	\$ (1,315,000)	\$ 7,570,000	\$ 1,405,000
Compensated absences	732,987	115,523	-	848,510	267,280
Bond premiums and discounts, net	605,261	-	(115,288)	489,973	-
<i>Subtotal</i>	<u>10,223,248</u>	<u>115,523</u>	<u>(1,430,288)</u>	<u>8,908,483</u>	<u>1,672,280</u>
Business-type Activities					
MCF Bonds payable	4,575,000	-	(250,000)	4,325,000	275,000
Compensated absences	585,546	98,520	(3,481)	680,585	231,399
<i>Subtotal</i>	<u>5,160,546</u>	<u>98,520</u>	<u>(253,481)</u>	<u>5,005,585</u>	<u>506,399</u>
<i>Total Primary Government</i>	<u>\$ 15,383,794</u>	<u>\$ 214,043</u>	<u>\$ (1,683,769)</u>	<u>\$ 13,914,068</u>	<u>\$ 2,178,679</u>
<b>Component Units</b>	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
Drainage Districts					
General obligation bonds	\$ 495,269	\$ -	\$ (63,920)	\$ 431,349	\$ 58,800
Drain notes and other debt	3,423,664	-	(517,095)	2,906,569	386,335
<i>Subtotal</i>	<u>3,918,933</u>	<u>-</u>	<u>(581,015)</u>	<u>3,337,918</u>	<u>445,135</u>
Board of Public Works					
General obligation bonds	3,185,346	-	(365,000)	2,820,346	375,000
<i>Total Component Units</i>	<u>\$ 7,104,279</u>	<u>\$ -</u>	<u>\$ (946,015)</u>	<u>\$ 6,158,264</u>	<u>\$ 820,135</u>

Long-term debt information for the Road Commission can be found in its separately audited annual financial report, as indicated in Note 1 of this document.

**Barry County**  
Notes to the Financial Statements

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Significant details regarding outstanding long-term debt are presented below:

***Primary Government***

The Barry County Board of Commissioners is party to long-term lease agreements for rental of the Medical Care Facility Buildings and the Friend of the Court Building from the Barry County Building Authority. The lease agreements stipulate that annual rentals will be paid by the County or other local government to the Building Authority in amounts sufficient to meet the annual principal and interest on bonds, which shall be pledged exclusively for that purpose. When all debt has been retired on these buildings, the rentals will cease, title to the buildings will be transferred to the County, or local government where applicable.

Bonds payable at December 31, 2020 for governmental activities are as follows:

\$950,000 Building Authority Bonds, Series 2002, dated July 25, 2002, due in annual installments ranging from \$25,000 to \$75,000 through July 1, 2021, with interest ranging from 4.90 to 5.85%, payable semi-annually.	\$ 75,000
\$13,685,000 Building Authority - Medical Care Facility Refunding Bonds, dated November 15, 2012, due in annual installments ranging from \$25,000 to \$1,635,000 through April 1, 2025, with interest ranging from 2.00 to 4.00%, payable semi-annually.	7,495,000
<i>Total general obligation debt - governmental activities</i>	<u>\$ 7,570,000</u>

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

Bonds payable at December 31, 2020 for business-type activities are as follows:

\$6,000,000 Building Authority - Medical Care Facility Bonds, dated April 17, 2012, due in annual installments ranging from \$175,000 to \$750,000 through April 1, 2032, with interest ranging from 2.00 to 3.55%, payable semi-annually.	<u>\$ 4,325,000</u>
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***Component Units***

**Drainage Districts**

The County has irrevocably pledged its full faith and credit as collateral for the following drain notes and amounts owed to other governmental units. These projects are administered by the Barry County Drain Commission for various local drainage districts. The drain obligations were issued to finance the various construction funds for the purpose of paying costs in connection with various drainage district projects and are payable out of assessments to be made against the benefited properties.

**Barry County**  
Notes to the Financial Statements

Notes payable and amounts owed to other governmental units at December 31, 2020 per respective drain projects serviced from the debt service funds of the Drainage Districts are as follows:

**General Obligation Bonds**

\$1,358,000 2016 Drain Bonds issued jointly with Allegan County and Barry County is responsible for 60% (\$814,800 at issuance); due in annual installments of \$90,533 (Barry County responsible for \$54,320) through 2031, with interest at 2.59%, payable semi-annually.	<u>\$ 431,349</u>
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**Drain Notes**

\$380,000 Chase drain special assessment district note dated September 23, 2011, due in annual installments of \$38,000 through June 1, 2021, with interest at 2.92%, payable semi-annually.	\$ 38,000
 \$448,000 Sandy Beach drain special assessment district note dated October 25, 2011, due in annual installments of \$39,086 through June 1, 2021, with interest at 3.89%, payable semi-annually.	 39,086
\$410,000 Algonquin Lake drain special assessment district note dated June 13, 2012, due in annual installments of \$35,000 to \$45,000 through June 1, 2022, with interest ranging from 0.65 to 3.30%, payable annually.	53,628
\$300,000 Middleville Towne Center drain special assessment district note dated September 17, 2013, due in annual installments of \$30,000 through June 1, 2023, with interest at 2.73%, payable annually.	90,000
\$190,000 Hastings Charter Township #1 drain special assessment district note dated June 19, 2014, due in annual installments of \$19,000 through June 1, 2024, with interest at 2.73%, payable annually.	76,000
\$202,000 MacKenzie drain assessment district note dated March 25, 2015, due in annual installments of \$28,857 through June 1, 2022, with interest at 1.90%, payable annually.	57,714
\$293,562 Duncan Lake #2 drain assessment district note dated July 1, 2016, due in annual installments of \$41,937 through June 1, 2022, with interest at 1.78%, payable annually.	125,812
\$189,117 Fineview drain assessment district note dated March 8, 2019, due in annual installments of \$6,345 to \$13,060 through June 1, 2038, with interest at 4.02%, payable annually.	170,976
\$171,837 Holmes drain assessment district note dated March 8, 2019, due in annual installments of \$5,765 to \$11,866, through June 1, 2038, with interest at 4.02%, payable annually.	155,353
\$400,000 Cloverdale drain assessment district note dated October 3, 2019, due in full on June 15, 2022, with interest payable thereon at a fixed rate of 2.31\$ per annum.	400,000
\$1,400,000 Watson drain assessment district note dated October 16, 2019, due in full on June 15, 2022, with interest payable thereon at a fixed rate of 2.42% per annum.	1,400,000
\$450,000 Little Thornapple drain assessment district note dated April 17, 2019, due in annual installments of \$150,000 through June 1, 2022, with interest at 2.95%, payable annually.	300,000
<i>Total notes payable - drainage districts</i>	<u>\$ 2,906,569</u>

**Barry County**  
Notes to the Financial Statements

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**Board of Public Works**

The County through the Board of Public Works has constructed water and sewer facilities for various local municipalities. The County is leasing them to the local municipalities, who are operating, maintaining, and managing the systems. General obligation bonds were sold with the full faith and credit of the local municipalities, and the County pledge to the payment pursuant to Act 185, Public Acts of Michigan 1957, as amended. The principal and interest on bonds outstanding are to be paid out of money received from the local municipalities by the Board of Public Works of the County pursuant to the lease agreements. Upon final payment of the respective bond issues, ownership of the assets will revert to the local municipalities.

Bonds payable at December 31, 2020 of the Board of Public Works are as follows:

\$650,000 Water Supply System Bonds dated June 26, 2003, due in annual installments ranging from \$25,000 to \$40,000 through October 1, 2024, with interest at 2.5% payable semi-annually.	\$ 153,281
\$1,040,000 Water Supply System Bonds Series A dated August 23, 2006, due in annual installments ranging from \$10,000 to \$15,000 through October 1, 2026, with interest at 2.125%, payable semi-annually.	415,000
\$205,000 Water Supply System Bonds Series B dated August 23, 2006, due in annual installments ranging from \$10,000 to \$15,000 through October 1, 2026, with interest at 2.125%, payable semi-annually.	65,000
\$465,000 Fawn Lake Extension note, dated July 25, 2006, due in annual installments ranging from \$20,000 to \$25,000 through April 1, 2026, with interest ranging from 4.125 to 4.0%, payable semi-annually.	150,000
\$450,000 Yankee Springs arsenic removal bonds, dated March 29, 2007, payable in annual installments ranging from \$20,000 to \$25,000 through October 1, 2026, with interest at 2.125%, payable semi-annually.	175,000
\$2,763,000 Leach and Middle Lake Sanitary Sewer System Bonds, dated January 22, 2010, payable in annual installments ranging from \$148,000 to \$155,000, with interest at 2.5%, payable semi-annually.	1,407,065
\$885,000 Michigan Transportation Fund Refunding Bonds, series 2013, dated September 9, 2013, payable in annual installments ranging from \$65,000 to \$75,000, with interest ranging from 0.8 to 3.6%, payable semi-annually.	455,000
<i>Total bonds payable - board of public works</i>	<u>\$ 2,820,346</u>

## Barry County

### Notes to the Financial Statements

Annual debt service requirements to maturity for long-term debt (excluding compensated absences), are as follows:

<b>Year Ending December 31,</b>	<b>Governmental Activities</b>		<b>Business-type Activities</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2021	\$ 1,405,000	\$ 277,325	\$ 275,000	\$ 134,738
2022	1,420,000	218,200	300,000	127,175
2023	1,510,000	159,600	300,000	118,553
2024	1,600,000	97,400	300,000	109,550
2025	1,635,000	32,700	325,000	100,175
2026-2030	-	-	1,900,000	329,806
2031-2035	-	-	925,000	33,169
	<u>\$ 7,570,000</u>	<u>\$ 785,225</u>	<u>\$ 4,325,000</u>	<u>\$ 953,166</u>

<b>Year Ending December 31,</b>	<b>Component Units</b>			
	<b>Drainage Districts</b>		<b>Board of Public Works</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2021	\$ 445,135	\$ 45,164	\$ 375,000	\$ 70,179
2022	2,168,565	148,035	375,000	60,556
2023	163,430	23,111	385,000	51,878
2024	92,019	18,979	378,281	40,508
2025	73,630	16,325	350,000	30,290
2026-2030	221,048	53,011	957,065	41,719
2031-2038	174,091	33,443	-	-
	<u>\$ 3,337,918</u>	<u>\$ 338,068</u>	<u>\$ 2,820,346</u>	<u>\$ 295,130</u>

#### **Note 7 - Fund Balances - Governmental Funds**

The County reports fund balance in governmental funds based on the provisions of GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. GASB 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Detailed information on fund balances of governmental funds is as follows:



**Barry County**  
Notes to the Financial Statements

	<b>General Fund</b>	<b>Central Dispatch</b>	<b>Nonmajor Governmental Funds</b>	<b>Totals</b>
<b>Nonspendable</b>				
Advances to other funds	\$ 64,051	\$ -	\$ -	\$ 64,051
Permanent fund corpus	-	-	30,925	30,925
<i>Subtotal</i>	<u>64,051</u>	<u>-</u>	<u>30,925</u>	<u>94,976</u>
<b>Restricted</b>				
Central dispatch/E-911	-	1,814,191	-	1,814,191
Senior services	-	-	869,491	869,491
Cemetery perpetual care	-	-	869	869
Debt service	-	-	327,124	327,124
Animal services/shelter	-	-	286,347	286,347
Community outreach	-	-	25,015	25,015
Register of deeds systems	-	-	151,636	151,636
Judicial programs	-	-	86,881	86,881
Law enforcement	-	-	315,891	315,891
Housing rehabilitation	-	-	990,085	990,085
Criminal diversion	-	-	669,577	669,577
<i>Subtotal</i>	<u>-</u>	<u>1,814,191</u>	<u>3,722,916</u>	<u>5,537,107</u>
<b>Committed</b>				
Hazardous waste disposal	-	-	248,822	248,822
Remonumentation plan	-	-	19,482	19,482
County parks	86,953	-	294,232	381,185
Child and family services	-	-	3,503,497	3,503,497
Public safety programs	-	-	7,783	7,783
Judicial programs	-	-	268,706	268,706
Capital projects	-	-	645,719	645,719
Building improvements	2,752,810	-	-	2,752,810
Other purposes	7,155	-	73,366	80,521
<i>Subtotal</i>	<u>2,846,918</u>	<u>-</u>	<u>5,061,607</u>	<u>7,908,525</u>
<b>Assigned for master land use</b>	<u>60,000</u>	<u>-</u>	<u>-</u>	<u>60,000</u>
<b>Unassigned</b>	<u>2,222,371</u>	<u>-</u>	<u>-</u>	<u>2,222,371</u>
<b>Total fund balances - governmental funds</b>	<u>\$ 5,193,340</u>	<u>\$ 1,814,191</u>	<u>\$ 8,815,448</u>	<u>\$ 15,822,979</u>

**Barry County**  
Notes to the Financial Statements

**Note 8 - Net Investment in Capital Assets**

The composition of the County's net investment in capital assets as of December 31, 2020 was as follows:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>
<b>Add:</b>		
Capital assets not being depreciated	\$ 3,003,771	\$ 620,344
Capital assets being depreciated, net	9,870,371	21,815,062
	<u>12,874,142</u>	<u>22,435,406</u>
<b>Less:</b>		
Total installment debt	(7,570,000)	(4,325,000)
Bond premiums and discounts, net	(489,973)	-
<b>Add:</b>		
Deferred charge on bond refunding	312,237	-
Medical care facility refunding bonds, net premiums and discounts, and related deferred amounts*	7,672,736	-
	<u>(75,000)</u>	<u>(4,325,000)</u>
<b>Net investment in capital assets</b>	<u>\$ 12,799,142</u>	<u>\$ 18,110,406</u>

\* These bonds are reported in governmental activities because they are being repaid with a dedicated property tax millage. However, the assets are owned by the Thornapple Manor Medical Care Facility and recorded in the Thornapple Manor enterprise fund.

**Note 9 - Risk Management**

***Primary Government***

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Each participating fund of the County makes payments to the respective self-insurance internal service fund equal to an established percentage of gross salaries for that fund. These payments are accounted for as fringe benefit charges in the paying fund and charges for services in the receiving fund.

The County is completely self-insured for disability benefits. The plan covers all employees except employees at the Medical Care facility. The Disability Benefits Plan provides benefits of 67% of current wages, for a period not to exceed 52 weeks. Benefits commence on the eighth day after a disabling injury or illness. The program is administered by a third party that coordinates claims review and processing.

## Barry County

### Notes to the Financial Statements

The County is fully insured for workers' compensation claims through the Michigan Counties Workers' Compensation Fund.

The County is a voluntary member of the Michigan Municipal Risk Management Authority (MMRMA). The County makes annual contributions to MMRMA based on actuarial studies using historical data and insurance industry statistics. Such contributions as received by MMRMA are allocated between its general and member retention funds. Economic resources in the 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.

MMRMA has reserved fund balance to pay losses incurred by members that exceed individual retention levels and are not covered under existing reinsurance agreements. Losses incurred within the established limits are general obligations of MMRMA. In the event that the County incurs loss in excess of the resources available, MMRMA as a whole (i.e. all constituent municipalities) is liable for the excess. In the event that MMRMA's claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the specific MMRMA's policy year may be subject to special assessments to make up the deficiency. The County has not been informed of any special assessments being required.

In addition, MMRMA has accumulated resources to create and fund an internal stop loss fund. The stop loss fund was initiated to eliminate the need to purchase aggregate reinsurance for aggregate losses paid in excess of \$250,000, net of reinsurance recoveries for any one member in any one year. Aggregate paid losses in excess of \$250,000 net of reinsurance recoveries are paid entirely from the internal stop loss fund. If at any time the stop loss fund is insufficient to fund the County's losses, the remaining liability shall become the responsibility of MMRMA as a whole.

Settled claims have not exceeded insurance coverage for any of the self-insured programs in the previous three years. The County has not recorded an estimate for claims incurred but not reported related to the workers' compensation and disability plans as these amounts are expected to be immaterial.

The changes in the claims liability for the previous two years are as follows:

	MMRMA		
	Disability	Liability	Totals
<b>Liability, January 1, 2019</b>	\$ -	\$ 13,240	\$ 13,240
Claims and changes in estimates	72,545	77,390	149,935
Claim payments	(72,545)	(66,251)	(138,796)
<b>Liability, December 31, 2019</b>	-	24,379	24,379
Claims and changes in estimates	59,959	15,896	75,855
Claim payments	(59,959)	(15,111)	(75,070)
<b>Liability, December 31, 2020</b>	\$ -	\$ 25,164	\$ 25,164

**Barry County**  
Notes to the Financial Statements

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**Note 10 - Property Taxes**

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.

***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 \$55,466.

**Note 11 - Contingent Liabilities**

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County and its attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

Amounts received or receivable from the grantor agencies are subject to audit and 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.

**Note 12 - Employee Retirement Systems and Plans**

**Primary Government**

***General Information about the Plan***

*Plan Description.* The primary government participates in the Municipal Employees' Retirement System (MERS) of Michigan, a defined benefit pension plan providing certain retirement, disability and death benefits to plan members and beneficiaries. 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. Public Act 427 of 1984, as amended, establishes and amends the benefit provisions of the participants in MERS. MERS issues a publicly available financial report that includes financial statements and required

**Barry County**  
Notes to the Financial Statements

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supplementary information. This report may be obtained accessing the MERS website at [www.mersofmich.com](http://www.mersofmich.com).

Included in the Plan are the employees of the Barry County Transit enterprise fund (the “Transit”) and the Thornapple Manor enterprise fund. While part of a single plan, these funds are administratively separate from the rest of the County and have chosen to report plan information using a different measurement date. Accordingly, it is not practical to present disclosures for the plan as a whole in this report. For information about the plan for Transit and Thornapple Manor employees, refer to the separately issued financial statements.

*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 1.5% to 2.5%. Participants are considered to be fully vested in the plan after 6 or 10 years, depending on bargaining unit. Normal retirement age is 60 with early retirement options available for certain bargaining units.

*Employees Covered by Benefit Terms.* At December 31, 2020, plan membership for governmental activities consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	154
Inactive employees entitled to but not yet receiving benefits	66
Active employees	<u>177</u>
<b>Total membership</b>	<u><b>397</b></u>

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

**Barry County**  
Notes to the Financial Statements

<b>Division</b>	<b>Plan Type</b>	<b>Status</b>	<b>Employer Contribution Rate*</b>	<b>Employee Contribution Rate</b>
911 Central Dispatch Supervisors	Defined Benefit	Open	22.31%	0.57%
911 Central Dispatch (after 5/11)	Defined Benefit	Open	7.95%	0.00%
Hybrid	Hybrid	Open	7.48%	0.00%
BCCEA - Court House	Defined Benefit	Closed	\$ 24,154	8.16%
Elected Officials	Defined Benefit	Closed	18,478	3.70%
Sheriff - Corrections	Defined Benefit	Closed	17,197	9.03%
General	Defined Benefit	Closed	12,365	0.00%
911 Central Dispatch	Defined Benefit	Closed	972	3.00%
Department Heads	Defined Benefit	Closed	43,865	3.70%
Sheriff - Deputies and Command	Defined Benefit	Closed	40,835	6.06%
Jail Administrator	Defined Benefit	Closed	-	0.00%

\*Employer contributions are expressed as a percentage of payroll for open divisions and as a fixed monthly amount for closed divisions as summarized in the table above for the plan as a whole:

*Net Pension Liability.* The County's net pension liability was measured as of December 31, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019.

*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%, long-term
Investment rate of return	7.35%, net of investment expense including inflation

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.

## Barry County

### Notes to the 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:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Target Allocation Gross Rate of Return</b>	<b>Long-term Expected Gross Rate of Return</b>	<b>Inflation Assumption</b>	<b>Long-term Expected Real Rate of Return</b>
Global equity	60.00%	7.75%	4.65%	2.50%	3.15%
Global fixed income	20.00%	3.75%	0.75%	2.50%	0.25%
Private investments	20.00%	9.75%	1.95%	2.50%	1.45%
	<u>100.00%</u>		<u>7.35%</u>		<u>4.85%</u>

*Discount Rate.* The discount rate used to measure the total pension liability is 7.60% for the current year. 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. The discount rate in the prior year was 8.00%.

### *Changes in Net Pension Liability*

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

	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension Liability</b>
<b>Balances at December 31, 2019</b>	<u>\$ 56,490,789</u>	<u>\$ 44,131,626</u>	<u>\$ 12,359,163</u>
Service cost	925,388	-	925,388
Interest	4,223,162	-	4,223,162
Changes in benefits	(2,605)	-	(2,605)
Difference between expected and actual experience	255,610	-	255,610
Changes of assumptions	1,781,913	-	1,781,913
Employer contributions	-	3,283,999	(3,283,999)
Employee contributions	-	281,201	(281,201)
Net investment income	-	5,866,343	(5,866,343)
Benefit payments, including refunds of employee contributions	(3,026,736)	(3,026,736)	-
Administrative expense	-	(90,860)	90,860
Other changes	378,906	148,777	230,129
<i>Net changes</i>	<u>4,535,638</u>	<u>6,462,724</u>	<u>(1,927,086)</u>
<b>Balances at December 31, 20120</b>	<u>\$ 61,026,427</u>	<u>\$ 50,594,350</u>	<u>\$ 10,432,077</u>

## Barry County

### Notes to the Financial Statements

Pension information for the Thornapple Manor Medical Care Facility and Barry County Transit can be found in their separately audited annual financial reports, as indicated in Note 1 of this document.

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate.* The following presents the net pension liability of the County's governmental activities, calculated using the discount rate of 7.60%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (6.60%) or 1% higher (8.60%) than the current rate:

	<b>1% Decrease (6.60%)</b>	<b>Current Discount Rate (7.60%)</b>	<b>1% Increase (8.60%)</b>
County's net pension liability	<u>\$ 17,590,010</u>	<u>\$ 10,432,077</u>	<u>\$ 4,420,238</u>

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

For the year ended December 31, 2020, the County's governmental activities recognized pension expense of \$1,936,796. The County reported pension-related deferred outflows/inflows of resources from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 1,617,984
Difference between expected and actual experience	272,557	71,773
Changes of assumptions	1,521,452	-
<b>Total</b>	<u>\$ 1,794,009</u>	<u>\$ 1,689,757</u>

Amounts reported as pension-related deferred outflows/inflows of resources for governmental activities will be recognized in pension expense as follows:

<b>Year Ended December 31,</b>	<b>Amount</b>
2021	\$ 305,845
2022	195,062
2023	(591,650)
2024	(144,592)
2025	339,587

#### *Significant Changes to the Pension Valuation*

At the February 28, 2019 board meeting, the MERS Retirement Board adjusted key economic assumptions. These assumptions, in particular the investment return assumption, have a significant effect on a plan's required contribution and funding level. Historically low interest rates, along with high equity market valuations, have led to reductions in projected returns for most asset



**Barry County**  
Notes to the Financial Statements

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classes. This has resulted in a Board adopted reduction in the investment rate of return assumption from 7.75% to 7.35%, effective with the December 31, 2019 valuation, first impacting 2021 contributions. The Board also changed the assumed rate of wage inflation from 3.75% to 3.00%, with the same effective date.

***Statement of Fiduciary Net Position***

As of December 31, 2020, the County had a payable of \$222,661 due to MERS. Detailed information about the pension plan's fiduciary net position is available in the separately issued MERS financial report.

***Deferred Compensation Plan***

The County offers a supplemental retirement program in accordance with Section 457 of the Internal Revenue Code (IRC) that will provide for payments on retirement, as well as death benefits in the event of death prior to retirement. The Plan assets are held in trust for the exclusive benefit of participants and their beneficiaries. As such, these amounts have not been included in the financial statements.

**Note 13 - Other Postemployment Benefits**

***Plan Description***

The Barry County Retiree Health Care Plan (the "Plan") is a single-employer defined benefit healthcare plan administered by Barry County. The Plan provides certain health care benefits and life insurance, in accordance with union agreements and/or personnel policies to employees who have retired.

***Benefits Provided and Contributions***

The Plan was established and is being funded under the authority of the County. The County has no obligation to make contributions in advance of when the insurance premiums are due for payment (in other words, this may be financed on a "pay-as-you-go" basis). However, as shown below, the County made contributions to advance-fund these benefits, as determined by the County Board of Commissioners.

**Barry County**  
Notes to the Financial Statements

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Membership of the Plan consisted of the following at the date of the latest actuarial valuation (December 31, 2019):

Inactive plan members or beneficiaries currently receiving benefits	93
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>176</u>
Total employees covered by the plan	<u>269</u>

***Methods and Assumptions***

The total OPEB liability was determined by an actuarial valuation as of December 31, 2019 and a measurement date of December 31, 2020 and the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00% to 9.70%
Investment rate of return	7.00%, net of OPEB plan investment expense
Discount rate	7.00%
Average retirement age	Based on service, 100% assumed at age 70
Mortality	RP-2014 employee tables for males and females; projected using scale MP-2019
Health care trend rates	Ranges from 3.50% to 7.75%

***Discount Rate***

The discount rate used to measure the total OPEB liability was 7.00%. This discount rate is used to determine the total OPEB liability.

Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Barry County**  
Notes to the Financial Statements

***Investment Rate of Return***

The investment rate of return was assumed to be 7.00%, net of OPEB plan investment expense, including inflation. The long-term expected rate of return on OPEB plan investments was determined by using the long-term expected rate of return using the target asset allocation:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Global equity	60.00%	4.65%
Global fixed income	20.00%	0.75%
Private investments	20.00%	1.95%
Total	100.00%	7.35%

Changes in the net OPEB liability (asset) during the measurement year were as follows:

	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability</u>	<u>Plan Net Position</u>	<u>Net OPEB (Asset)</u>
<b>Balance at December 31, 2019</b>	<b>\$ 1,124,134</b>	<b>\$ 1,500,581</b>	<b>\$ (376,447)</b>
Service cost	41,258	-	41,258
Interest	76,993	-	76,993
Difference between expected and actual experience	361,374	-	361,374
Changes of assumptions	6,962	-	6,962
Employer contributions	-	55,660	(55,660)
Net investment income	-	198,176	(198,176)
Benefit payments, including refunds of employee contributions	(89,733)	(89,733)	-
Administrative expense	-	(2,689)	2,689
<i>Net changes</i>	<u>396,854</u>	<u>161,414</u>	<u>235,440</u>
<b>Balance at December 31, 2020</b>	<b>\$ 1,520,988</b>	<b>\$ 1,661,995</b>	<b>\$ (141,007)</b>

Other postemployment benefit information for the Barry County Transit can be found in their separately audited annual financial report, as indicated in Note 1 of this document.

**Barry County**  
Notes to the 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 employer, calculated using the discount rate of 7.00%, as well as what the employer's net OPEB liability (asset) would be using a discount rate that is 1 percentage point lower or higher than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Current Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Net OPEB liability (asset)	\$ (38,022)	\$ (141,007)	\$ (232,979)

***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 employer, calculated using the healthcare cost trend rate, as well as what the employer's net OPEB liability (asset) would be using a healthcare cost trend rate that is 1 percentage point lower or higher than the current rate:

	<b>1% Decrease</b>	<b>Current Rate</b>	<b>1% Increase</b>
Net OPEB liability (asset)	\$ (198,273)	\$ (141,007)	\$ (77,390)

***OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB Plan***

For the year ended December 31, 2020, the County recognized OPEB income of \$14,792. At December 31, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<b>Source</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference between expected and actual experience	\$ 300,127	\$ 279,133
Changes of assumptions	19,775	-
Net difference between projected and actual earnings in OPEB plan investments	-	91,852
<b>Total</b>	<b>\$ 319,902</b>	<b>\$ 370,985</b>

## Barry County

### Notes to the Financial Statements

Amounts reported as deferred outflows / (inflows) of resources will be recognized in OPEB expense as follows:

<b>Year Ended</b>	
<b>December 31,</b>	<b>Amount</b>
2021	\$ (2,395)
2022	13,919
2023	13,919
2024	13,917
2025	26,577
2026+	(117,020)

#### Note 15 - Subsequent Events

On March 11, 2020, the World Health Organization declared the outbreak of a respiratory disease caused by a new coronavirus a pandemic. First identified in late 2019 and now known as COVID-19, the outbreak has impacted millions of individuals in the United States and worldwide. In response, the United States federal government and individual state and local governments have implemented measures to combat the outbreak that have impacted health care business operations. During 2020, the County's operations were significantly impacted, as shelter-in-place orders and government mandates impacted census volumes. The County has moved to mitigate the impact by managing the workforce, actively managing cash balances, and implementing other cost reduction measures.

#### Note 16 - Prior Period Restatements

In the prior year, a certain portion of special assessment receivable and the related revenue were incorrectly included within the Regular Drain fund of the Barry County Drain Commission. A correction was made to move the special assessment receivable and the related revenue to the Little Thornapple Debt 2019 fund of the Barry County Drain Commission. The net effect of the correction was a decrease in fund balance of \$103,228 to the Regular Drain fund and an increase in fund balance of \$103,228 to the Little Thornapple Debt 2019 fund. Overall, net position for governmental activities within the Barry County Drain Commission did not change. The correction and the effect on fund balance and position was as follows:

	<b>Regular Drain</b>	<b>Little Thornapple Debt 2019</b>	<b>Barry County Drain Commission</b>
Fund balance/net position - December 31, 2019, as previously reported	\$ 1,139,365	\$ 22,880	\$ 6,013,261
Reclassify special assessments to the correct fund	(103,228)	103,228	-
Fund balance/net position - December 31, 2019, as restated	<u>\$ 1,036,137</u>	<u>\$ 126,108</u>	<u>\$ 6,013,261</u>

The County adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*, in the current year. As a result of this change, beginning net position of the fiduciary funds was increased by \$1,554,052.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**Barry County**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2020**

	<b>Budgeted Amounts</b>			<b>Variance Positive (Negative) Final to Actual</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues</b>				
Taxes	\$ 12,353,977	\$ 12,353,977	\$ 12,583,498	\$ 229,521
Intergovernmental	2,033,624	2,794,186	2,674,176	(120,010)
Licenses and permits	167,380	83,240	79,003	(4,237)
Charges for services	1,625,630	1,671,384	1,630,908	(40,476)
Fines and forfeitures	28,000	22,500	31,543	9,043
Interest and rentals	85,756	85,756	230,664	144,908
Other revenues	178,400	69,300	65,389	(3,911)
<b>Total Revenues</b>	<b>16,472,767</b>	<b>17,080,343</b>	<b>17,295,181</b>	<b>214,838</b>
<b>Other Financing Sources</b>				
Transfers in	1,250,218	1,391,610	958,605	(433,005)
<b>Total Revenues and Other Financing Sources</b>	<b>17,722,985</b>	<b>18,471,953</b>	<b>18,253,786</b>	<b>(218,167)</b>
<b>Expenditures</b>				
<b>General government</b>				
Board of commissioners	219,884	219,884	202,565	17,319
Trial court	1,463,291	1,468,791	1,300,121	168,670
Jury board	11,000	11,000	5,157	5,843
Probate court	897,823	897,823	828,567	69,256
Adult probation	9,546	9,546	8,425	1,121
County administrator	337,408	337,408	322,075	15,333
Elections	80,200	114,239	113,936	303
Legal counsel	75,000	85,000	102,314	(17,314)
Clerk	599,034	599,034	596,889	2,145
Equalization	265,552	265,552	251,638	13,914
Prosecuting attorney	823,164	843,175	840,046	3,129
Extraditions	3,000	3,000	731	2,269
Register of deeds	330,294	330,294	223,828	106,466
Land information services	406,767	406,767	390,267	16,500
Treasurer	245,992	245,992	243,338	2,654
Tax tribunal refunds	10,000	30,000	19,865	10,135
Cooperative extension	124,666	124,666	123,516	1,150
Courthouse and grounds	983,053	784,695	715,092	69,603
Drain commissioner	219,132	228,242	204,521	23,721
<b>Total general government</b>	<b>\$ 7,104,806</b>	<b>\$ 7,005,108</b>	<b>\$ 6,492,891</b>	<b>\$ 512,217</b>

Continued...

**Barry County**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2020**

	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual	Final to Actual
<b>Expenditures</b>				
<b>Public safety</b>				
Sheriff	\$ 3,405,629	\$ 3,436,117	\$ 3,303,376	\$ 132,741
Secondary road patrol	109,991	117,455	102,560	14,895
Snowmobile enforcement	1,032	1,032	--	1,032
Court security	115,662	115,662	107,756	7,906
Marine safety	151,572	151,572	117,903	33,669
Emergency services	144,791	144,791	136,782	8,009
Jail	2,481,227	2,487,430	2,318,984	168,446
Animal control	89,086	90,417	88,459	1,958
<b>Total public safety</b>	<b>6,498,990</b>	<b>6,544,476</b>	<b>6,175,820</b>	<b>368,656</b>
<b>Public works</b>				
Appropriation for public works	11,334	15,834	49,640	(33,806)
<b>Health and welfare</b>				
District health department	449,212	449,212	449,212	--
Health department building	149,181	152,282	113,216	39,066
Animal shelter	433,308	435,104	418,395	16,709
Soldiers' and sailors' relief	40,000	40,000	5,218	34,782
Substance abuse	77,112	77,112	76,880	232
Veterans' affairs	46,855	46,855	39,264	7,591
Veterans' Burials	37,500	37,500	25,500	12,000
Mental health	154,500	154,500	154,500	--
<b>Total health and welfare</b>	<b>1,387,668</b>	<b>1,392,565</b>	<b>1,282,185</b>	<b>110,380</b>
<b>Community and economic development</b>				
Planning and zoning	350,186	290,186	283,632	6,554
Appropriation for economic development	140,585	140,585	140,585	--
Agriculture preservation	25,000	25,000	22,872	2,128
Appropriation to soil conservation	32,500	32,500	32,500	--
<b>Total community and economic development</b>	<b>548,271</b>	<b>488,271</b>	<b>479,589</b>	<b>8,682</b>
<b>Recreation and culture</b>				
Parks and recreation	83,823	83,823	75,724	8,099
<b>Other</b>				
Insurance and bonds	504,240	462,843	408,526	54,317
Other	260,085	336,610	262,912	73,698
<b>Total other</b>	<b>764,325</b>	<b>799,453</b>	<b>671,438</b>	<b>128,015</b>
<b>Total Expenditures</b>	<b>16,399,217</b>	<b>16,329,530</b>	<b>15,227,287</b>	<b>1,102,243</b>
<b>Other Financing Uses</b>				
Transfers out	1,910,758	2,464,046	2,614,268	(150,222)
<b>Total Expenditures and Other Financing Uses</b>	<b>18,309,975</b>	<b>18,793,576</b>	<b>17,841,555</b>	<b>952,021</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(586,990)</b>	<b>(321,623)</b>	<b>412,231</b>	<b>733,854</b>
<b>Net Change in Fund Balance</b>	<b>(586,990)</b>	<b>(321,623)</b>	<b>412,231</b>	<b>733,854</b>
<b>Fund Balance at Beginning of Period</b>	<b>4,781,109</b>	<b>4,781,109</b>	<b>4,781,109</b>	<b>--</b>
<b>Fund Balance at End of Period</b>	<b>\$ 4,194,119</b>	<b>\$ 4,459,486</b>	<b>\$ 5,193,340</b>	<b>\$ 733,854</b>

Concluded.



**Barry County**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual**  
**Central Dispatch**  
**For the Year Ended December 31, 2020**

	<b>Budgeted Amounts</b>			<b>Variance Positive (Negative) Final to Actual</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues</b>				
Taxes	\$ 1,808,804	\$ 1,808,804	\$ 1,792,607	\$ (16,197)
Intergovernmental	215,000	215,000	331,225	116,225
Interest and rentals	10,000	10,000	12,793	2,793
Other revenues	100	12,100	13,807	1,707
<b>Total Revenues</b>	<b>2,033,904</b>	<b>2,045,904</b>	<b>2,150,432</b>	<b>104,528</b>
<b>Other Financing Sources</b>				
Transfers in	--	112,028	10,042	(101,986)
<b>Total Revenues and Other Financing Sources</b>	<b>2,033,904</b>	<b>2,157,932</b>	<b>2,160,474</b>	<b>2,542</b>
<b>Expenditures</b>				
Public safety	1,981,375	1,993,375	1,799,335	194,040
<b>Total Expenditures</b>	<b>1,981,375</b>	<b>1,993,375</b>	<b>1,799,335</b>	<b>194,040</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures</b>	<b>52,529</b>	<b>164,557</b>	<b>361,139</b>	<b>196,582</b>
<b>Net Change in Fund Balance</b>	<b>52,529</b>	<b>164,557</b>	<b>361,139</b>	<b>196,582</b>
<b>Fund Balance at Beginning of Period</b>	<b>1,453,052</b>	<b>1,453,052</b>	<b>1,453,052</b>	<b>--</b>
<b>Fund Balance at End of Period</b>	<b>\$ 1,505,581</b>	<b>\$ 1,617,609</b>	<b>\$ 1,814,191</b>	<b>\$ 196,582</b>

**Barry County**  
**Required Supplementary Information**  
**Schedule of Changes in Net Pension Liability and Related Ratios - MERS**  
**Last Six Calendar Years**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Total Pension Liability</b>						
Service cost	\$ 925,388	\$ 919,169	\$ 896,719	\$ 871,498	\$ 914,049	\$ 840,881
Interest	4,223,162	4,267,235	4,084,570	3,945,272	3,708,855	3,545,367
Difference between expected and actual experience	255,610	89,324	121,436	(1,089,692)	931,469	-
Changes in benefits	(2,605)	(8,353)	-	-	-	-
Changes of assumptions	1,781,913	-	-	-	2,006,349	-
Benefit payments, including refunds of employee contributions	(3,026,736)	(2,763,942)	(2,659,269)	(2,510,367)	(2,456,647)	(2,292,924)
Other changes	378,906	(230,812)	(102,970)	(19,207)	(151,016)	(66,372)
<b>Net Change in Pension Liability</b>	<b>4,535,638</b>	<b>2,272,621</b>	<b>2,340,486</b>	<b>1,197,504</b>	<b>4,953,059</b>	<b>2,026,952</b>
<i>Total Pension Liability - Beginning</i>	<i>56,490,789</i>	<i>54,218,168</i>	<i>51,877,682</i>	<i>50,680,178</i>	<i>45,727,119</i>	<i>43,700,167</i>
<b>Total Pension Liability - Ending (a)</b>	<b>\$ 61,026,427</b>	<b>\$ 56,490,789</b>	<b>\$ 54,218,168</b>	<b>\$ 51,877,682</b>	<b>\$ 50,680,178</b>	<b>\$ 45,727,119</b>
<b>Plan Fiduciary Net Position</b>						
Contributions - employer	\$ 3,283,999	\$ 2,654,732	\$ 2,309,633	\$ 2,858,700	\$ 3,676,953	\$ 1,873,216
Contributions - member	281,201	302,688	304,826	287,908	293,939	315,846
Net Investment income (loss)	5,866,343	5,336,228	(1,608,133)	4,720,969	3,465,203	(462,833)
Benefit payments, including refunds of employee contributions	(3,026,736)	(2,763,942)	(2,659,269)	(2,510,367)	(2,456,647)	(2,292,924)
Administrative expenses	(90,860)	(92,007)	(79,362)	(73,939)	(68,602)	(67,801)
Other changes	148,777	(17,061)	(37,461)	144,628	-	-
<b>Net Change in Plan Fiduciary Net Position</b>	<b>6,462,724</b>	<b>5,420,638</b>	<b>(1,769,766)</b>	<b>5,427,899</b>	<b>4,910,846</b>	<b>(634,496)</b>
<i>Plan Fiduciary Net Position - Beginning</i>	<i>44,131,626</i>	<i>38,710,988</i>	<i>40,480,754</i>	<i>35,052,855</i>	<i>30,142,009</i>	<i>30,776,505</i>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<b>\$ 50,594,350</b>	<b>\$ 44,131,626</b>	<b>\$ 38,710,988</b>	<b>\$ 40,480,754</b>	<b>\$ 35,052,855</b>	<b>\$ 30,142,009</b>
<b>Net Pension Liability - Ending (a) - (b)</b>	<b>\$ 10,432,077</b>	<b>\$ 12,359,163</b>	<b>\$ 15,507,180</b>	<b>\$ 11,396,928</b>	<b>\$ 15,627,323</b>	<b>\$ 15,585,110</b>
Plan fiduciary net position as a percentage of total pension liability	82.91%	78.12%	71.40%	78.03%	69.16%	65.92%
Covered payroll	\$ 8,843,234	\$ 8,687,064	\$ 8,440,406	\$ 8,049,626	\$ 8,309,065	\$ 7,492,355
Net pension liability as a percentage of covered payroll	117.97%	142.27%	183.73%	141.58%	188.08%	208.01%

\* Built prospectively upon implementation on GASB 68. Ultimately, 10 years of data will be presented.

**Barry County**  
**Required Supplementary Information**  
**Schedule of Contributions - MERS**  
**Last Six Calendar Years**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 2,325,394	\$ 2,154,732	\$ 1,809,633	\$ 1,637,841	\$ 1,426,953	\$ 1,373,216
Contributions in relation to the actuarially determined contribution	3,283,999	2,654,732	2,309,633	2,858,700	3,676,953	1,873,216
Contribution deficiency (excess)	<u>\$ (958,605)</u>	<u>\$ (500,000)</u>	<u>\$ (500,000)</u>	<u>\$ (1,220,859)</u>	<u>\$ (2,250,000)</u>	<u>\$ (500,000)</u>
Covered payroll	\$ 8,843,234	\$ 8,687,064	\$ 8,440,406	\$ 8,049,626	\$ 8,309,065	\$ 7,492,355
Contributions as a percentage of covered payroll	37.14%	30.56%	27.36%	35.51%	44.25%	25.00%

**Valuation Date:** December 31, 2019

Actuarially determined contribution amounts are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which the contributions are required.

**Methods and assumptions used to determine contribution rates**

Actuarial cost method	Entry-age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	19 years
Asset valuation method	5-year smoothed
Inflation	2.50%
Salary increases	3.00%, long-term
Investment rate of return	7.35%, net of investment expense, including inflation
Retirement age	Age-based table of rates that are specific to the type of eligibility
Mortality	RP-2014 Group Annuity Mortality Table of a 50% male and 50% female

**Barry County**  
**Required Supplementary Information**  
**Barry County Retiree Health Care Plan**  
**Schedule of Changes in Net OPEB Liability (Asset) and Related Ratios**  
**Last Four Calendar Years**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>Total OPEB Liability</b>				
Service cost	\$ 41,258	\$ 46,640	\$ 46,640	\$ 42,251
Interest cost	76,993	73,452	71,285	94,130
Difference between expected and actual experience	361,374	-	-	(403,885)
Changes of assumptions	6,962	-	-	20,249
Benefit payments, including refunds of employee contributions	(89,733)	(90,549)	(83,410)	(74,777)
<b>Net Change in total OPEB Liability</b>	<b>396,854</b>	<b>29,543</b>	<b>34,515</b>	<b>(322,032)</b>
<i>Total OPEB Liability - Beginning</i>	<i>1,124,134</i>	<i>1,094,591</i>	<i>1,060,076</i>	<i>1,382,108</i>
<b>Total OPEB Liability - Ending (a)</b>	<b>\$ 1,520,988</b>	<b>\$ 1,124,134</b>	<b>\$ 1,094,591</b>	<b>\$ 1,060,076</b>
 <b>Plan Fiduciary Net Position</b>				
Employer contribution	\$ 55,660	\$ 27,191	\$ 45,173	\$ 44,136
Net investment income (loss)	198,176	185,723	(50,748)	171,405
Benefit payments, including refunds of employee contributions	(89,733)	(65,554)	(69,904)	(74,777)
Administrative expenses	(2,689)	(2,652)	(3,494)	(3,318)
<b>Net Change in Plan Fiduciary Net Position</b>	<b>161,414</b>	<b>144,708</b>	<b>(78,973)</b>	<b>137,446</b>
<i>Plan Fiduciary Net Position - Beginning</i>	<i>1,500,581</i>	<i>1,355,873</i>	<i>1,434,846</i>	<i>1,297,400</i>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<b>\$ 1,661,995</b>	<b>\$ 1,500,581</b>	<b>\$ 1,355,873</b>	<b>\$ 1,434,846</b>
 <b>Net OPEB Liability (Asset) - Ending (a) - (b)</b>	<b>\$ (141,007)</b>	<b>\$ (376,447)</b>	<b>\$ (261,282)</b>	<b>\$ (374,770)</b>
 Plan fiduciary net position as a percentage of total OPEB liability	109.27%	133.49%	123.87%	135.35%
 Covered payroll	\$ 9,269,654	\$ 8,522,984	\$ 8,547,799	\$ 8,672,124
 Net OPEB liability (asset) as a percentage of covered payroll	-1.52%	-4.42%	-3.06%	-4.32%

\* Built prospectively upon implementation on GASB 75. Ultimately, 10 years of data will be presented.

**Barry County**  
**Required Supplementary Information**  
**Barry County Retiree Health Care Plan**  
**Schedule of Contributions**  
**Last Four Calendar Years**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially determined contribution	\$ 51,376	\$ 25,705	\$ 24,776	\$ 48,731
Contributions in relation to the actuarially determined contribution	55,660	27,191	45,173	44,136
Contribution deficiency (excess)	<u>\$ (4,284)</u>	<u>\$ (1,486)</u>	<u>\$ (20,397)</u>	<u>\$ 4,595</u>
 Covered employee payroll	 \$ 9,269,654	 \$ 8,522,984	 \$ 8,547,799	 \$ 8,672,124
 Contributions as a percentage of covered employee payroll	 0.60%	 0.32%	 0.53%	 0.51%

**Valuation Date: December 31, 2019**

**Methods and assumptions used to determine contribution rates**

Actuarial cost method	Entry-age normal
Amortization method	Level percent of payroll
Remaining amortization period	28 years, closed
Asset valuation method	Market value
Inflation	2.50%
Salary increases (merit / longevity increased plus wage inflation increases)	3.00% to 9.70%
Investment rate of return	7.00%, net of OPEB plan investment expense
Retirement age	Based on service, 100% retirement at age 70
Health care trend rate	Ranges from 3.50% to 7.75%
Mortality	RP-2014 employee tables for males and females; projected using scale MP-2019

*\* Built prospectively upon implementation on GASB 75. Ultimately, 10 years of data will be presented.*

**Barry County**  
**Required Supplementary Information**  
**Barry County Retiree Health Plan**  
**Schedule of Investment Returns - OPEB**  
**Last Four Calendar Years**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual Money-weighted Rate of Return, Net of Investment Expenses	12.4%	12.8%	-3.9%	12.3%

## **OTHER SUPPLEMENTARY INFORMATION**

**Barry County**  
**General Fund Combining Balance Sheet**  
**All Funds Treated as General**  
**December 31, 2020**

	<u>General</u>	<u>Building Rehab</u>	<u>Parks and Recreation</u>	<u>Agriculture Preservation</u>	<u>Master Land Use Program</u>	<u>Total General Funds</u>
<b>ASSETS</b>						
Cash and investments	\$ 1,221,885	\$ 2,797,423	\$ 104,316	\$ 13,155	\$ 60,000	\$ 4,196,779
Taxes receivable	231,009	--	--	--	--	231,009
Due from other governments	603,676	--	--	--	--	603,676
Due from other funds	610,910	--	--	--	--	610,910
Advance to other funds	64,051	--	--	--	--	64,051
<i><b>Total Assets</b></i>	<u><b>\$ 2,731,531</b></u>	<u><b>\$ 2,797,423</b></u>	<u><b>\$ 104,316</b></u>	<u><b>\$ 13,155</b></u>	<u><b>\$ 60,000</b></u>	<u><b>\$ 5,706,425</b></u>
<b>LIABILITIES</b>						
Accounts payable	\$ 163,902	\$ 44,613	\$ 16,560	\$ 6,000	\$ --	\$ 231,075
Accrued liabilities	281,207	--	803	--	--	282,010
<i><b>Total Liabilities</b></i>	<u><b>445,109</b></u>	<u><b>44,613</b></u>	<u><b>17,363</b></u>	<u><b>6,000</b></u>	<u><b>--</b></u>	<u><b>513,085</b></u>
<b>FUND BALANCE</b>						
Nonspendable	64,051	--	--	--	--	64,051
Committed	--	2,752,810	86,953	7,155	--	2,846,918
Assigned	--	--	--	--	60,000	60,000
Unassigned	2,222,371	--	--	--	--	2,222,371
<i><b>Total Fund Balance</b></i>	<u><b>2,286,422</b></u>	<u><b>2,752,810</b></u>	<u><b>86,953</b></u>	<u><b>7,155</b></u>	<u><b>60,000</b></u>	<u><b>5,193,340</b></u>
<i><b>Total Liabilities and Fund Balance</b></i>	<u><b>\$ 2,731,531</b></u>	<u><b>\$ 2,797,423</b></u>	<u><b>\$ 104,316</b></u>	<u><b>\$ 13,155</b></u>	<u><b>\$ 60,000</b></u>	<u><b>\$ 5,706,425</b></u>



**Barry County**  
**General Fund Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**All Funds Treated as General**  
**For the Year Ended December 31, 2020**

	<u>General</u>	<u>Building Rehab</u>	<u>Parks and Recreation</u>	<u>Agriculture Preservation</u>	<u>Master Land Use Program</u>	<u>Elimination</u>	<u>Total General Funds</u>
<b>Revenues</b>							
Taxes	\$ 12,583,498	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 12,583,498
Intergovernmental	2,674,176	--	--	--	--	--	2,674,176
Licenses and permits	79,003	--	--	--	--	--	79,003
Charges for services	1,630,908	--	--	--	--	--	1,630,908
Fines and forfeitures	31,543	--	--	--	--	--	31,543
Interest and rentals	225,517	5,147	--	--	--	--	230,664
Other revenues	65,389	--	--	--	--	--	65,389
<b>Total Revenues</b>	<u>17,290,034</u>	<u>5,147</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>17,295,181</u>
<b>Expenditures</b>							
General government	6,330,378	162,513	--	--	--	--	6,492,891
Public safety	6,145,538	30,282	--	--	--	--	6,175,820
Public works	49,640	--	--	--	--	--	49,640
Health and welfare	1,282,185	--	--	--	--	--	1,282,185
Community and economic development	456,717	--	--	22,872	--	--	479,589
Recreation and cultural	--	--	75,724	--	--	--	75,724
Other	671,438	--	--	--	--	--	671,438
<b>Total Expenditures</b>	<u>14,935,896</u>	<u>192,795</u>	<u>75,724</u>	<u>22,872</u>	<u>--</u>	<u>--</u>	<u>15,227,287</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>2,354,138</u>	<u>(187,648)</u>	<u>(75,724)</u>	<u>(22,872)</u>	<u>--</u>	<u>--</u>	<u>2,067,894</u>
<b>Other Financing Sources (Uses)</b>							
Transfers in	958,605	596,675	76,800	25,000	--	(698,475)	958,605
Transfers out	(3,312,743)	--	--	--	--	698,475	(2,614,268)
<b>Net Other Financing Sources (Uses)</b>	<u>(2,354,138)</u>	<u>596,675</u>	<u>76,800</u>	<u>25,000</u>	<u>--</u>	<u>--</u>	<u>(1,655,663)</u>
<b>Net Change in Fund Balance</b>	<u>--</u>	<u>409,027</u>	<u>1,076</u>	<u>2,128</u>	<u>--</u>	<u>--</u>	<u>412,231</u>
<b>Fund Balance at Beginning of Period</b>	<u>2,286,422</u>	<u>2,343,783</u>	<u>85,877</u>	<u>5,027</u>	<u>60,000</u>	<u>--</u>	<u>4,781,109</u>
<b>Fund Balance at End of Period</b>	<u>\$ 2,286,422</u>	<u>\$ 2,752,810</u>	<u>\$ 86,953</u>	<u>\$ 7,155</u>	<u>\$ 60,000</u>	<u>\$ --</u>	<u>\$ 5,193,340</u>

**Barry County**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2020**

	Special Revenue							
	Register of Deeds Automation	Local Corrections Officer Training	Victim Services Unit	Indigent Defense	Concealed Pistol License	Drug Law Enforcement	Special Investigation	Crime Victims' Rights Week
<b>ASSETS</b>								
Cash and investments	\$ 152,206	\$ 73,010	\$ 4,730	\$ 468,407	\$ 207,101	\$ 9,562	\$ 9,532	\$ --
Accounts receivable	--	--	--	--	--	--	--	--
Taxes receivable	--	--	--	--	--	--	--	--
Loans receivable, net	--	--	--	--	--	--	--	--
Due from other governments	--	--	--	--	--	--	--	17,326
<i>Total Assets</i>	<b>\$ 152,206</b>	<b>\$ 73,010</b>	<b>\$ 4,730</b>	<b>\$ 468,407</b>	<b>\$ 207,101</b>	<b>\$ 9,562</b>	<b>\$ 9,532</b>	<b>\$ 17,326</b>
<b>LIABILITIES</b>								
Accounts payable	\$ 57	\$ --	\$ 434	\$ 1,085	\$ --	\$ --	\$ --	\$ --
Accrued liabilities	513	--	--	6,707	108	--	--	1,997
Unearned revenue	--	--	--	460,615	--	--	--	--
Due to other funds	--	--	--	--	--	--	--	1,358
Advance from other funds	--	--	--	--	--	--	--	--
<i>Total Liabilities</i>	<b>570</b>	<b>--</b>	<b>434</b>	<b>468,407</b>	<b>108</b>	<b>--</b>	<b>--</b>	<b>3,355</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Revenues intended to finance a subsequent year	--	--	--	--	--	--	--	--
<i>Total Liabilities and Deferred Inflows of Resources</i>	<b>570</b>	<b>--</b>	<b>434</b>	<b>468,407</b>	<b>108</b>	<b>--</b>	<b>--</b>	<b>3,355</b>
<b>FUND BALANCE</b>								
Nonspendable	--	--	--	--	--	--	--	--
Restricted	151,636	73,010	4,296	--	206,993	9,562	--	13,971
Committed	--	--	--	--	--	--	9,532	--
Unassigned	--	--	--	--	--	--	--	--
<i>Total Fund Balance</i>	<b>151,636</b>	<b>73,010</b>	<b>4,296</b>	<b>--</b>	<b>206,993</b>	<b>9,562</b>	<b>9,532</b>	<b>13,971</b>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balance</i>	<b>\$ 152,206</b>	<b>\$ 73,010</b>	<b>\$ 4,730</b>	<b>\$ 468,407</b>	<b>\$ 207,101</b>	<b>\$ 9,562</b>	<b>\$ 9,532</b>	<b>\$ 17,326</b>

**Barry County**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2020**

	Special Revenue							
	Law Library	Commission on Aging	CDBG Housing	Middleville Police Services	MSHDA Home Program	Swift and Sure Program	56B Sobriety Court	Community Corrections
<b>ASSETS</b>								
Cash and investments	\$ 5,489	\$ 988,079	\$ 48,114	\$ --	\$ --	\$ 35,455	\$ 58,697	\$ --
Accounts receivable	--	--	--	--	13,312	--	--	--
Taxes receivable	--	1,008,794	--	--	--	--	--	--
Loans receivable, net	--	--	928,659	--	--	--	--	--
Due from other governments	--	50,698	--	67,400	--	25,728	22,145	23,806
<b>Total Assets</b>	<b>\$ 5,489</b>	<b>\$ 2,047,571</b>	<b>\$ 976,773</b>	<b>\$ 67,400</b>	<b>\$ 13,312</b>	<b>\$ 61,183</b>	<b>\$ 80,842</b>	<b>\$ 23,806</b>
<b>LIABILITIES</b>								
Accounts payable	\$ --	\$ 19,781	\$ --	\$ --	\$ --	\$ --	\$ 1,180	\$ 2,640
Accrued liabilities	--	35,079	--	6,736	--	2,838	3,585	1,460
Unearned revenue	--	--	--	--	--	--	--	--
Due to other funds	--	--	--	60,664	--	--	--	11,923
Advance from other funds	--	--	--	--	--	--	--	--
<b>Total Liabilities</b>	<b>--</b>	<b>54,860</b>	<b>--</b>	<b>67,400</b>	<b>--</b>	<b>2,838</b>	<b>4,765</b>	<b>16,023</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Revenues intended to finance a subsequent year	--	1,123,220	--	--	--	--	--	--
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>--</b>	<b>1,178,080</b>	<b>--</b>	<b>67,400</b>	<b>--</b>	<b>2,838</b>	<b>4,765</b>	<b>16,023</b>
<b>FUND BALANCE</b>								
Nonspendable	--	--	--	--	--	--	--	--
Restricted	--	869,491	976,773	--	13,312	--	76,077	--
Committed	5,489	--	--	--	--	58,345	--	7,783
Unassigned	--	--	--	--	--	--	--	--
<b>Total Fund Balance</b>	<b>5,489</b>	<b>869,491</b>	<b>976,773</b>	<b>--</b>	<b>13,312</b>	<b>58,345</b>	<b>76,077</b>	<b>7,783</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 5,489</b>	<b>\$ 2,047,571</b>	<b>\$ 976,773</b>	<b>\$ 67,400</b>	<b>\$ 13,312</b>	<b>\$ 61,183</b>	<b>\$ 80,842</b>	<b>\$ 23,806</b>

**Barry County**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2020**

	Special Revenue							
	Adult Drug Court	Michigan Justice Training	Social Welfare	Child Care Fund	Juvenile Continuum of Care	Diverted Felons	Charlton Park	Friend of the Court
<b>ASSETS</b>								
Cash and investments	\$ 244,718	\$ 18,594	\$ 100,903	\$ 2,603,928	\$ 4,574	\$ 669,577	\$ 424,010	\$ 674,225
Accounts receivable	--	--	--	--	--	--	--	--
Taxes receivable	--	--	--	--	--	--	464,184	--
Loans receivable, net	--	--	--	--	--	--	--	--
Due from other governments	28,158	--	--	46,212	6,230	--	--	158,280
<b>Total Assets</b>	<b>\$ 272,876</b>	<b>\$ 18,594</b>	<b>\$ 100,903</b>	<b>\$ 2,650,140</b>	<b>\$ 10,804</b>	<b>\$ 669,577</b>	<b>\$ 888,194</b>	<b>\$ 832,505</b>
<b>LIABILITIES</b>								
Accounts payable	\$ 650	\$ 5,859	\$ --	\$ 37,676	\$ --	\$ --	\$ 4,996	\$ --
Accrued liabilities	3,520	--	--	10,779	--	--	8,089	31,596
Unearned revenue	--	--	--	--	--	--	--	--
Due to other funds	--	--	--	--	--	--	--	--
Advance from other funds	--	--	--	--	--	--	64,051	--
<b>Total Liabilities</b>	<b>4,170</b>	<b>5,859</b>	<b>--</b>	<b>48,455</b>	<b>--</b>	<b>--</b>	<b>77,136</b>	<b>31,596</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Revenues intended to finance a subsequent year	--	--	--	--	--	--	516,826	--
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>4,170</b>	<b>5,859</b>	<b>--</b>	<b>48,455</b>	<b>--</b>	<b>--</b>	<b>593,962</b>	<b>31,596</b>
<b>FUND BALANCE</b>								
Nonspendable	--	--	--	--	--	--	--	--
Restricted	--	12,735	--	--	10,804	669,577	--	--
Committed	268,706	--	100,903	2,601,685	--	--	294,232	800,909
Unassigned	--	--	--	--	--	--	--	--
<b>Total Fund Balance</b>	<b>268,706</b>	<b>12,735</b>	<b>100,903</b>	<b>2,601,685</b>	<b>10,804</b>	<b>669,577</b>	<b>294,232</b>	<b>800,909</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 272,876</b>	<b>\$ 18,594</b>	<b>\$ 100,903</b>	<b>\$ 2,650,140</b>	<b>\$ 10,804</b>	<b>\$ 669,577</b>	<b>\$ 888,194</b>	<b>\$ 832,505</b>

**Barry County**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2020**

	Special Revenue															
		Sheriff K-9 Donation	Animal Shelter T.N.R. Grant 2016	Solid Waste	C SNIP Donation	Animal Shelter Donation	Community Resource Network	Remonumentation								
ASSETS																
Cash and investments	\$	1,360	\$	7,935	\$	9,571	\$	226,688	\$	1,921	\$	274,855	\$	11,044	\$	--
Accounts receivable		--	--	--	22,788	--	--	--	--	--	--	--	--	--	--	--
Taxes receivable		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Loans receivable, net		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Due from other governments		--	--	--	--	--	--	--	--	--	--	--	--	--	30,800	
Total Assets	\$	1,360	\$	7,935	\$	9,571	\$	249,476	\$	1,921	\$	274,855	\$	11,044	\$	30,800
LIABILITIES																
Accounts payable	\$	--	\$	--	\$	--	\$	654	\$	--	\$	--	\$	--	\$	--
Accrued liabilities		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Unearned revenue		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Due to other funds		--	--	--	--	--	--	--	--	--	--	--	--	--	11,318	
Advance from other funds		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Total Liabilities		--	--	--	654	--	--	--	--	--	--	--	--	--	11,318	
DEFERRED INFLOWS OF RESOURCES																
Revenues intended to finance a subsequent year		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Total Liabilities and Deferred Inflows of Resources		--	--	--	654	--	--	--	--	--	--	--	--	--	11,318	
FUND BALANCE																
Nonspendable		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Restricted		1,360	7,935	9,571	--	1,921	274,855	11,044	--	--	--	--	--	--	--	--
Committed		--	--	--	248,822	--	--	--	--	--	--	--	--	--	19,482	
Unassigned		--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Total Fund Balance		1,360	7,935	9,571	248,822	1,921	274,855	11,044	19,482							
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$	1,360	\$	7,935	\$	9,571	\$	249,476	\$	1,921	\$	274,855	\$	11,044	\$	30,800

**Barry County**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2020**

	Special Revenue		Debt Service			Capital Projects		Permanent	Total Nonmajor Governmental Funds
	Two Seven Oh Inc. T.N.R	C.V.S.F. - Veterans Affairs	Friend of the Court Renovation	Thornapple Manor 2012 Bonds	Authority Thornapple Manor Debt	McKeown Bridge Construction	Capital Replacement	Cemetery Perpetual Care	
<b>ASSETS</b>									
Cash and investments	\$ --	\$ --	\$ 29,344	\$ 2,473	\$ 462,330	\$ 8,721	\$ 636,998	\$ 31,794	\$ 8,505,945
Accounts receivable	--	--	--	--	--	--	--	--	36,100
Taxes receivable	--	--	--	--	1,436,195	--	--	--	2,909,173
Loans receivable, net	--	--	--	--	--	--	--	--	928,659
Due from other governments	--	--	--	--	--	--	--	--	476,783
<i>Total Assets</i>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 29,344</u>	<u>\$ 2,473</u>	<u>\$ 1,898,525</u>	<u>\$ 8,721</u>	<u>\$ 636,998</u>	<u>\$ 31,794</u>	<u>\$ 12,856,660</u>
<b>LIABILITIES</b>									
Accounts payable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 75,012
Accrued liabilities	--	--	--	--	--	--	--	--	113,007
Unearned revenue	--	--	--	--	--	--	--	--	460,615
Due to other funds	--	--	--	--	5,132	--	--	--	90,395
Advance from other funds	--	--	--	--	--	--	--	--	64,051
<i>Total Liabilities</i>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>5,132</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>803,080</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Revenues intended to finance a subsequent year	--	--	--	--	1,598,086	--	--	--	3,238,132
<i>Total Liabilities and Deferred Inflows of Resources</i>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,603,218</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>4,041,212</u>
<b>FUND BALANCE</b>									
Nonspendable	--	--	--	--	--	--	--	30,925	30,925
Restricted	--	--	29,344	2,473	295,307	--	--	869	3,722,916
Committed	--	--	--	--	--	8,721	636,998	--	5,061,607
Unassigned	--	--	--	--	--	--	--	--	--
<i>Total Fund Balance</i>	<u>--</u>	<u>--</u>	<u>29,344</u>	<u>2,473</u>	<u>295,307</u>	<u>8,721</u>	<u>636,998</u>	<u>31,794</u>	<u>8,815,448</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balance</i>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 29,344</u>	<u>\$ 2,473</u>	<u>\$ 1,898,525</u>	<u>\$ 8,721</u>	<u>\$ 636,998</u>	<u>\$ 31,794</u>	<u>\$ 12,856,660</u>

**Barry County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2020**

	Special Revenue							
	Register of Deeds Automation	Local Corrections Officer Training	Victim Services Unit	Indigent Defense	Concealed Pistol License	Drug Law Enforcement	Special Investigation	Crime Victims' Rights Week
Revenues								
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	1,010	322,549	--	--	--	66,174
Licenses and permits	--	--	--	--	54,637	--	--	--
Charges for services	72,620	6,665	--	--	--	--	--	--
Interest and rentals	142	--	15	--	--	--	15	--
Other revenues	--	--	--	--	--	--	--	--
Total Revenues	72,762	6,665	1,025	322,549	54,637	--	15	66,174
Expenditures								
General government	47,862	--	--	555,000	--	--	--	67,168
Public safety	--	1,360	1,941	--	9,224	--	--	--
Public works	--	--	--	--	--	--	--	--
Health and welfare	--	--	--	--	--	--	--	--
Recreation and cultural	--	--	--	--	--	--	--	--
Debt service, principal	--	--	--	--	--	--	--	--
Debt service, interest	--	--	--	--	--	--	--	--
Capital outlay	--	--	--	--	--	--	--	--
Total Expenditures	47,862	1,360	1,941	555,000	9,224	--	--	67,168
Excess of Revenues Over (Under) Expenditures	24,900	5,305	(916)	(232,451)	45,413	--	15	(994)
Other Financing Sources								
Sale of capital assets	--	--	--	--	--	--	--	--
Transfers in	--	--	--	231,302	--	--	--	--
Net Other Financing Sources	--	--	--	231,302	--	--	--	--
Net Change in Fund Balance	24,900	5,305	(916)	(1,149)	45,413	--	15	(994)
Fund Balance at Beginning of Period	126,736	67,705	5,212	1,149	161,580	9,562	9,517	14,965
Fund Balance at End of Period	\$ 151,636	\$ 73,010	\$ 4,296	\$ --	\$ 206,993	\$ 9,562	\$ 9,532	\$ 13,971

**Barry County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2020**

	Special Revenue							
	Law Library	Commission on Aging	CDBG Housing	Middleville Police Services	MSHDA Home Program	Swift and Sure Program	56B Sobriety Court	Community Corrections
Revenues								
Taxes	\$ --	\$ 1,083,211	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental	6,500	410,703	--	284,675	--	118,734	113,426	90,193
Licenses and permits	--	--	--	--	--	--	--	--
Charges for services	--	185,270	--	--	--	7,612	12,277	--
Interest and rentals	--	2,300	6	--	--	--	--	--
Other revenues	--	2,507	7,133	--	--	--	--	--
Total Revenues	6,500	1,683,991	7,139	284,675	--	126,346	125,703	90,193
Expenditures								
General government	19,908	--	--	--	--	145,124	135,678	--
Public safety	--	--	--	284,675	--	--	--	91,876
Public works	--	--	--	--	--	--	--	--
Health and welfare	--	1,705,289	52,043	--	--	--	--	--
Recreation and cultural	--	--	--	--	--	--	--	--
Debt service, principal	--	--	--	--	--	--	--	--
Debt service, interest	--	--	--	--	--	--	--	--
Capital outlay	--	--	--	--	--	--	--	--
Total Expenditures	19,908	1,705,289	52,043	284,675	--	145,124	135,678	91,876
Excess of Revenues Over (Under) Expenditures	(13,408)	(21,298)	(44,904)	--	--	(18,778)	(9,975)	(1,683)
Other Financing Sources								
Sale of capital assets	--	--	--	--	--	--	--	--
Transfers in	18,500	--	--	--	--	37,272	21,368	--
Net Other Financing Sources	18,500	--	--	--	--	37,272	21,368	--
Net Change in Fund Balance	5,092	(21,298)	(44,904)	--	--	18,494	11,393	(1,683)
Fund Balance at Beginning of Period	397	890,789	1,021,677	--	13,312	39,851	64,684	9,466
Fund Balance at End of Period	\$ 5,489	\$ 869,491	\$ 976,773	\$ --	\$ 13,312	\$ 58,345	\$ 76,077	\$ 7,783



**Barry County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2020**

	Special Revenue							
	Adult Drug Court	Michigan Justice Training	Social Welfare	Child Care Fund	Juvenile Continuum of Care	Diverted Felons	Charlton Park	Friend of the Court
Revenues								
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 498,582	\$ --
Intergovernmental	126,765	3,706	--	445,471	--	121,600	36,765	942,217
Licenses and permits	--	--	--	--	--	--	--	--
Charges for services	13,171	--	--	--	--	--	2,156	19,685
Interest and rentals	--	--	839	--	--	--	7,435	--
Other revenues	--	--	--	--	--	--	46	--
Total Revenues	139,936	3,706	839	445,471	--	121,600	544,984	961,902
Expenditures								
General government	161,052	--	6,559	--	--	--	--	1,164,979
Public safety	--	5,203	--	--	--	--	--	--
Public works	--	--	--	--	--	--	--	--
Health and welfare	--	--	--	913,162	--	--	--	--
Recreation and cultural	--	--	--	--	--	--	571,335	--
Debt service, principal	--	--	--	--	--	--	--	--
Debt service, interest	--	--	--	--	--	--	--	--
Capital outlay	--	--	--	--	--	--	--	--
Total Expenditures	161,052	5,203	6,559	913,162	--	--	571,335	1,164,979
Excess of Revenues Over (Under) Expenditures	(21,116)	(1,497)	(5,720)	(467,691)	--	121,600	(26,351)	(203,077)
Other Financing Sources								
Sale of capital assets	--	--	--	--	--	--	43,900	--
Transfers in	21,116	--	7,840	467,691	--	--	--	203,077
Net Other Financing Sources	21,116	--	7,840	467,691	--	--	43,900	203,077
Net Change in Fund Balance	--	(1,497)	2,120	--	--	121,600	17,549	--
Fund Balance at Beginning of Period	268,706	14,232	98,783	2,601,685	10,804	547,977	276,683	800,909
Fund Balance at End of Period	\$ 268,706	\$ 12,735	\$ 100,903	\$ 2,601,685	\$ 10,804	\$ 669,577	\$ 294,232	\$ 800,909

**Barry County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2020**

	Special Revenue							
	Bench Warrant	Sheriff K-9 Donation	Animal Shelter T.N.R. Grant 2016	Solid Waste	C SNIP Donation	Animal Shelter Donation	Community Resource Network	Remonumentation
Revenues								
Taxes	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental	--	--	10,000	--	--	16,352	2,600	48,495
Licenses and permits	--	--	--	--	--	--	--	--
Charges for services	--	--	--	82,767	--	--	--	--
Interest and rentals	--	--	--	--	--	962	21	--
Other revenues	--	--	--	--	--	--	--	--
Total Revenues	--	--	10,000	82,767	--	17,314	2,621	48,495
Expenditures								
General government	--	--	--	--	--	--	--	74,451
Public safety	--	--	--	--	--	--	--	--
Public works	--	--	--	29,045	--	--	--	--
Health and welfare	--	--	5,391	--	--	21,157	2,856	--
Recreation and cultural	--	--	--	--	--	--	--	--
Debt service, principal	--	--	--	--	--	--	--	--
Debt service, interest	--	--	--	--	--	--	--	--
Capital outlay	--	--	--	--	--	--	--	--
Total Expenditures	--	--	5,391	29,045	--	21,157	2,856	74,451
Excess of Revenues Over (Under) Expenditures	--	--	4,609	53,722	--	(3,843)	(235)	(25,956)
Other Financing Sources								
Sale of capital assets	--	--	--	--	--	--	--	--
Transfers in	--	--	--	1,100	--	--	--	23,725
Net Other Financing Sources	--	--	--	1,100	--	--	--	23,725
Net Change in Fund Balance	--	--	4,609	54,822	--	(3,843)	(235)	(2,231)
Fund Balance at Beginning of Period	1,360	7,935	4,962	194,000	1,921	278,698	11,279	21,713
Fund Balance at End of Period	\$ 1,360	\$ 7,935	\$ 9,571	\$ 248,822	\$ 1,921	\$ 274,855	\$ 11,044	\$ 19,482

**Barry County**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2020**

	Special Revenue		Debt Service			Capital Projects		Permanent	Total Nonmajor Governmental Funds
	Two Seven Oh Inc. T.N.R	C.V.S.F. - Veterans Affairs	Friend of the Court Renovation	Thornapple Manor 2012 Bonds	Authority Thornapple Manor Debt	McKeown Bridge Construction	Capital Replacement	Cemetery Perpetual Care	
<b>Revenues</b>									
Taxes	\$ --	\$ --	\$ --	\$ --	\$ 1,579,273	\$ --	\$ --	\$ --	\$ 3,161,066
Intergovernmental	14,039	25,000	--	390,988	--	--	--	--	3,597,962
Licenses and permits	--	--	--	--	--	--	--	--	54,637
Charges for services	--	--	--	--	--	--	--	--	402,223
Interest and rentals	--	--	--	--	1,700	--	--	376	13,811
Other revenues	--	--	--	--	--	--	854	--	10,540
<b>Total Revenues</b>	<b>14,039</b>	<b>25,000</b>	<b>--</b>	<b>390,988</b>	<b>1,580,973</b>	<b>--</b>	<b>854</b>	<b>376</b>	<b>7,240,239</b>
<b>Expenditures</b>									
General government	--	--	--	391,238	4,938	--	10,523	--	2,784,480
Public safety	--	--	--	--	--	--	--	--	394,279
Public works	--	--	750	--	--	--	--	--	29,795
Health and welfare	14,039	25,000	--	--	--	--	--	--	2,738,937
Recreation and cultural	--	--	--	--	--	--	--	--	571,335
Debt service, principal	--	--	75,000	--	1,240,000	--	--	--	1,315,000
Debt service, interest	--	--	6,563	--	324,600	--	--	--	331,163
Capital outlay	--	--	--	--	--	--	72,208	--	72,208
<b>Total Expenditures</b>	<b>14,039</b>	<b>25,000</b>	<b>82,313</b>	<b>391,238</b>	<b>1,569,538</b>	<b>--</b>	<b>82,731</b>	<b>--</b>	<b>8,237,197</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>--</b>	<b>--</b>	<b>(82,313)</b>	<b>(250)</b>	<b>11,435</b>	<b>--</b>	<b>(81,877)</b>	<b>376</b>	<b>(996,958)</b>
<b>Other Financing Sources</b>									
Sale of capital assets	--	--	--	--	--	--	--	--	43,900
Transfers in	--	--	84,500	--	--	--	162,729	--	1,280,220
<b>Net Other Financing Sources</b>	<b>--</b>	<b>--</b>	<b>84,500</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>162,729</b>	<b>--</b>	<b>1,324,120</b>
<b>Net Change in Fund Balance</b>	<b>--</b>	<b>--</b>	<b>2,187</b>	<b>(250)</b>	<b>11,435</b>	<b>--</b>	<b>80,852</b>	<b>376</b>	<b>327,162</b>
<i>Fund Balance at Beginning of Period</i>	--	--	27,157	2,723	283,872	8,721	556,146	31,418	8,488,286
<b>Fund Balance at End of Period</b>	<b>\$ --</b>	<b>\$ --</b>	<b>\$ 29,344</b>	<b>\$ 2,473</b>	<b>\$ 295,307</b>	<b>\$ 8,721</b>	<b>\$ 636,998</b>	<b>\$ 31,794</b>	<b>\$ 8,815,448</b>

**Barry County**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**December 31, 2020**

	Enterprise						
	<u>2018 Delinquent Tax Revolving</u>	<u>Foreclosure Fund</u>	<u>Jail Commissary</u>	<u>2017 Delinquent Tax Revolving</u>	<u>2019 Delinquent Tax Revolving</u>	<u>2020 Delinquent Tax Revolving</u>	<u>Total Enterprise Funds</u>
<b>ASSETS</b>							
<i>Current Assets</i>							
Cash and investments	\$ 178,973	\$ 2,025,340	\$ 143,243	\$ --	\$ 147,620	\$ 36,018	\$ 2,531,194
Accounts receivable	--	85	--	--	--	--	85
Taxes receivable	397,541	--	--	--	1,372,429	520,515	2,290,485
<b>Total Assets</b>	<u>576,514</u>	<u>2,025,425</u>	<u>143,243</u>	<u>--</u>	<u>1,520,049</u>	<u>556,533</u>	<u>4,821,764</u>
<b>LIABILITIES</b>							
<i>Current Liabilities</i>							
Accounts payable	5,155	--	6,401	--	--	--	11,556
Accrued liabilities	--	--	--	--	18,790	34,031	52,821
Due to other governments	5,540	--	--	--	--	--	5,540
Due to other funds	--	--	--	--	--	520,515	520,515
<b>Total Current Liabilities</b>	<u>10,695</u>	<u>--</u>	<u>6,401</u>	<u>--</u>	<u>18,790</u>	<u>554,546</u>	<u>590,432</u>
<i>Noncurrent Liabilities</i>							
Advance from other funds	--	--	--	--	1,084,000	--	1,084,000
<b>Total Liabilities</b>	<u>10,695</u>	<u>--</u>	<u>6,401</u>	<u>--</u>	<u>1,102,790</u>	<u>554,546</u>	<u>1,674,432</u>
<b>NET POSITION</b>							
<i>Unrestricted</i>	565,819	2,025,425	136,842	--	417,259	1,987	3,147,332
<b>Total Net Position</b>	<u>\$ 565,819</u>	<u>\$ 2,025,425</u>	<u>\$ 136,842</u>	<u>\$ --</u>	<u>\$ 417,259</u>	<u>\$ 1,987</u>	<u>\$ 3,147,332</u>

**Barry County**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Nonmajor Enterprise Funds**  
**For the Year Ended December 31, 2020**

	Enterprise						
	2018 Delinquent Tax Revolving	Foreclosure Fund	Jail Commissary	2017 Delinquent Tax Revolving	2019 Delinquent Tax Revolving	2020 Delinquent Tax Revolving	Total Enterprise Funds
<b>Operating Revenues</b>							
Charges for services	\$ 39,994	\$ 198,442	\$ 106,950	\$ --	\$ 171,305	\$ 1,341	\$ 518,032
Interest and penalties on delinquent taxes	134,722	--	--	--	242,003	635	377,360
<b>Total Operating Revenues</b>	<b>174,716</b>	<b>198,442</b>	<b>106,950</b>	<b>--</b>	<b>413,308</b>	<b>1,976</b>	<b>895,392</b>
<b>Operating Expenses</b>							
Operations	27,704	1,000	152,111	--	3,522	--	184,337
<b>Total Operating Expenses</b>	<b>27,704</b>	<b>1,000</b>	<b>152,111</b>	<b>--</b>	<b>3,522</b>	<b>--</b>	<b>184,337</b>
<b>Operating Income (Loss)</b>	<b>147,012</b>	<b>197,442</b>	<b>(45,161)</b>	<b>--</b>	<b>409,786</b>	<b>1,976</b>	<b>711,055</b>
<b>Non-Operating Revenues</b>							
Interest income	247	5,715	--	--	415	11	6,388
<b>Net Non-Operating Revenues</b>	<b>247</b>	<b>5,715</b>	<b>--</b>	<b>--</b>	<b>415</b>	<b>11</b>	<b>6,388</b>
<b>Income Before Transfers</b>	<b>147,259</b>	<b>203,157</b>	<b>(45,161)</b>	<b>--</b>	<b>410,201</b>	<b>1,987</b>	<b>717,443</b>
Transfers in	17,444	--	--	--	5,602	--	23,046
Transfers out	--	(23,046)	--	(590,204)	--	--	(613,250)
<b>Change In Net Position</b>	<b>164,703</b>	<b>180,111</b>	<b>(45,161)</b>	<b>(590,204)</b>	<b>415,803</b>	<b>1,987</b>	<b>127,239</b>
<i>Net Position at Beginning of Period</i>	401,116	1,845,314	182,003	590,204	1,456	--	3,020,093
<b>Net Position at End of Period</b>	<b>\$ 565,819</b>	<b>\$ 2,025,425</b>	<b>\$ 136,842</b>	<b>\$ --</b>	<b>\$ 417,259</b>	<b>\$ 1,987</b>	<b>\$ 3,147,332</b>

**Barry County**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the Year Ended December 31, 2020**

	<b>Enterprise</b>						
	<b>2018 Delinquent Tax Revolving</b>	<b>Foreclosure Fund</b>	<b>Jail Commissary</b>	<b>2017 Delinquent Tax Revolving</b>	<b>2019 Delinquent Tax Revolving</b>	<b>2020 Delinquent Tax Revolving</b>	<b>Total Enterprise Funds</b>
<b>Cash Flows from Operating Activities</b>							
Cash received from customers and users	\$ 1,311,469	\$ 198,357	\$ 106,950	\$ 489,988	\$ (464,486)	\$ (518,539)	\$ 1,123,739
Cash payments to suppliers for goods and services	(22,549)	(1,000)	(152,047)	(12,194)	(9,026)	34,031	(162,785)
Cash payments to employees for services	-	-	-	-	-	-	-
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>1,288,920</b>	<b>197,357</b>	<b>(45,097)</b>	<b>477,794</b>	<b>(473,512)</b>	<b>(484,508)</b>	<b>960,954</b>
<b>Cash Flows from Noncapital Financing Activities</b>							
Transfers in	17,444	-	-	-	5,602	-	23,046
Transfers out	-	(23,046)	-	(590,204)	-	-	(613,250)
Interfund loans	(1,246,000)	-	-	-	589,365	520,515	(136,120)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>(1,228,556)</b>	<b>(23,046)</b>	<b>-</b>	<b>(590,204)</b>	<b>594,967</b>	<b>520,515</b>	<b>(726,324)</b>
<b>Cash flows from Investing Activities</b>							
Interest income	247	5,715	-	-	415	11	6,388
<b>Net Cash Provided by Investing Activities</b>	<b>247</b>	<b>5,715</b>	<b>-</b>	<b>-</b>	<b>415</b>	<b>11</b>	<b>6,388</b>
<b>Net Increase (Decrease) in Cash and Investments</b>	<b>60,611</b>	<b>180,026</b>	<b>(45,097)</b>	<b>(112,410)</b>	<b>121,870</b>	<b>36,018</b>	<b>241,018</b>
<i>Cash and Investments - Beginning of Year</i>	<i>118,362</i>	<i>1,845,314</i>	<i>188,340</i>	<i>112,410</i>	<i>25,750</i>	<i>-</i>	<i>2,290,176</i>
<b><i>Cash and Investments - End of Year</i></b>	<b><i>\$ 178,973</i></b>	<b><i>\$ 2,025,340</i></b>	<b><i>\$ 143,243</i></b>	<b><i>\$ -</i></b>	<b><i>\$ 147,620</i></b>	<b><i>\$ 36,018</i></b>	<b><i>\$ 2,531,194</i></b>

**Barry County**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the Year Ended December 31, 2020**

	<b>Enterprise</b>						
	<b>2018 Delinquent Tax Revolving</b>	<b>Foreclosure Fund</b>	<b>Jail Commissary</b>	<b>2017 Delinquent Tax Revolving</b>	<b>2019 Delinquent Tax Revolving</b>	<b>2020 Delinquent Tax Revolving</b>	<b>Total Enterprise Funds</b>
<b>Reconciliation of Operating Income (Loss) to</b>							
<b>Net Cash Provided by (Used in) Operating Activities</b>							
Operating Income (Loss)	\$ 147,012	\$ 197,442	\$ (45,161)	\$ -	\$ 409,786	\$ 1,976	\$ 711,055
<b>Adjustments to Reconcile Operating Income to</b>							
<b>Net Cash Provided by (Used in) Operating Activities</b>							
<b>Changes in Assets and Liabilities</b>							
Accounts receivable	-	(85)	-	-	-	-	(85)
Taxes receivable	1,136,753	-	-	489,988	(877,794)	(520,515)	228,432
Accounts payable	5,155	-	64	(5,700)	-	-	(481)
Accrued liabilities	-	-	-	-	(5,504)	34,031	28,527
Due to other governments	-	-	-	(6,494)	-	-	(6,494)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ 1,288,920</b>	<b>\$ 197,357</b>	<b>\$ (45,097)</b>	<b>\$ 477,794</b>	<b>\$ (473,512)</b>	<b>\$ (484,508)</b>	<b>\$ 960,954</b>

**Barry County**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**December 31, 2020**

	Internal Service					
	<u>Data Processing</u>	<u>Telephone</u>	<u>Vehicle Fund</u>	<u>Workers' Compensation Fund</u>	<u>Health Insurance</u>	<u>Disability Fund</u>
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and investments	\$ 1,289,867	\$ 49,298	\$ 926,311	\$ 178,679	\$ 190,815	\$ 225,514
Accounts receivable	--	--	--	--	--	--
<b>Total Current Assets</b>	<u>1,289,867</u>	<u>49,298</u>	<u>926,311</u>	<u>178,679</u>	<u>190,815</u>	<u>225,514</u>
<i>Noncurrent Assets</i>						
Capital assets not being depreciated	164,983	--	--	--	--	--
Capital assets being depreciated, net	214,523	--	465,366	--	--	--
<b>Total Assets</b>	<u>1,669,373</u>	<u>49,298</u>	<u>1,391,677</u>	<u>178,679</u>	<u>190,815</u>	<u>225,514</u>
<b>LIABILITIES</b>						
<i>Current Liabilities</i>						
Accounts payable	10,291	--	197	--	--	--
Accrued liabilities	--	--	--	--	--	5,033
<b>Total Liabilities</b>	<u>10,291</u>	<u>--</u>	<u>197</u>	<u>--</u>	<u>--</u>	<u>5,033</u>
<b>NET POSITION</b>						
Net investment in capital assets	379,506	--	465,366	--	--	--
<i>Unrestricted</i>	1,279,576	49,298	926,114	178,679	190,815	220,481
<b>Total Net Position</b>	<u>\$ 1,659,082</u>	<u>\$ 49,298</u>	<u>\$ 1,391,480</u>	<u>\$ 178,679</u>	<u>\$ 190,815</u>	<u>\$ 220,481</u>



**Barry County**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**December 31, 2020**

	Internal Service					
	<u>Fringe Benefit Fund</u>	<u>Life Insurance</u>	<u>Retirement</u>	<u>Dental and Optical</u>	<u>Unemployment</u>	<u>Total Internal Service Funds</u>
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and investments	\$ 1,746,165	\$ 10,279	\$ 136,235	\$ 103,264	\$ 301,290	\$ 5,157,717
Accounts receivable	--	--	128,172	--	--	128,172
<b>Total Current Assets</b>	<u>1,746,165</u>	<u>10,279</u>	<u>264,407</u>	<u>103,264</u>	<u>301,290</u>	<u>5,285,889</u>
<i>Noncurrent Assets</i>						
Capital assets not being depreciated	--	--	--	--	--	164,983
Capital assets being depreciated, net	--	--	--	--	--	679,889
<b>Total Assets</b>	<u>1,746,165</u>	<u>10,279</u>	<u>264,407</u>	<u>103,264</u>	<u>301,290</u>	<u>6,130,761</u>
<b>LIABILITIES</b>						
<i>Current Liabilities</i>						
Accounts payable	--	--	206,349	--	10,568	227,405
Accrued liabilities	--	--	--	--	--	5,033
<b>Total Liabilities</b>	<u>--</u>	<u>--</u>	<u>206,349</u>	<u>--</u>	<u>10,568</u>	<u>232,438</u>
<b>NET POSITION</b>						
Net investment in capital assets	--	--	--	--	--	844,872
<i>Unrestricted</i>	1,746,165	10,279	58,058	103,264	290,722	5,053,451
<b>Total Net Position</b>	<u>\$ 1,746,165</u>	<u>\$ 10,279</u>	<u>\$ 58,058</u>	<u>\$ 103,264</u>	<u>\$ 290,722</u>	<u>\$ 5,898,323</u>

**Barry County**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended December 31, 2020**

	Internal Service					
				Workers'		
	Data Processing	Telephone	Vehicle Fund	Compensation Fund	Health Insurance	Disability Fund
Operating Revenues						
Charges for services	\$ --	\$ 50,699	\$ --	\$ 185,170	\$ 1,923,762	\$ 64,265
Total Operating Revenues	--	50,699	--	185,170	1,923,762	64,265
Operating Expenses						
Operations	156,690	44,613	53,374	154,398	2,126,414	71,147
Depreciation	74,338	--	152,833	--	--	--
Total Operating Expenses	231,028	44,613	206,207	154,398	2,126,414	71,147
Operating Income (Loss)	(231,028)	6,086	(206,207)	30,772	(202,652)	(6,882)
Non-Operating Revenues						
Interest income	--	--	--	--	--	--
Gain on sale of capital assets	--	--	3,813	--	--	--
Other non-operating revenue	3,426	161	9,422	28,712	--	--
Net Non-Operating Revenues	3,426	161	13,235	28,712	--	--
Income Before Transfers	(227,602)	6,247	(192,972)	59,484	(202,652)	(6,882)
Transfers in	162,729	--	162,729	--	46,985	--
Transfers out	(10,042)	--	--	--	--	--
Change In Net Position	(74,915)	6,247	(30,243)	59,484	(155,667)	(6,882)
Net Position at Beginning of Period	1,733,997	43,051	1,421,723	119,195	346,482	227,363
Net Position at End of Period	\$ 1,659,082	\$ 49,298	\$ 1,391,480	\$ 178,679	\$ 190,815	\$ 220,481

**Barry County**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended December 31, 2020**

	Internal Service					
	<u>Fringe Benefit Fund</u>	<u>Life Insurance</u>	<u>Retirement</u>	<u>Dental and Optical</u>	<u>Unemployment</u>	<u>Total Internal Service Funds</u>
<b>Operating Revenues</b>						
Charges for services	\$ 175,237	\$ 57,390	\$ 2,437,913	\$ 62,307	\$ 27,049	\$ 4,983,792
<b>Total Operating Revenues</b>	<u>175,237</u>	<u>57,390</u>	<u>2,437,913</u>	<u>62,307</u>	<u>27,049</u>	<u>4,983,792</u>
<b>Operating Expenses</b>						
Operations	62,430	57,061	3,355,961	58,761	10,571	6,151,420
Depreciation	--	--	--	--	--	227,171
<b>Total Operating Expenses</b>	<u>62,430</u>	<u>57,061</u>	<u>3,355,961</u>	<u>58,761</u>	<u>10,571</u>	<u>6,378,591</u>
<b>Operating Income (Loss)</b>	<u>112,807</u>	<u>329</u>	<u>(918,048)</u>	<u>3,546</u>	<u>16,478</u>	<u>(1,394,799)</u>
<b>Non-Operating Revenues</b>						
Interest income	7,428	--	--	--	--	7,428
Gain on sale of capital assets	--	--	--	--	--	3,813
Other non-operating revenue	--	408	--	--	--	42,129
<b>Net Non-Operating Revenues</b>	<u>7,428</u>	<u>408</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>53,370</u>
<b>Income Before Transfers</b>	<u>120,235</u>	<u>737</u>	<u>(918,048)</u>	<u>3,546</u>	<u>16,478</u>	<u>(1,341,429)</u>
Transfers in	--	3,000	958,605	--	--	1,334,048
Transfers out	--	--	--	--	--	(10,042)
<b>Change In Net Position</b>	<u>120,235</u>	<u>3,737</u>	<u>40,557</u>	<u>3,546</u>	<u>16,478</u>	<u>(17,423)</u>
<i>Net Position at Beginning of Period</i>	<u>1,625,930</u>	<u>6,542</u>	<u>17,501</u>	<u>99,718</u>	<u>274,244</u>	<u>5,915,746</u>
<b>Net Position at End of Period</b>	<u>\$ 1,746,165</u>	<u>\$ 10,279</u>	<u>\$ 58,058</u>	<u>\$ 103,264</u>	<u>\$ 290,722</u>	<u>\$ 5,898,323</u>

**Barry County**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended December 31, 2020**

	<b>Internal Service Funds</b>					
	<b>Data Processing</b>	<b>Telephone</b>	<b>Vehicle Fund</b>	<b>Workers' Compensation Fund</b>	<b>Health Insurance</b>	<b>Disability Fund</b>
<b>Cash Flows from Operating Activities</b>						
Cash received for interfund activity	\$ -	\$ 50,699	\$ -	\$ 185,170	\$ 1,923,762	\$ 64,265
Cash payments to suppliers for goods and services	(158,167)	(44,613)	(53,174)	-	-	-
Cash payments to employees for services and fringe benefits	-	-	-	(154,398)	(2,126,414)	(69,250)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>(158,167)</b>	<b>6,086</b>	<b>(53,174)</b>	<b>30,772</b>	<b>(202,652)</b>	<b>(4,985)</b>
<b>Cash Flows from Non-capital Financing Activities</b>						
Transfers in	162,729	-	162,729	-	46,985	-
Transfers out	(10,042)	-	-	-	-	-
Other non-operating revenues	3,426	161	9,422	28,712	-	-
<b>Net Cash Provided by Non-capital Financing Activities</b>	<b>156,113</b>	<b>161</b>	<b>172,151</b>	<b>28,712</b>	<b>46,985</b>	<b>-</b>
<b>Cash Flows from Capital and Related Financing Activities</b>						
Purchase of capital assets	(12,669)	-	(198,223)	-	-	-
Proceeds from disposal of capital assets	-	-	3,813	-	-	-
<b>Net Cash Used in Capital and Related Financing Activities</b>	<b>(12,669)</b>	<b>-</b>	<b>(194,410)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash Flows from Investing Activities</b>						
Interest income	-	-	-	-	-	-
<b>Net Cash Flows Provided by Investing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Increase (Decrease) in Cash and Investments</b>	<b>(14,723)</b>	<b>6,247</b>	<b>(75,433)</b>	<b>59,484</b>	<b>(155,667)</b>	<b>(4,985)</b>
<b>Cash and Investments - Beginning of Year</b>	<b>1,304,590</b>	<b>43,051</b>	<b>1,001,744</b>	<b>119,195</b>	<b>346,482</b>	<b>230,499</b>
<b>Cash and Investments - End of Year</b>	<b>\$ 1,289,867</b>	<b>\$ 49,298</b>	<b>\$ 926,311</b>	<b>\$ 178,679</b>	<b>\$ 190,815</b>	<b>\$ 225,514</b>

**Barry County**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended December 31, 2020**

	<b>Internal Service Funds</b>					
	<b>Fringe Benefit Fund</b>	<b>Life Insurance</b>	<b>Retirement</b>	<b>Dental and Optical</b>	<b>Unemployment</b>	<b>Total Internal Service Funds</b>
<b>Cash Flows from Operating Activities</b>						
Cash received for interfund activity	\$ 175,237	\$ 57,390	\$ 2,309,741	\$ 62,307	\$ 27,049	\$ 4,855,620
Cash payments to suppliers for goods and services	-	-	-	-	-	(255,954)
Cash payments to employees for services and fringe benefits	(62,430)	(57,061)	(3,149,612)	(58,761)	(9,036)	(5,686,962)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<u>112,807</u>	<u>329</u>	<u>(839,871)</u>	<u>3,546</u>	<u>18,013</u>	<u>(1,087,296)</u>
<b>Cash Flows from Non-capital Financing Activities</b>						
Transfers in	-	3,000	958,605	-	-	1,334,048
Transfers out	-	-	-	-	-	(10,042)
Other non-operating revenues	-	408	-	-	-	42,129
<b>Net Cash Provided by Non-capital Financing Activities</b>	<u>-</u>	<u>3,408</u>	<u>958,605</u>	<u>-</u>	<u>-</u>	<u>1,366,135</u>
<b>Cash Flows from Capital and Related Financing Activities</b>						
Purchase of capital assets	-	-	-	-	-	(210,892)
Proceeds from disposal of capital assets	-	-	-	-	-	3,813
<b>Net Cash Used in Capital and Related Financing Activities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(207,079)</u>
<b>Cash Flows from Investing Activities</b>						
Interest income	7,428	-	-	-	-	7,428
<b>Net Cash Flows Provided by Investing Activities</b>	<u>7,428</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,428</u>
<b>Net Increase (Decrease) in Cash and Investments</b>	120,235	3,737	118,734	3,546	18,013	79,188
<i>Cash and Investments - Beginning of Year</i>	1,625,930	6,542	17,501	99,718	283,277	5,078,529
<b><i>Cash and Investments - End of Year</i></b>	<u>\$ 1,746,165</u>	<u>\$ 10,279</u>	<u>\$ 136,235</u>	<u>\$ 103,264</u>	<u>\$ 301,290</u>	<u>\$ 5,157,717</u>

**Barry County**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended December 31, 2020**

	Internal Service Funds					
	<u>Data Processing</u>	<u>Telephone</u>	<u>Vehicle Fund</u>	<u>Workers' Compensation Fund</u>	<u>Health Insurance</u>	<u>Disability Fund</u>
<b>Reconciliation of Operating Income (Loss) to</b>						
<b>Net Cash Provided by (Used in) Operating Activities</b>						
Operating Income (Loss)	\$ (231,028)	\$ 6,086	\$ (206,207)	\$ 30,772	\$ (202,652)	\$ (6,882)
<b>Adjustments to Reconcile Operating Income (Loss) to</b>						
<b>Net Cash Provided by (Used in) Operating Activities</b>						
Depreciation expense	74,338	-	152,833	-	-	-
<b>Changes in Assets and Liabilities</b>						
Accounts receivable	-	-	-	-	-	-
Accounts payable	(1,477)	-	200	-	-	-
Accrued liabilities	-	-	-	-	-	1,897
<b><i>Net Cash Provided by (Used in) Operating Activities</i></b>	<u>\$ (158,167)</u>	<u>\$ 6,086</u>	<u>\$ (53,174)</u>	<u>\$ 30,772</u>	<u>\$ (202,652)</u>	<u>\$ (4,985)</u>

**Barry County**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the Year Ended December 31, 2020**

	<b>Internal Service Funds</b>					
	<b>Fringe Benefit Fund</b>	<b>Life Insurance</b>	<b>Retirement</b>	<b>Dental and Optical</b>	<b>Unemployment</b>	<b>Total Internal Service Funds</b>
<b>Reconciliation of Operating Income (Loss) to</b>						
<b>Net Cash Provided by (Used in) Operating Activities</b>						
Operating Income (Loss)	\$ 112,807	\$ 329	\$ (918,048)	\$ 3,546	\$ 16,478	(1,394,799)
<b>Adjustments to Reconcile Operating Income (Loss) to</b>						
<b>Net Cash Provided by (Used in) Operating Activities</b>						
Depreciation expense	-	-	-	-	-	227,171
<b>Changes in Assets and Liabilities</b>						
Accounts receivable	-	-	(128,172)	-	-	(128,172)
Accounts payable	-	-	206,349	-	1,535	206,607
Accrued liabilities	-	-	-	-	-	1,897
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>\$ 112,807</b>	<b>\$ 329</b>	<b>\$ (839,871)</b>	<b>\$ 3,546</b>	<b>\$ 18,013</b>	<b>\$ (1,087,296)</b>

**Barry County**  
**Combining Statement of Fiduciary Net Position**  
**Custodial Funds**  
**December 31, 2020**

	<u>Trust and Agency</u>	<u>Library</u>	<u>Inmate Trust Fund</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and investments	\$ 472,152	\$ 30,222	\$ 52,794	\$ 555,168
<i><b>Total Assets</b></i>	<u>472,152</u>	<u>30,222</u>	<u>52,794</u>	<u>555,168</u>
<b>LIABILITIES</b>				
Due to other governments	381,460	--	--	381,460
Undistributed collections	64,836	7,069	--	71,905
Bonds and other payables	25,856	--	--	25,856
<i><b>Total Liabilities</b></i>	<u>472,152</u>	<u>7,069</u>	<u>--</u>	<u>479,221</u>
<b>NET POSITION</b>				
Restricted for individuals, organizations, and other governments	\$ --	\$ 23,153	\$ 52,794	\$ 75,947



**Barry County**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Custodial Funds**  
**For the Year Ended December 31, 2020**

	<b>Trust and Agency</b>	<b>Library</b>	<b>Inmate Trust Fund</b>	<b>Total</b>
<b>Additions</b>				
Taxes collected for other governments	\$ 38,993,574	\$ --	\$ --	\$ 38,993,574
Library penal fine collections	--	54,323	--	54,323
Inmate trust collections	--	--	280,522	280,522
Court collections	943,116	--	--	943,116
County clerk/register of deeds collections	3,212,669	--	--	3,212,669
Treasurer collections	630,311	--	--	630,311
<b>Total Additions</b>	<b>43,779,670</b>	<b>54,323</b>	<b>280,522</b>	<b>44,114,515</b>
<b>Deductions</b>				
Payments of property taxes to other governments	38,993,574	--	--	38,993,574
Library penal fine distributions	--	52,462	--	52,462
Inmate trust distributions	--	--	259,908	259,908
Court distributions	943,116	--	--	943,116
County clerk/register of deeds distributions	3,212,669	--	--	3,212,669
Treasure distributions	630,311	--	--	630,311
<b>Total Deductions</b>	<b>43,779,670</b>	<b>52,462</b>	<b>259,908</b>	<b>44,092,040</b>
<b>Change in Net Position</b>	<b>--</b>	<b>1,861</b>	<b>20,614</b>	<b>22,475</b>
<i>Net Position at Beginning of Period (Restated, Note 16)</i>	<i>--</i>	<i>21,292</i>	<i>32,180</i>	<i>53,472</i>
<b>Net Position at End of Period</b>	<b>\$ --</b>	<b>\$ 23,153</b>	<b>\$ 52,794</b>	<b>\$ 75,947</b>

**Barry County Economic Development Board**  
**Statement of Activities**  
**For the Year Ended December 31, 2020**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>			<b>Net (Expense) Revenue</b>
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
<b>Primary Government</b>					
Community and economic development	\$ 140,585	\$ --	\$ 140,585	\$ --	\$ --
<b>Total</b>	<b>\$ 140,585</b>	<b>\$ --</b>	<b>\$ 140,585</b>	<b>\$ --</b>	<b>--</b>
<b>Change in Net Position</b>					<b>--</b>
<i>Net Position at Beginning of Period</i>					<i>--</i>
<i>Net Position at End of Period</i>					<i>\$ --</i>

**Barry County Economic Development Board**  
**Statement of Revenues, Expenditures, and Change in Fund Balance**  
**Governmental Fund**  
**For the Year Ended December 31, 2020**

<b>Revenues</b>	
Intergovernmental	\$ 140,585
<i><b>Total Revenues</b></i>	<u>140,585</u>
<b>Expenditures</b>	
Community and economic development	<u>140,585</u>
<i><b>Total Expenditures</b></i>	<u>140,585</u>
<i><b>Excess of Revenues Over</b></i>	
<i><b>(Under) Expenditures</b></i>	<u>--</u>
<i><b>Net Change in Fund Balance</b></i>	<u>--</u>
<i><b>Fund Balance at Beginning of Period</b></i>	<u>--</u>
<i><b>Fund Balance at End of Period</b></i>	<u><u>\$ --</u></u>

**Barry County Airport Commission**  
**Statement of Net Position**  
**December 31, 2020**

**ASSETS**

*Current Assets*

Cash and investments	\$ 315,598
Inventories	24,264
<b>Total Current Assets</b>	<b>339,862</b>

*Noncurrent Assets*

Capital assets not being depreciated	571,116
Capital assets being depreciated, net	4,240,251
<b>Total Assets</b>	<b>5,151,229</b>

**LIABILITIES**

*Current Liabilities*

Accounts payable	15,836
<b>Total Liabilities</b>	<b>15,836</b>

**NET POSITION**

Investment in capital assets	4,811,367
<i>Unrestricted</i>	324,026
<b>Total Net Position</b>	<b>\$ 5,135,393</b>

**Barry County Airport Commission**  
**Statement of Activities**  
**For the Year Ended December 31, 2020**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Public works	\$ 501,404	\$ 298,359	\$ 30,000	\$ 49,637	\$ (123,408)
<b>Total</b>	<b>\$ 501,404</b>	<b>\$ 298,359</b>	<b>\$ 30,000</b>	<b>\$ 49,637</b>	<b>(123,408)</b>
<b>Change in Net Position</b>					<b>(123,408)</b>
<i>Net Position at Beginning of Period</i>					5,258,801
<i>Net Position at End of Period</i>					<b>\$ 5,135,393</b>

**Barry County Airport Commission**  
**Balance Sheet**  
**Governmental Fund**  
**December 31, 2020**

	<b>Airport Commission</b>
<b>ASSETS</b>	
Cash and investments	\$ 315,598
Inventories	24,264
<i><b>Total Assets</b></i>	<b><u>\$ 339,862</u></b>
<b>LIABILITIES</b>	
Accounts payable	\$ 15,836
<i><b>Total Liabilities</b></i>	<b><u>15,836</u></b>
<b>FUND BALANCE</b>	
Nonspendable	24,264
Unassigned	299,762
<i><b>Total Fund Balance</b></i>	<b><u>324,026</u></b>
<i><b>Total Liabilities and Fund Balance</b></i>	<b><u>\$ 339,862</u></b>

**Barry County Airport Commission**  
**Reconciliation of Governmental Fund Balance Sheet to the Statement of Net Position**  
**December 31, 2020**

Total Fund Balance - Governmental Fund	\$ 324,026
General government capital assets of \$6,538,746, net of accumulated depreciation of \$1,727,379, are not financial resources, and accordingly are not reported in the funds.	4,811,367
<b>Total Net Position - Governmental Activities</b>	<b>\$ <u>5,135,393</u></b>

**Barry County Airport Commission**  
**Statement of Revenues, Expenditures, and Change in Fund Balance**  
**Governmental Fund**  
**For the Year Ended December 31, 2020**

	<u>Airport Commission</u>
<b>Revenues</b>	
Intergovernmental	\$ 30,000
Charges for services	286,895
Other revenues	11,464
<b><i>Total Revenues</i></b>	<u>328,359</u>
<b>Expenditures</b>	
Public works	276,121
<b><i>Total Expenditures</i></b>	<u>276,121</u>
<b><i>Excess of Revenues Over</i></b>	
<b><i>(Under) Expenditures</i></b>	<u>52,238</u>
<b><i>Net Change in Fund Balance</i></b>	<b>52,238</b>
<b><i>Fund Balance at Beginning of Period</i></b>	271,788
<b><i>Fund Balance at End of Period</i></b>	<b>\$ <u>324,026</u></b>



**Barry County Airport Commission**  
**Reconciliation of Governmental Fund Statement of Revenues, Expenditures, and**  
**Change in Fund Balance with Statement of Activities**  
**For the Year Ended December 31, 2020**

Total Net Change in Fund Balance - Governmental Fund	\$	52,238
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Governmental fund report capital outlay as expenditures; however, in the Statement of Activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount by which capital outlay expenditures of \$14,971 and a MDOT capital grant of \$49,637 is exceeded by depreciation expense of \$238,660 and net loss on disposals of capital assets of \$1,594.

(175,646)

<b>Changes in Net Position - Governmental Activities</b>	<b>\$</b>	<b><u>(123,408)</u></b>
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**Barry County Drain Commission**  
**Statement of Net Position**  
**December 31, 2020**

**ASSETS**

*Current Assets*

Cash and investments	\$ 590,655
Special assessments receivable	614,572
Due from other governments	4,500
<b>Total Current Assets</b>	<b>1,209,727</b>

*Noncurrent Assets*

Capital assets not being depreciated	2,125,238
Capital assets being depreciated, net	4,422,365
Special assessment receivable, long-term	1,940,346
<b>Total Assets</b>	<b>9,697,676</b>

**LIABILITIES**

*Current Liabilities*

Accounts payable	169,644
Accrued interest	76,457
Current portion of long-term debt	445,135
Due to other governments	517,682
Negative equity in pooled cash	187,440
<b>Total Current Liabilities</b>	<b>1,396,358</b>

*Noncurrent Liabilities*

Bonds and notes payable	2,892,783
<b>Total Liabilities</b>	<b>4,289,141</b>

**NET POSITION**

Net investment in capital assets	4,669,133
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*Restricted for:*

Debt service	243,610
Capital projects	2,386,087

<i>Unrestricted</i>	(1,890,295)
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<b>Total Net Position</b>	<b>\$ 5,408,535</b>
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**Barry County Drain Commission**  
**Statement of Activities**  
**For the year Ended December 31, 2020**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>			<b>Net (Expense) Revenue</b>
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
<b>Governmental Activities:</b>					
Public works	\$ 1,353,378	\$ 57,635	\$ 108,484	\$ 676,490	\$ (510,769)
Interest on long-term debt	97,240	--	--	--	(97,240)
<b><i>Total Governmental Activities</i></b>	<b>\$ 1,450,618</b>	<b>\$ 57,635</b>	<b>\$ 108,484</b>	<b>\$ 676,490</b>	<b>(608,009)</b>
<b>General Purpose Revenues:</b>					
<b>Revenues</b>					
Interest revenue					3,283
<b><i>Total General Revenues</i></b>					<b>3,283</b>
<b><i>Change in Net Position</i></b>					<b>(604,726)</b>
<i>Net Position at Beginning of Period (Restated, Note 16)</i>					6,013,261
<b><i>Net Position at End of Period</i></b>					<b>\$ 5,408,535</b>

**Barry County Drain Commission**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2020**

	<b>Debt Service</b>		<b>Capital Projects</b>					<b>Total Governmental Funds</b>
	<b>Algonquin Lake Dam Project</b>	<b>Little Thornapple Debt 2019</b>	<b>Revolving Drain Maintenance</b>	<b>Gun Lake Weed Assessment</b>	<b>Algonquin Lake Drain Maintenance</b>	<b>Regular Drain</b>	<b>Little Thornapple Construction</b>	
<b>ASSETS</b>								
Cash and investments	\$ 14,400	\$ 7,373	\$ 14,015	\$ 184,526	\$ 9,242	\$ 146,087	\$ 215,012	\$ 590,655
Special assessments receivable	46,503	175,334	--	141,791	--	2,191,290	--	2,554,918
Due from other governments	--	--	--	--	--	4,500	--	4,500
<b>Total Assets</b>	<b>\$ 60,903</b>	<b>\$ 182,707</b>	<b>\$ 14,015</b>	<b>\$ 326,317</b>	<b>\$ 9,242</b>	<b>\$ 2,341,877</b>	<b>\$ 215,012</b>	<b>\$ 3,150,073</b>
<b>LIABILITIES</b>								
Accounts payable	\$ --	\$ --	\$ 1,858	\$ --	\$ 200	\$ 167,586	\$ --	\$ 169,644
Due to other governments	--	--	--	--	--	517,682	--	517,682
Negative equity in pooled cash	--	--	--	--	--	187,440	--	187,440
<b>Total Liabilities</b>	--	--	1,858	--	200	872,708	--	874,766
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Unavailable revenues	22,522	94,265	--	--	--	1,823,559	--	1,940,346
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>22,522</b>	<b>94,265</b>	<b>1,858</b>	<b>--</b>	<b>200</b>	<b>2,696,267</b>	<b>--</b>	<b>2,815,112</b>
<b>FUND BALANCE</b>								
Restricted	38,381	88,442	12,157	326,317	9,042	--	215,012	689,351
Unassigned	--	--	--	--	--	(354,390)	--	(354,390)
<b>Total Fund Balance</b>	<b>38,381</b>	<b>88,442</b>	<b>12,157</b>	<b>326,317</b>	<b>9,042</b>	<b>(354,390)</b>	<b>215,012</b>	<b>334,961</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balance</b>	<b>\$ 60,903</b>	<b>\$ 182,707</b>	<b>\$ 14,015</b>	<b>\$ 326,317</b>	<b>\$ 9,242</b>	<b>\$ 2,341,877</b>	<b>\$ 215,012</b>	<b>\$ 3,150,073</b>

**Barry County Drain Commission**  
**Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position**  
**December 31, 2020**

Total Fund Balance - Governmental Funds	\$ 334,961
In the statement of activities, interest is accrued on outstanding bonds and notes payable, whereas in governmental funds, the interest expenditure is reported when due.	(76,457)
Capital assets used in governmental activities of \$8,305,955, net of accumulated depreciation of \$1,758,352, are not financial resources and, therefore, are not reported as assets in the governmental funds.	6,547,603
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds.	(3,337,918)
Long-term receivables are not available to pay for current period expenditures and are, therefore, reported as deferred inflows of resources in the funds.	1,940,346
<b>Total Net Position - Governmental Activities</b>	<b>\$ <u>5,408,535</u></b>

**Barry County Drain Commission**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the year Ended December 31, 2020**

	Debt Service		Capital Projects					Total
	Algonquin Lake Dam Project	Little Thornapple Debt 2019	Revolving Drain Maintenance	Gun Lake Weed Assessment	Algonquin Lake Drain Maintenance	Regular Drain	Little Thornapple Construction	Governmental Funds
<b>Revenues</b>								
Special assessments	\$ 25,844	\$ 127,192	\$ --	\$ 189,833	\$ 2,216	\$ 674,274	\$ --	\$ 1,019,359
Other revenues	--	--	43,144	--	--	14,491	--	57,635
Interest revenue	--	39	--	2,353	2	460	429	3,283
<b>Total Revenues</b>	<u>25,844</u>	<u>127,231</u>	<u>43,144</u>	<u>192,186</u>	<u>2,218</u>	<u>689,225</u>	<u>429</u>	<u>1,080,277</u>
<b>Expenditures</b>								
Public works	--	--	19,339	178,667	3,358	1,028,648	--	1,230,012
Debt service, principal	26,814	150,000	--	--	--	404,201	--	581,015
Debt service, interest	1,818	14,897	--	--	--	44,685	--	61,400
Capital outlay	--	--	13,797	--	--	602,218	--	616,015
<b>Total Expenditures</b>	<u>28,632</u>	<u>164,897</u>	<u>33,136</u>	<u>178,667</u>	<u>3,358</u>	<u>2,079,752</u>	<u>--</u>	<u>2,488,442</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(2,788)</u>	<u>(37,666)</u>	<u>10,008</u>	<u>13,519</u>	<u>(1,140)</u>	<u>(1,390,527)</u>	<u>429</u>	<u>(1,408,165)</u>
<b>Net Change in Fund Balance</b>	<u>(2,788)</u>	<u>(37,666)</u>	<u>10,008</u>	<u>13,519</u>	<u>(1,140)</u>	<u>(1,390,527)</u>	<u>429</u>	<u>(1,408,165)</u>
<i>Fund Balance at Beginning of Period (Restated, Note 16)</i>	41,169	126,108	2,149	312,798	10,182	1,036,137	214,583	1,743,126
<b>Fund Balance at End of Period</b>	<u>\$ 38,381</u>	<u>\$ 88,442</u>	<u>\$ 12,157</u>	<u>\$ 326,317</u>	<u>\$ 9,042</u>	<u>\$ (354,390)</u>	<u>\$ 215,012</u>	<u>\$ 334,961</u>

**Barry County Drain Commission**  
**Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance with Statement of Activities**  
**For the year Ended December 31, 2020**

Total Net Change in Fund Balances - Governmental Funds	\$ (1,408,165)
Changes to accrued interest are not shown in the fund financial statements. The net effect of the current year increase is to decrease net position.	(35,840)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(234,385)
Repayment of long-term debt and borrowing of long-term debt is reported as expenditures and other financing sources in governmental funds, but the repayment reduces long-term liabilities and the borrowings increase long-term liabilities in the statement of net position. In the current year, these amounts consist of principal retirement of \$581,015.	581,015
Governmental fund report capital outlay as expenditures; however, in the statement of activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount by which capital outlay expenditures of \$616,015 are in excess of depreciation expense of \$123,366.	492,649
<b>Changes in Net Position - Governmental Activities</b>	<b>\$ <u>(604,726)</u></b>

**Barry County Board of Public Works**  
**Statement of Net Position**  
**December 31, 2020**

**ASSETS**

*Current Assets*

Cash and investments	\$ 19,328
Lease receivable	395,728
<b>Total Current Assets</b>	<b>415,056</b>

*Noncurrent Assets*

Lease receivable, long-term	2,432,109
<b>Total Assets</b>	<b>2,847,165</b>

**DEFERRED OUTFLOWS OF RESOURCES**

Deferred charges on bond refunding	13,463
<b>Total Deferred Outflows of Resources</b>	<b>13,463</b>

**LIABILITIES**

*Current Liabilities*

Accrued interest	20,728
Current portion of bonds payable	375,000
<b>Total Current Liabilities</b>	<b>395,728</b>

*Noncurrent Liabilities*

Bonds payable	2,445,346
<b>Total Liabilities</b>	<b>2,841,074</b>

**NET POSITION**

*Restricted for:*

Debt service	19,554
--------------	--------

*Unrestricted*

	--
<b>Total Net Position</b>	<b>\$ 19,554</b>



**Barry County Board of Public Works  
Statement of Activities  
For the year Ended December 31, 2020**

<b>Functions/Programs</b>		<b>Program Revenues</b>			<b>Net (Expense) Revenue</b>
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
	<b>Expenses</b>				
Public works	\$ 1,053	\$ --	\$ 76,779	\$ --	\$ 75,726
Interest on long-term debt	78,297	--	--	--	(78,297)
<b>Total</b>	<b>\$ 79,350</b>	<b>\$ --</b>	<b>\$ 76,779</b>	<b>\$ --</b>	<b>(2,571)</b>
<b>General Purpose Revenues:</b>					
Interest income					282
<b>Total General Revenues</b>					<b>282</b>
<b>Change in Net Position</b>					<b>(2,289)</b>
<i>Net Position at Beginning of Period</i>					21,843
<b>Net Position at End of Period</b>					<b>\$ 19,554</b>

**Barry County Board of Public Works  
Balance Sheet  
Governmental Funds  
December 31, 2020**

	Debt Service								
	Yankee Springs Debt	Middleville Sewer Debt 2006 B	Middleville Sewer Debt 2006 A	Fawn Lake Sewer Debt	Yankee Springs Arsenic Debt	Finkbeiner Crane Debt	1999 Middleville Sewer	Leach and Middle Lake Sewer	Total Governmental Funds
<b>ASSETS</b>									
Cash and investments	\$ 710	\$ 45	\$ 188	\$ 475	\$ 3,552	\$ 13,237	\$ 554	\$ 567	\$ 19,328
Lease receivable	154,240	65,345	417,205	151,613	175,930	447,645	--	1,415,859	2,827,837
<i>Total Assets</i>	<u>\$ 154,950</u>	<u>\$ 65,390</u>	<u>\$ 417,393</u>	<u>\$ 152,088</u>	<u>\$ 179,482</u>	<u>\$ 460,882</u>	<u>\$ 554</u>	<u>\$ 1,416,426</u>	<u>\$ 2,847,165</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenue	154,240	65,345	417,205	151,613	175,930	447,645	--	1,415,859	2,827,837
<i>Total Liabilities and Deferred Inflows of Resources</i>	<u>154,240</u>	<u>65,345</u>	<u>417,205</u>	<u>151,613</u>	<u>175,930</u>	<u>447,645</u>	<u>--</u>	<u>1,415,859</u>	<u>2,827,837</u>
<b>FUND BALANCE</b>									
Restricted	710	45	188	475	3,552	13,237	554	567	19,328
Unassigned	--	--	--	--	--	--	--	--	--
<i>Total Fund Balance</i>	<u>710</u>	<u>45</u>	<u>188</u>	<u>475</u>	<u>3,552</u>	<u>13,237</u>	<u>554</u>	<u>567</u>	<u>19,328</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balance</i>	<u>\$ 154,950</u>	<u>\$ 65,390</u>	<u>\$ 417,393</u>	<u>\$ 152,088</u>	<u>\$ 179,482</u>	<u>\$ 460,882</u>	<u>\$ 554</u>	<u>\$ 1,416,426</u>	<u>\$ 2,847,165</u>

**Barry County Board of Public Works**  
**Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position**  
**December 31, 2020**

Total Fund Balance - Governmental Funds	\$ 19,328
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental fund statements. This amount represents long-term debt payable less deferred charges on bond refunding.	(2,806,883)
Long-term receivables are not available to pay for current period expenditures and are, therefore, reported as deferred inflows of resources in the governmental fund statements.	2,827,837
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, the interest expenditure is reported when due.	(20,728)
<b>Total Net Position - Governmental Activities</b>	<b>\$ <u>19,554</u></b>

**Barry County Board of Public Works**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the year Ended December 31, 2020**

	Debt Service								Total
	Yankee Springs Debt	Middleville Sewer Debt 2006 B	Middleville Sewer Debt 2006 A	Fawn Lake Sewer Debt	Yankee Springs Arsenic Debt	Finkbeiner Crane Debt	1999 Middleville Sewer	Leach and Middle Lake Sewer	Governmental Funds
Revenues									
Intergovernmental	\$ 39,707	\$ 11,594	\$ 63,797	\$ 32,769	\$ 29,250	\$ 95,018	\$ --	\$ 171,864	\$ 443,999
Interest income	18	6	77	39	14	--	--	205	359
Total Revenues	39,725	11,600	63,874	32,808	29,264	95,018	--	172,069	444,358
Expenditures									
Public works	--	--	--	803	--	250	--	--	1,053
Debt service, principal	35,000	10,000	55,000	25,000	25,000	80,000	--	135,000	365,000
Debt service, interest	4,707	1,593	8,797	6,966	4,250	15,018	--	36,864	78,195
Total Expenditures	39,707	11,593	63,797	32,769	29,250	95,268	--	171,864	444,248
Excess of Revenues Over									
(Under) Expenditures	18	7	77	39	14	(250)	--	205	110
Net Change in Fund Balance	18	7	77	39	14	(250)	--	205	110
Fund Balance at Beginning of Period	692	38	111	436	3,538	13,487	554	362	19,218
Fund Balance at End of Period	\$ 710	\$ 45	\$ 188	\$ 475	\$ 3,552	\$ 13,237	\$ 554	\$ 567	\$ 19,328

**Barry County Board of Public Works**  
**Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance with Statement of Activities**  
**For the year Ended December 31, 2020**

Total Net Change in Fund Balances - Governmental Funds	\$ 110
Repayment of long-term debt is reported as expenditures in the governmental fund statements, but the repayment reduces long-term liabilities in the statement of net position in the current period.	365,000
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. In the current period these amounts consist of long-term receivables (not collected within 60 days of year-end).	(367,297)
Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. This amount represents the current year change in accrued interest payable and deferred charges on bond refunding.	(102)
<b>Changes in Net Position - Governmental Activities</b>	<b>\$ <u>(2,289)</u></b>



**BARRY COUNTY  
SINGLE AUDIT ACT COMPLIANCE  
YEAR ENDED DECEMBER 31, 2020**

**Barry County**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2020**

<b>Federal/Pass-through Grantor Program Title</b>	<b>CFDA Number</b>	<b>Federal/Pass-through Grantor Number</b>	<b>Federal Expenditures</b>
<b>U.S. Department of Health and Human Services</b>			
Passed through the Michigan Office of Services to the Aging and Region III-B Area Agency on Aging:			
Title III-B Special Programs for the Aging, Grants for:			
Title III-D Health Promotion/Disease Prevention			
FY 2020	93.043	20BCCOA1	\$ 723
FY 2021	93.043	21BCCOA1	850
			<u>1,573</u>
Title III-E/National Family Caregiver Support:			
FY 2020	93.052	SFSC-04-11001-5	<u>6,952</u>
Supportive Services and Senior Centers: (Aging Cluster)			
FY 2020	93.044	20BCCOA1	24,154
FY 2021	93.044	21BCCOA1	7,136
			<u>31,290</u>
Title III-C Special Programs for the Aging, Nutrition Services: (Aging Cluster)			
FY 2020 Nutrition Congregate	93.045	20BCCOA1	35,306
FY 2021 Nutrition Congregate	93.045	21BCCOA1	7,582
FY 2020 Nutrition Home Delivered Meals	93.045	20BCCOA1	88,882
FY 2021 Nutrition Home Delivered Meals	93.045	21BCCOA1	5,800
			<u>137,570</u>
Nutrition Services Incentive Program (Aging Cluster)			
FY 2020	93.053	20BCCOA1	30,382
FY 2021	93.053	21BCCOA1	12,630
			<u>43,012</u>
<b>Total Aging Cluster</b>			<u>211,872</u>
Child Support Enforcement:			
Passed through Michigan Department of Human Services			
Title IV-D Program	93.563	CS/COM-17-08003	775,092
Incentive Payments	93.563	N/A	91,724
			<u>866,816</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>1,078,688</u>
<b>U.S. Department of Homeland Security</b>			
Emergency Management Performance Grant:			
FY 2020	97.042	EMC-2019-EP-00004	30,631
FY 2021	97.042	N/A	11,042
			<u>41,673</u>
Homeland Security Grant Program:			
State Homeland Security Program - Training FY 2017	97.067	EMW-2017-SS-00010-S01	1,050
State Homeland Security Program - Equipment FY 2018	97.067	EMW-2018-SS-00010-S01	1,650
			<u>2,700</u>
<b>Total U.S. Department of Homeland Security</b>			<u>\$ 44,373</u>

Continued...

**Barry County**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2020**

<b>Federal/Pass-through Grantor Program Title</b>	<b>CFDA Number</b>	<b>Federal/Pass-through Grantor Number</b>	<b>Federal Expenditures</b>
<b>U.S. Department of Justice</b>			
Passed through the Michigan State Police:			
Coronavirus Emergency Supplemental Funding	16.034	SLT00040	\$ 4,680
<b>Total U.S. Department of Justice</b>			<u>4,680</u>
<b>U.S. Department of Transportation</b>			
Passed through the Michigan State Police			
Office of Highway Safety Planning:			
FY 2020 Sobriety Court	20.601	2013-MU-BX-0051-AL-14-05	52,792
FY 2021 Sobriety Court	20.601	2013-MU-BX-0051-AL-14-05	22,145
			<u>74,937</u>
 FAA Cares Act	 20.901	 N/A	 <u>30,000</u>
<b>Total U.S. Department of Transportation</b>			<u>104,937</u>
<b>U.S. Department of Treasury</b>			
Passed through the Michigan Department of Treasury			
Coronavirus Relief fund	21.019	SLT00040 and SLT0247	402,960
First Responder Hazard Pay Premiums program	21.019	SLT00040 and SLT0247	55,000
Coronavirus Relief Local Government Grants Program	21.019	SLT0040	436,502
<b>Total U.S. Department of Treasury</b>			<u>894,462</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 2,135,665</u>

Concluded.



## Barry County

### Notes to the Schedule of Expenditures of Federal Awards

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#### **NOTE A - BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Barry County, Michigan (the "County") under programs of the federal government for the year ended December 31, 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 County's Audited Financial Statements. The County's financial statements include the operations of the Barry County Road Commission, the Barry County Transit (FYE 9/30/20), and Thornapple Manor, which received federal awards that are not included in the Schedule for the year ended December 31, 2020, as these entities were separately audited from the County.

#### **NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the 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, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

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.

## Barry County

### Notes to the Schedule of Expenditures of Federal Awards

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#### NOTE C - RECONCILIATION TO FINANCIAL STATEMENTS

A reconciliation of the amounts presented in the Schedule to the amounts presented in the financial statements is as follows:

Intergovernmental revenues reported in the financial statements:	
Governmental funds	\$ 6,603,363
Business-type activities	3,985,161
Component units	<u>14,122,023</u>
Total intergovernmental revenue:	<u>24,710,547</u>
<i>Subtract separately audited entities:</i>	
Thornapple Manor	(2,295,353)
Barry County Transit (09/30/20)	(1,689,808)
Barry County Road Commission	(13,825,022)
<i>Subtract state and local sources:</i>	<u>(4,764,699)</u>
Total expenditures of federal awards:	<u>\$ 2,135,665</u>

INDEPENDENT AUDITOR'S 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*

To the Board of Commissioners  
Barry County, 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 Barry County, Michigan (the "County"), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise County's basic financial statements, and have issued our report thereon dated June 4, 2021. Our report includes a reference to other auditors who audited the financial statements of the Barry County Road Commission, as described in our report on the County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The Independent Auditor's Report indicated that the audit of the Barry County Road Commission was not performed 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 entity'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.

A handwritten signature in dark ink that reads "Gabridge & Company". The script is cursive and fluid, with the ampersand being a simple loop.

Gabridge & Company, PLC  
Grand Rapids, MI  
June 4, 2021

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM  
GUIDANCE

To the Board of Commissioners  
Barry County, Michigan

**Report on Compliance for Each Major Federal Program**

We have audited Barry County, Michigan's (the "County") compliance 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 December 31, 2020. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The County's basic financial statements include the operations of Barry County Road Commission, Barry County Transit, and Thornapple Manor, which received over \$750,000 in federal awards and which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2020. Our audit, described below, did not include the operations of Barry County Road Commission, Barry County Transit, or Thornapple Manor, because each entity arranged for a separate financial statement audit and either did not meet the criteria for a single audit in accordance with the Uniform Guidance (Barry County Road Commission) or met the criteria and had a single audit engagement performed in accordance with the Uniform Guidance (Barry County Transit and Thornapple Manor).

***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.

***Auditor's 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 audit 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 December 31, 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 Count'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 a 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 than 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.

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.



Gabridge & Company, PLC  
Grand Rapids, MI  
June 4, 2021

**Barry County**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended December 31, 2020**

<b>SECTION I - SUMMARY OF AUDITOR'S RESULTS</b>
-------------------------------------------------

Financial Statements

Type of auditor's report issued	Unmodified
Internal controls over financial reporting	
Material weaknesses identified?	No
Significant deficiencies identified?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	No
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of Major Programs

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
Coronavirus Relief Fund	21.019
Dollar threshold used to distinguish between Type A and B programs?	\$ 750,000
Auditee qualified as a low-risk auditee?	Yes

<b>SECTION II - FINANCIAL STATEMENT FINDINGS</b>
--------------------------------------------------

No matters were reported.

<b>SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS</b>
------------------------------------------------------------------

No matters were reported.

<b>SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS</b>
-----------------------------------------------------

No matters were reported in the prior year.

June 4, 2021

To the Board of Commissioners  
Barry County, 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 Barry County, Michigan (the "County") for the year ended December 31, 2020. Our report includes a reference to other auditors. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated February 17, 2021. Professional standards also require that we communicate to you the following information related to our audit.

### Significant Audit Matters

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note 1 to the financial statements. No new accounting policies were adopted and, except as stated in Note 16 to the financial statements, the application of existing policies was not changed during 2020. We noted no transactions entered into by the County during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's 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 significantly from those expected. The most sensitive estimates affecting the County's 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 assumptions used to calculate the actuarial report and the net present value of post-employment benefits, including health and pension benefits.
- Management's estimate of the allowance for uncollectible receivable balances is based on past experience and future expectation for the collection of various account balances.
- Management's estimate of insurance claims incurred but not yet reported is based on information provided by the entity's third parties administrators and subsequent claims activity.



We evaluated the key factors and assumptions used to develop the useful lives in determining that it is reasonable in relation to the financial statements taken as a whole and in relation to the applicable opinion units.

The financial statement disclosures are neutral, consistent, and clear.

#### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

#### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

#### *Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

#### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated June 4, 2021.

#### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to County's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

#### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

### Other Matters

We applied certain limited procedures to the management's discussion and analysis, budgetary comparison schedules, and the schedules for the pension and other post-employment benefit plans, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual fund financial statements and the schedule of expenditures of federal awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, 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.

### Restriction on Use

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

Very truly yours,

A handwritten signature in cursive script that reads "Gabridge & Company".

Gabridge & Company, PLC  
Grand Rapids, MI