

2020-2021 BUDGET

Budget Message

The 2020-2021 Budget represents a fiscally responsible spending plan that balances the Crystal Lake Township Board's direction of providing citizens exemplary levels of service at reasonable expense, while continuing to address regulatory compliance.

2020-2021 BUDGET

Budget Message

The following are the 2020-2021 Operating Budgets as proposed by the Chief Administrative Officer, in accordance with the State of Michigan Public Act of 1968 – The Uniform Budgeting and Accounting Act, as amended. This document outlines issues and trends for the new fiscal year; the Approved Board Budget Resolution and Appropriation Act; Budget Summaries in a format required by Public Act 2; and the Capital Improvement Plan.

The budget provides a blueprint of the Township's efforts to meeting cornerstones addressed in the Crystal Lake Township Master Plan. This document is a communication tool to assist the Township in being accountable and financially transparent to the citizens.

Several budget considerations have continued in the Township's favor, including a continued increase in property tax value.

The 2020-2021 budget is balanced, with little use of reserves. Township programs are funded at the same service level and the capital improvement plan is fully funded.

The Township's Financial Policies stress the importance of a balanced budget, meaning at the end of the fiscal year, operating revenues match operating expenditures.

When possible, the Township has dedicated excess General Fund revenues to be reserved for unforeseen contingencies.

The preparation of the 2020-2021 Budget was a learning process for the many of board and committee members. This document may be a manual for future budgets.

Blueprint

The budget provides a blueprint of the Township's efforts to meeting cornerstones addressed in the Crystal Lake Township Master Plan.

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Budget Overview

Definition:

The development of the budget for Crystal Lake Township is the annual financial plan. It defines what programs and services the Township is funding for the budget year beginning Apr. 1. It determines what revenues are available to fund the various services and programs of the Township and how the money will be spent. The consolidated budget is comprised of the annual budget for all operating funds. The current fund structure is as follows: General Fund, Cemetery Fund, Fire Fund and Road Fund.

The Township currently follows the modified accrual accounting basis to develop its annual budget. In the accounting method, revenue is recorded in the year it is earned and expenditures are recorded in the year when the services are performed.

Factors:

There are four major factors that influence decisions when developing the Township's annual budget: inflation, demand for services, regulatory changes and revenue growth.

Inflation is defined as the rate at which the general level of prices for goods and services rises and the resulting decline in what can be purchased with the same amount of money from year to year. The Consumer Price Inflation (CPI) rate affects the Township in two ways. First, is the negative effect that rising CPI rate has on the operating costs the Township will incur during the year. It is possible the Township could pay for an increase in the amount for the same goods and services than what it paid last year. Second, with a rising CPI rate, the value of property also rises, which means more revenue from taxes.

A second factor that has a direct impact on the budget development is the change in demand for services. This level in services can be brought upon by a variety of factors, whether it being an expanding population or in those that need certain services and enhanced expectation for services. The demand for faster and more convenient access or delivery of services has continuously been changing and innovating.

A third factor the Township is constantly watching are the regulatory changes as well as any statutory mandates that may result in additional new services, programs or revisions on how services are provided, a change in current fee

structure or changes in the amount of funding that programs and services are to receive based on current changes in legislative funding.

Lastly, a fourth factor directly impacting the budget is the rate of revenue growth. During the years the Township experiences a slowdown in revenue, adjustments to the budget must be made accordingly.

Legal Development:

The basis for the budget process is built around a framework of statutory deadlines established by the State of Michigan and are subject to the Uniform Budgeting and Accounting Act of the State of Michigan.

Legal Requirements:

- The budget must be balanced.
- Information must be classified by fund and spending agency.
- All expenditures and sources of revenue must be displayed.
- Revenue and expenditure data must be shown for the prior year, current and budget year.
- Beginning and ending fund balances must be reflected.
- Expenditures must be appropriated to provide legal spending authority.
- Prior to the budget adoption, the total number of mills of ad valorem property taxes to be levied, shall be set as cited in the “truth in budgeting act.”
- A proposed budget must be submitted to the Board with adequate time for review and adoption before commencement of the budget year.
- A notice must be published notifying the public that the budget is available for inspection and a public hearing to consider objections to the budget must be held by the Crystal Lake Township Board.

Budget Timeline:

Jan. 2019	Departments review existing assets for possible Capital Improvements Plan (CIP).
May 2019	Departments complete and submit CIP project requests to Township Building and Grounds Committee.
June 2019	Township Building and Grounds Committee reviews and prioritizes requested projects.
July 2019	Draft CIP is submitted to Township Planning Commission and Chief Administrative Officer for review.
Aug. 2019	Budget Calendar is presented to the Board, Departments and Committees. Budget procedures are reviewed.
Sept. 2019	Preliminary budget information is prepared and distributed to Board, Departments and Committees. The CIP is received and adopted by the Township Board.
By Sept. 30, 2019	Complete and submit 2019 Tax Rate Request (L-4029) to County Board of Commissioners.
Oct. 2019	Departments and Committees finalize budget operating requests and the CIP is incorporated into the budget.
Jan. 8, 2020	Publication of the budget public hearing notice.
Jan. 14, 2020	Public Hearing for the 2020-2021 Budget.
Jan. 14, 2020	The Township Board reviews the 2020-2021 Budget.
Feb. 11, 2020	The Township Board adopts the 2020-2021 Budget.

Budget Amendment Process:

The budget is adopted and effective Apr. 1, 2020. Changes in appropriations must be submitted to the Township Board for approval during the regular monthly board meeting. All amendments to the 2020-2021 Budget must be made in that fiscal year (Apr. 1, 2020 to Mar. 31, 2021).

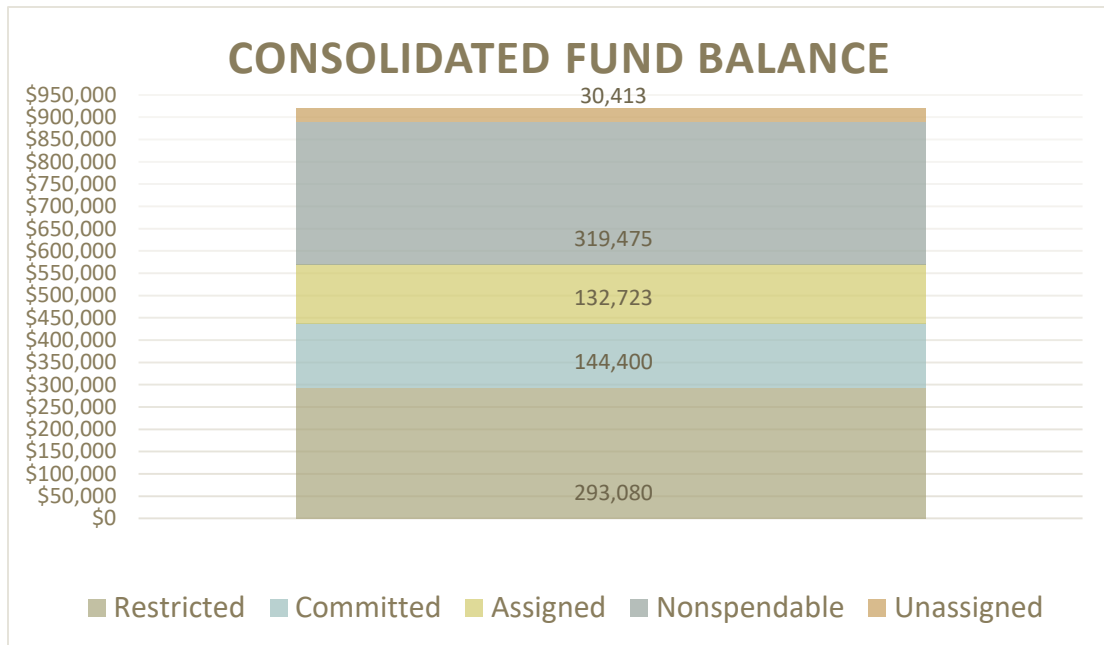
Summary of 2020-2021 Consolidated Budgets And Estimated Fund Balances

	General Fund	Special Funds	Total Government
REVENUES			
Taxes	181,710	258,100	439,810
Charges for Services		20,000	20,000
Grants and Contributions		2,800	2,800
State Grants	84,000		84,000
Investment Earnings	5,000	2,600	7,600
Licenses and Permits	3,500		3,500
Other	1,000		1,000
EXPENDITURES			
General Operating	220,893	39,390	260,283
Public safety	2,680	87,895	90,575
Public works	18,150	160,000	178,150
Community and Economic Development	26,350		26,350
Fund Balance Contribution (Usage)			3,352
Fund Balance, Beginning of Year			1,052,984
Projected Fund Balance, End of Year			1,056,336

The Township is principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Township include General government, Public Safety, Public Works, and Community and Economic Development.

The Township maintains four individual governmental funds, the General Fund, and the Special Funds: Cemetery Fund, Fire Fund, and Road Fund. The Township adopts an annual budget for all funds.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected here because the resources of those funds are not available to support the Township's own programs. The Township maintains one type of fiduciary fund. The Agency Fund, or Tax Fund, reports resources held by the Township in a custodial capacity for other governments.



The restricted fund balance includes the General Fund METRO Act amounts, the Cemetery Fund Grand Traverse Regional Community Foundation endowment, the North Cemetery endowment, the East Cemetery Augenstein endowment and perpetual care amounts, and the Fire Fund amounts, that can be spent only for the specific purposes stipulated by external resource providers or legislation.

The committed fund balance includes amounts that can be used only for specific purposes determined by a formal board action. In the General Fund, the township board approved measures to provide for township road repairs, not covered by the Road Fund. The board also, believes an amount equal to 50-percent of the annually budgeted expenditures should be reserved for contingencies.

Amounts in the assigned fund balance are intended to be used by the township for specific purposes but do not meet the criteria of restricted or committed, for instance, outstanding payables.

In governmental funds other than the general fund, such as the Cemetery Fund, Fire Fund and Road Fund, assigned fund balances represent the remaining amount that is not restricted or committed.

Non-spendable are amounts associated with land and buildings.

Unassigned fund balance is the residual of the General Fund and includes all spendable amounts not contained in the other classifications.

The unassigned classification would also be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The above figures reflect the General Fund, Cemetery Fund, Fire Fund and Road Fund balances as of Sept. 30, 2019.

Revenue Summary

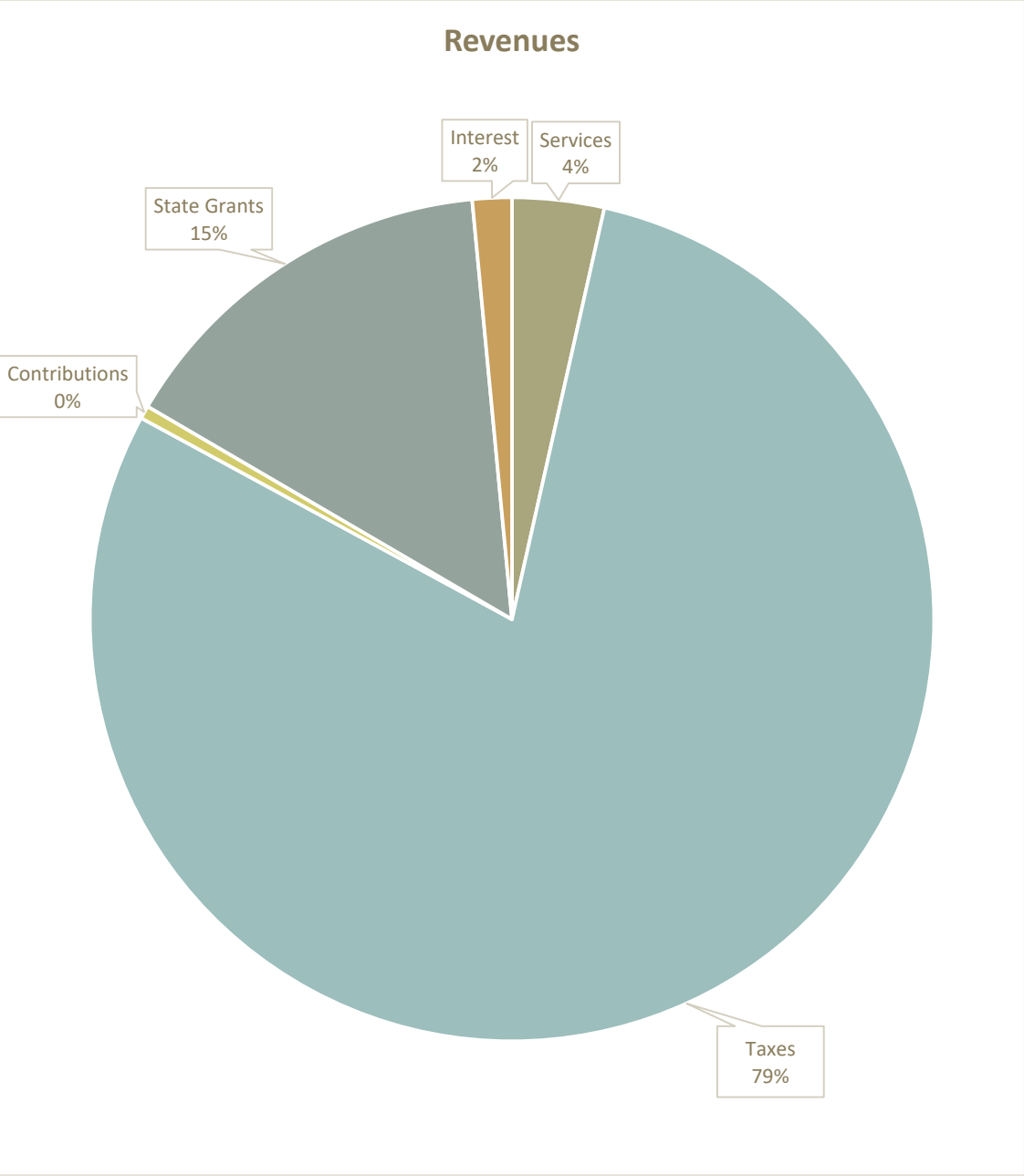
REVENUES	2018-19 Actual	2019-20 Projected	2020-21 Budget
Charges for Services	\$47,001	\$18,654	\$20,000
Grants and Contributions	\$2,880	\$2,863	\$2,800
Taxes	\$447,371	\$432,739	\$439,710
State Grants	\$84,620	\$80,500	\$84,000
Investment Earnings	\$1,502	\$10,795	\$7,600
Other	\$2,250	\$417	\$1,000

- Charges for Services, or zoning permit fees and cemetery amenity fees, provide a meager but stable income. For two previous fiscal years, there was a brief increase in cemetery income and the sales figures are anticipated to return to approximately \$20,000 per year.
- Grants and Contributions are derived from the Grand Traverse Regional Community Foundation to support, preserve and enhance the North Crystal Lake Township Cemetery grounds and facilities, over and above routine maintenance.
- State Grants is money obtained from other governmental entities, such as the Constitutional Revenue Sharing program and the Metropolitan Extension Telecommunications Right-of-Way Oversight (METRO) maintenance fees.
- The Investment Earnings have increased significantly in the 2019-2020 fiscal year due to the investment in the Michigan CLASS Local Government Investment Pool.
- The Other category is mainly reimbursements for items such as street lighting for the Congregational Summer Assembly.
- The most significant part of revenue is derived from taxes. Here, taxes are based on an estimate of taxable value at the current millage rate. For the 2020 tax year, the Township is estimating an increase of 3% in taxable value.

The 2020-2021 Budget is for the Apr. 1, 2020 through Mar. 31, 2021; therefore, operating revenue is based on the Dec. 2020 tax bill. In 2019, the Township levied 0.6913 mills for operating purposes, 0.500 mills for fire protection, and 0.9861 mills for road improvements. The pre-Headlee amended township operating millage rate was 1.2100.

Year	Township Operating Millage	Township Fire Millage	Township Road Millage	Total Millage	Taxable Value	Total Township Taxes
2019	0.6913	0.5000	0.9861	2.1774	175,784,166.00	382,752.44
2018	0.6937	0.5000	0.9895	2.1832	168,732,763.00	368,377.37
2017	0.6955	0.5000	0.9920	2.1875	163,543,907.00	357,752.30
2016	0.7012	0.5000	1.0000	2.2012	159,450,699.00	350,982.88
2015	0.7012	0.5000	1.0000	2.2012	158,086,618.00	347,980.26
2014	0.7012	0.5000	0.0000	2.2012	155,308,488.00	186,556.56
2013	0.7069	0.5000	0.0000	1.2069	150,648,130.00	181,817.23
2012	0.7069	0.2500	0.0000	0.9569	145,124,871.00	138,869.99
2011	0.7069	0.2500	0.0000	0.9569	142,156,709.00	136,029.75
2010	0.7069	0.5000	0.0000	1.2069	138,367,377.00	166,995.59
2009	0.7009	0.0500	0.0000	0.7509	142,760,408.00	107,198.79
2008	0.7109	0.0500	0.0000	0.7609	134,833,598.00	102,594.88
2007	0.7254	0.0500	0.0000	0.7754	127,968,714.00	99,226.94
2006	0.7348	0.0500	0.0000	0.7848	120,365,560.00	94,462.89
2005	0.7566	0.0500	0.0000	0.8066	111,638,640.00	90,047.73
2004	0.7719	0.0500	0.0000	0.8219	105,857,199.00	87,004.03
2003	0.7840	0.0500	0.0000	0.8340	100,027,818.00	83,423.20
2002	0.7984	0.0500	0.0000	0.8484	94,565,474.00	80,229.35
2001	0.8194	0.0500	0.0000	0.8694	87,638,730.00	76,193.11
2000	0.8282	0.0000	0.0000	0.8282	82,615,682.00	68,422.31
1999	1.6700	0.0000	0.0000	1.6700	79,523,927.00	132,804.96
1998	1.6800	0.0000	0.0000	1.6800	76,271,949.00	128,136.87
1997	1.6900	0.0000	0.0000	1.6900	72,381,604.00	122,324.91
1996	0.9100	0.0000	0.0000	0.9100	68,261,379.00	62,117.85

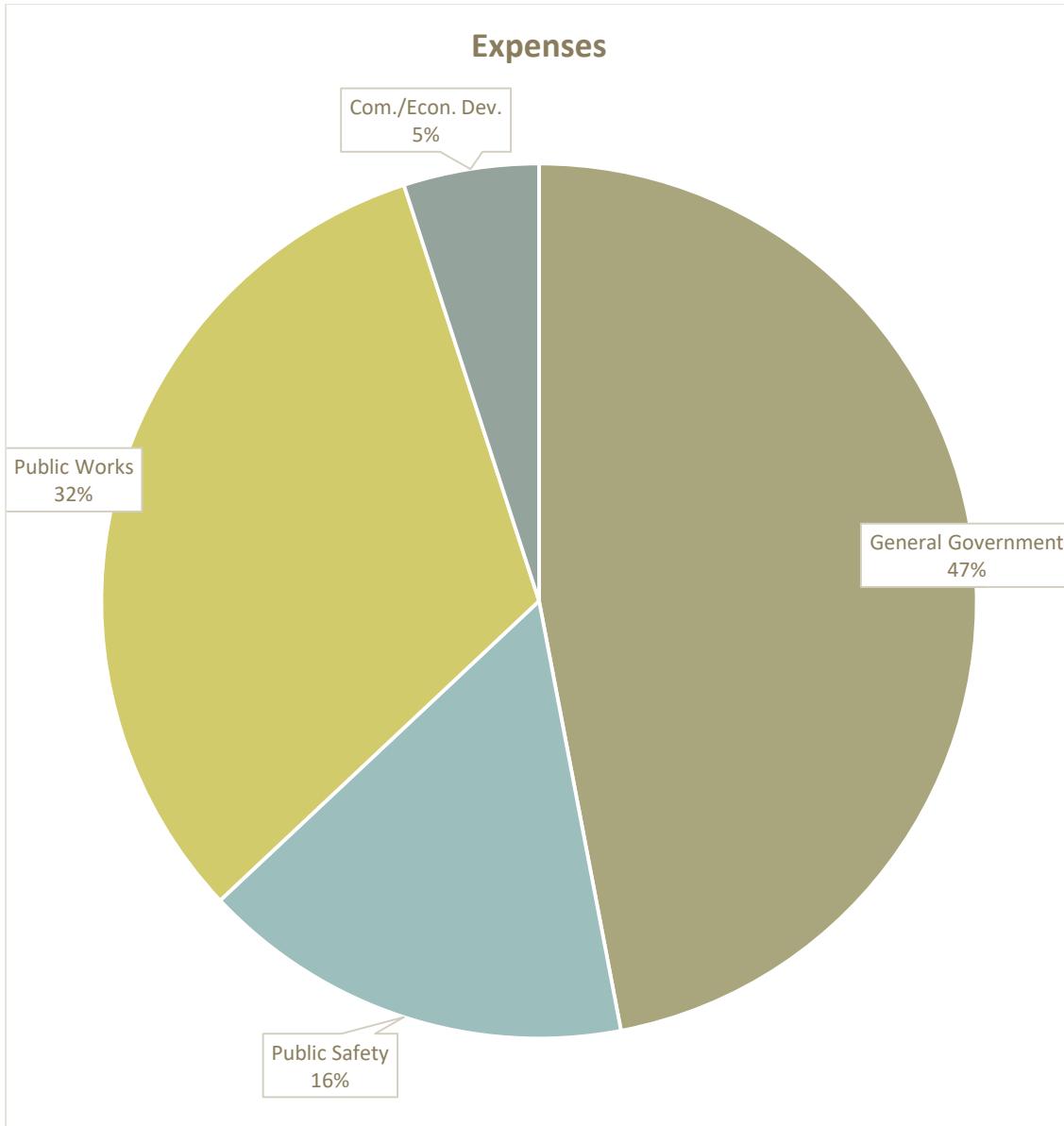
Source: https://www.michigan.gov/taxes/0,4676,7-238-43535_43925-57815--,00.html



Expenditure Summary

EXPENSES	2018-19 Actual	2019-20 Projected	2020-21 Budget
General Government	\$213,712	223,944	260,283
Public Safety	\$82,109	87,697	90,575
Public Works	\$140,713	235,690	178,150
Community and Economic Development	\$22,831	20,683	26,350

- The General Government expenditures are related to day to day activities. It includes salaries, contracted services, utilities, and any other products or services needed to conduct business on a daily basis.
- Public Safety expenditures are primarily the First Responders and Fire Services provided by the Frankfort Fire Department. Also included are the costs of a zoning enforcement officer.
- Public Works are the Road Surfacing expenses of the Road Fund and the General Fund expenses of street lights, unpaved road brining and the agreement with the Frankfort City-County Airport Authority.
- Community and Economic Development encourages the creation of a safe, healthy, desirable township supported by quality community services, promotion of home business and cottage industry development, by meeting the cornerstones outlined in the Crystal Lake Township Master Plan, through the planning and zoning departments.



General Fund Detailed 2020 – 2021 Budget

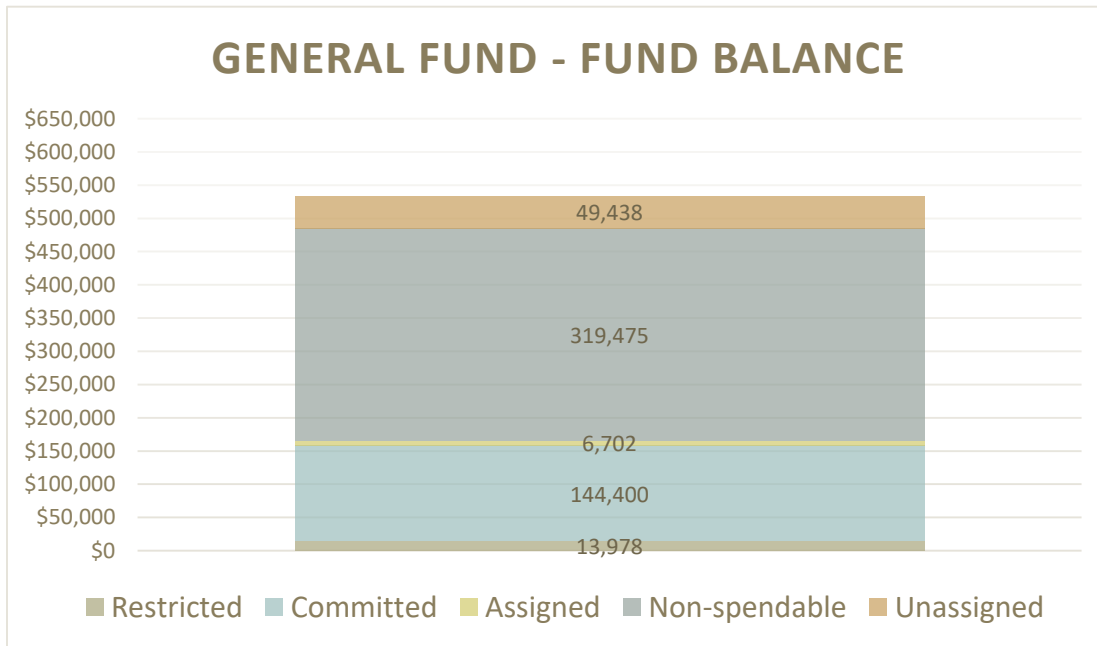
	Apr '18 - Mar '19 Actual	Apr '19 - Mar '20 Projected	Apr '20- Mar '21 Budget
100-400 • REVENUE			
400-401 • TAX COLLECTION			
400-402 • Current Real Property Taxes	112,317.16	117,000.00	115,000.00
400-410 • Current Pers. Prop. Taxes			
400-411 • Delinquent Real Prop. Taxes	5,478.51	3,000.00	3,000.00
400-412 • Delinquent Personal Prop. Taxes			
400-429 • Commercial Forest Reserve	20.29		10.00
400-445 • Penalties & Int. Taxes	8,501.52	4,000.00	3,000.00
400-447 • Prop. Tax Admin. Fee	58,187.01	50,000.00	53,000.00
400-448 • Collection Fees	7,739.25	7,739.25	7,700.00
Total 400-401 • TAX COLLECTION	192,243.74	181,739.25	181,710.00
400-475 • LICENSES & PERMITS			
400-476 • Business License & Permits	250.00		
400-490 • Non-Bus. Lic. & Permits	3,225.44	3,000.00	3,500.00
Total 400-475 • LICENSES & PERMITS	3,475.44	3,000.00	3,500.00
400-539 • STATE GRANTS			
400-546 • Highway & Streets	3,381.79	2,500.00	2,500.00
400-573 • Local Community Stabilization Share			
400-574 • State Revenue Sharing	81,238.00	78,000.00	84,000.00
400-576 • Special Election Reimbursement			
Total 400-539 • STATE GRANTS	84,619.79	80,500.00	84,000.00
400-600 • CHARGES FOR SERVICES			
400-627 • Building Inspection Fees			
400-657 • Ordinance Fines & Costs			
Total 400-600 • CHARGES FOR SERVICES			
400-664 • INVESTMENT			
400-665 • Interest	1,026.11	8,000.00	5,000.00
400-666 • Dividends	186.69	195.23	
Total 400-664 • INVESTMENT	1,212.80	8,195.23	5,000.00
400-671 • OTHER REVENUE			
400-672 • Other Revenue	60.09		
400-676 • Reimbursements			

676.1 · CSA Street Lights Reimb.	1,263.57	1,392.29	1,100.00
400-687 · Refunds/Rebates	194.79		
400-671 · OTHER REVENUE - Other	331.95		
Total 400-671 · OTHER REVENUE	1,850.40	1,392.29	1,100.00
Total 100-400 · REVENUE	283,402.17	274,826.77	275,310.00
100-000 · GENERAL GOVERNMENT			
000-800 · Other Services & Charges	235.65	35.00	100.00
100-999 · TRANSFER OF FUNDS			
999-001 · Fire Fund			
999-003 · Cemetery Fund			
999-005 · Road Fund			
Total 100-999 · TRANSFER OF FUNDS	0.00	0.00	0.00
101-000 · TOWNSHIP BOARD			
101-703 · Board Trustees Salary	5,640.00	5,640.00	5,808.00
101-709 · Board Trustees FICA	442.94	431.46	450.00
101-752 · Township Board Supplies	795.97	200.00	200.00
101-900 · Board Printing & Publishing	3,646.20	4,000.00	4,100.00
101-910 · Professional Development		500.00	500.00
101-915 · Board Memberships	2,595.21	2,676.84	2,800.00
Total 101-000 · TOWNSHIP BOARD	13,120.32	13,448.30	13,858.00
171-000 · SUPERVISOR			
171-703 · Supervisor Salary	19,800.00	19,800.00	20,400.00
171-704 · Supervisor Deputy Wages		800.00	800.00
171-709 · Supervisor FICA	1,514.72	1,580.00	1,630.00
171-752 · Supplies	2,881.54	300.00	1,000.00
171-851 · Postage	0.00		
171-861 · Trans.-Mileage Reimb.	164.43		300.00
171-910 · Professional Development	412.45		500.00
Total 171-000 · SUPERVISOR	24,773.14	22,480.00	24,630.00
191-000 · Accounting Department			
191-933 · Software Mtn. Agreements	901.00	660.00	1,000.00
Total 191-000 · Accounting Department	901.00	660.00	1,000.00
215-000 · CLERK			
215-703 · Clerk Salary	20,850.00	20,850.00	21,500.00
215-704 · Clerk Deputy Wages	2,394.00	3,500.00	3,600.00
215-709 · Clerk FICA	1,778.16	1,870.00	1,925.00
215-752 · Supplies	3,217.99	3,300.00	3,200.00

215-851 · Postage	86.39	25.00	100.00
215-861 · Trans.-Mileage Reimb.	233.06	575.00	600.00
215-910 · Clerk Prof. Development	156.50	390.00	500.00
Total 215-000 · CLERK	28,716.10	30,510.00	31,425.00
223-000 · Audit Services	5,350.00	5,500.00	6,500.00
228-000 · Information Technology			
228-801 · Prof. Contractual Serv.	6,613.11	5,500.00	6,000.00
228-933 · IT Software Maintenance	2,069.33	500.00	600.00
Total 228-000 · Information Technology	8,682.44	6,000.00	6,600.00
247-000 · BOARD OF REVIEW			
247-704 · Board of Review Wages	1,370.00	1,400.00	1,500.00
247-709 · Board of Review FICA	105.66	110.00	120.00
247-861 · Trans.-Mileage Reimb.			300.00
247-900 · BOR Printing & Publishing	122.00	250.00	250.00
247-910 · Professional Development			600.00
Total 247-000 · BOARD OF REVIEW	1,597.66	1760.00	2,770.00
253-000 · TREASURER			
253-703 · Treasurer Salary	19,800.00	19,800.00	20,400.00
253-704 · Treasurer Deputy Wages	1,064.00	1,100.00	1,160.00
253-709 · Treasurer FICA	1,596.10	1,600.00	1,650.00
253-752 · Supplies	975.13	1,300.00	500.00
253-840 · Insurance Premium	816.00	850.00	900.00
253-851 · Postage	1,435.95	1,500.00	2,000.00
253-861 · Trans.-Mileage Reimb.	127.44	42.34	250.00
253-900 · Treas. Printing & Publishing	1,185.79	1,000.00	1,300.00
253-910 · Professional Development	14.00	0.00	500.00
253-933 · Software Mtn. Agreements		520.00	530.00
Total 253-000 · TREASURER	27,014.41	27,712.34	29,190.00
257-000 · ASSESSING			
257-703 · Assessor Salary	27,999.96	28,785.00	29,000.00
257-709 · Assessing FICA	2,142.00	2,210.00	2,220.00
257-752 · Supplies	1,148.32	700.00	700.00
257-851 · Postage	721.84	800.00	900.00
257-933 · Software Mtn. Agreements		2,722.00	3,000.00
Total 257-000 · ASSESSING	32,012.12	35,217.00	35,820.00
262-000 · ELECTION			
262-704 · Election Wages	5,006.75	5,400.00	8,000.00
262-752 · Election Supplies	828.80	4,000.00	5,000.00

262-801 · Prof. & Contractual Services	595.00	900.00	2,000.00
262-851 · Postage	378.40	1,400.00	2,000.00
262-900 · Printing & Publishing	280.10	850.00	1,000.00
262-933 · Software Mtn. Agreements			3,000.00
Total 262-000 · ELECTION	7,089.05	12,500.00	21,000.00
265-000 · BUILDING & GROUNDS			
265-752 · Bldg. & Grounds Supplies	541.77	800.00	1,000.00
265-801 · Prof. & Contractual Serv.			
801.1 · Cleaning Services	1,130.00	1,000.00	1,000.00
801.2 · Snow Plow Services	1,135.00	3,000.00	3,000.00
265-840 · Insurance Premiums	11,561.00	8,700.00	9,000.00
265-850 · Communications	960.73	960.00	1,000.00
265-852 · Misc. Communications	1,199.88	1,070.00	900.00
265-919 · Waste & Rubbish Disposal	6,390.00	6,355.00	6,500.00
265-920 · Bldg. & Grounds Electric	1,151.50	1,100.00	1,300.00
265-921 · Bldg. & Grounds Nat. Gas	663.69	655.00	800.00
265-930 · Land & Building Repairs	670.00	4,000.00	15,000.00
Total 265-000 · BUILDING & GROUNDS	25,403.57	27,640.00	39,500.00
266-000 · ATTORNEY COUNSEL			
266-001 · Township Attorney Counsel	1,244.86	3,500.00	4,000.00
266-002 · Planning Attorney Counsel	121.50		500.00
266-006 · Zoning Attorney Counsel	1,573.88	3,000.00	4,000.00
266-010 · Blight Removal Attorney Counsel			
Total 266-000 · ATTORNEY COUNSEL	2,940.24	6,500.00	8,500.00
300-000 · PUBLIC SAFETY			
300-301 · Officer			
301-703 · Officer Salary	337.50	1,050.00	2,000.00
301-709 · Officer FICA	25.83	80.32	155.00
301-752 · Officer Supplies	68.49	18.01	200.00
301-851 · Postage			25.00
301-861 · Trans.-Mileage Reimb.			
301-910 · Prof. Development			100.00
300-322 · Snowmobile Law			200.00
Total 300-301 · Officer	431.82	1,148.33	2,680.00
Total 300-000 · PUBLIC SAFETY	431.82	1,148.33	2,680.00
440-000 · PUBLIC WORKS			
440-446 · Roads, Streets, Bridges	560.94	1,040.30	1,500.00

440-448 · Street Lighting			
448.1 · CSA Street Light	1,359.75	1,440.00	1,500.00
440-448 · Street Lighting - Other	214.54	96.00	150.00
440-568 · Soil Conservation			
440-595 · Airport			
595-703 · Airport Salary	12,000.00	12,000.00	12,000.00
595-801 · Prof. & Contractual Serv	3,000.00	3,000.00	3,000.00
Total 440-000 · PUBLIC WORKS	17,135.23	17,576.30	18,150.00
700-000 · COMMUNITY & ECON DEVELOPMENT			
700-701 · Planning			
701-704 · Planning Wages	2,448.86	3,300.00	3,840.00
701-709 · Planning FICA	137.36	255.00	295.00
701-752 · Supplies			500.00
701-813 · Planning Transcript Fees	175.00		
701-861 · Trans.-Mileage Reimb.			250.00
701-900 · Printing & Publishing	450.01	500.00	500.00
701-910 · Prof. Development	570.00		500.00
Total 700-701 · Planning	3,781.23	4,055.00	5,885.00
700-702 · Zoning			
702-703 · Zoning Salary	12,600.00	12,600.00	13,000.00
702-704 · Zoning Wages	1,090.00	1,338.00	1,700.00
702-709 · Zoning FICA	1,068.11	1,070.00	1,200.00
702-752 · Zoning Supplies	3,374.71	900.00	1,200.00
702-801 · Prof. & Contractual Serv.			
702-861 · Trans.-Mileage Reimb.	77.76		300.00
702-900 · Printing & Publishing	838.96	720.00	1,400.00
702-910 · Prof. Development			500.00
Total 700-702 · Zoning	19,049.54	16,628.00	19,300.00
700-730 · Home Demolition			
700-732 · Blight Removal			200.00
Total 700-000 · COM. & ECON DEV.	22,830.77	20,683.00	26,350.00
Total 100-000 · GENERAL GOVERNMENT	218,233.52	229,370.27	268,073.00
FUND BALANCE CONTRIBUTION (USAGE)	65,168.65	45,456.50	7,237.00
FUND BALANCE, BEGINNING OF YEAR			592,357.00
FUND BALANCE, PROJECTED YEAR END			607,889.00



The restricted fund balance includes the METRO Act amounts that can be spent only for the specific purposes stipulated by external resource providers or legislation.

The committed fund balance includes amounts that can be used only for specific purposes determined by a formal board action. The township board approved measures to provide for township road repairs, not covered by the Road Fund. The board also, believes an amount equal to 50-percent the annually budgeted expenditures should be reserved for contingencies.

Amounts in the assigned fund balance are intended to be used by the township for specific purposes but do not meet the criteria of restricted or committed, for instance, outstanding payables.

Non-spendable are amounts associated with land and buildings.

Unassigned fund balance is the residual of the general fund and includes all spendable amounts not contained in the other classifications.

The above figures reflect the General Fund balances as of Sept. 30, 2019.

GENERAL FUND ACCOUNT DESCRIPTIONS

Acct. Number	Account Name	Description
	REVENUES	
100-400-401	TAX COLLECTION	
100-400-402	Current Real Property Taxes	Taxes on real estate (land) and anything permanently attached to the land, in the current tax year.
100-400-410	Current Personal Property Taxes	A state specific tax on tangible personal property owned by, leased to or in the possession of taxpayer, in current tax year.
100-400-411	Delinquent Real Prop. Taxes	Real property tax funds received, from county, for prior year tax levies.
100-400-412	Delinquent Personal Prop. Taxes	Personal property tax funds received from taxpayers for prior year tax levies.
100-400-429	Commercial Forest Reserve	Funds received from county treasurer for voluntary taxpayer program (\$1.30/acre/year). The State of Michigan makes annual payment to the county for lost tax revenue.
100-400-445	Penalties & Interest on Taxes	1% interest/month of tax levy after due date and/or 3% penalty after Feb. 14.
100-400-447	Property Tax Administration Fee	The board resolved PTAF, 1% of total levied taxes, to offset assessing, BOR, treasurer costs.
100-400-448	Collection Fees	Contractual fees received from local schools to collect school tax levies.
100-400-475	LICENSES & PERMITS	
100-400-476	Business Licenses & Permits	Amounts earned from providing permit services to township businesses.
100-400-490	Non-Business Licenses & Permits	Amounts earned from providing permit services to township individuals.
100-400-539	STATE GRANTS	
100-400-546	Highways & Streets	Annual maintenance fees for use of public rights-of-ways from telecommunications providers under the Metropolitan Extension Telecommunications Rights-of-Way Oversight (METRO) Act, 2002 PA 48, MCL 484.3101 et seq.
100-400-573	Local Community Stabilization Share	The LSC Authority levies the local community stabilization share tax under the Use Tax Act, 1937 PA 94, MCL 205.91 et seq.

100-400-574	State Revenue Sharing	Per State Constitution of 1963, Article IX, Sect. 10, as amended, payments are based on 15% of the 4% portion of MI sales tax collections. Distributions are made on a population basis, on the last day of even numbered months.
100-400-576	Special Election Reimbursement	Per MCL 168.487, 100% cost reimbursement by State, for a special election for constitutional amendment, or 100% reimbursement by school district, if school district's election was not held in conjunction with a state, federal, county, or township election.
100-400-600	CHARGES FOR SERVICES	
100-400-627	Building Inspection Fees	Amounts earned from providing inspection services to township residents.
100-400-657	Ordinance Fines & Costs	Funds received from township residents for ordinance violation fines and fees
100-400-664	INVESTMENT INCOME	
100-400-665	Interest	Interest amounts earned from financial institutions.
100-400-666	Dividends	Dividend amounts earned from financial institutions, insurance company, etc.
100-400-676	REIMBURSEMENTS	
100-400-676.1	CSA Reimbursements	Annual reimbursement of CSA Lighting Acct#100-440.448.1.
100-400-672	Other	Miscellaneous revenue from sales of office equipment, etc.
100-400-687	Refunds/Rebates	Refunds, rebates, discounts received.
	EXPENDITURES	
100-000-800	Other Services & Charges	Fees incurred by financial institutions.
100-999-000	TRANSFER OF FUNDS CONTROL	
100-999-001	Fire Fund Transfer	Transfer of funds to Fire Fund.
100-999-002	Tax Fund Transfer	Transfer of funds to Tax Fund.
100-999-003	Cemetery Fund Transfer	Transfer of funds to Cemetery Fund.
100-999-005	Road Fund Transfer	Transfer of funds to Road Fund.
100-101-000	TOWNSHIP BOARD	
100-101-703	Board Trustees Salary	Expenses incurred for work performed by salaried board trustees.

100-101-709	Board Trustees FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-101-752	Township Board Supplies	Trustee expenses for business cards, office supplies, etc.
100-101-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-101-900	Township Board Printing & Publishing	Expenses for newspaper printing and/or online publication of meeting synopsis, notices, etc.
100-101-910	Township Board Prof. Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-101-915	Township Board Memberships	Professional memberships, e.g. MTA.
100-171-000	SUPERVISOR	
100-171-703	Supervisor Salary	Expenses incurred for work performed by salaried board supervisor.
100-171-704	Supervisor Deputy Wages	Expenses incurred for work performed by hourly deputy supervisor.
100-171-709	Supervisor FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-171-752	Supervisor Supplies	Supervisor expenses for business cards, office supplies, etc.
100-171-851	Supervisor Postage	Expense for USPS postage.
100-171-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-171-910	Supervisor Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-191-000	ACCOUNTING DEPT.	
100-191-933	Software Maintenance Agreements	Monthly and/or annual accounting software and payroll fees (Quick Books).
100-215-000	CLERK	
100-215-703	Clerk Salary	Expenses incurred for work performed by salaried board clerk.
100-215-704	Clerk Deputy Wages	Expenses incurred for work performed by hourly deputy clerk.
100-215-709	Clerk FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.

100-215-752	Clerk Supplies	Clerk expenses for business cards, office supplies, printer ink, copy machine toner, etc.
100-215-851	Clerk Mail/Postage	Expense for USPS postage.
100-215-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-215-910	Clerk Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-223-000	AUDIT SERVICES	Public Act 146 of 1996 requires a township with a population of less than 4,000 to have the audit performed every two years.
100-228-000	INFORMATION TECH.	
100-228-801	Professional Contractual Services	A professional independent contractor performs an IT services by a contract agreement.
100-228-933	Software Maintenance Agreements	Annual fees for software, malware protection, etc.
100-247-000	BOARD OF REVIEW	
100-247-704	Board of Review Wages	Expenses incurred for work performed by hourly BOR members.
100-247-709	Board of Review FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-247-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-247-900	BOR Printing & Publishing	Expenses for newspaper printing and/or online publication of notices, etc.
100-247-910	BOR Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-253-000	TREASURER	
100-253-703	Treasurer Salary	Expenses incurred for work performed by salaried board treasurer.
100-253-704	Treasurer Deputy Wages	Expenses incurred for work performed by hourly deputy treasurer.
100-253-709	Treasurer FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-253-752	Treasurer Supplies	Treasurer expenses for business cards, office supplies, etc.
100-253-840	Treasurer Insurance Premium	Insurance bonding fee to collect taxes.
100-253-851	Treasurer Mail/Postage	Expense for USPS postage.

100-253-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-253-900	Treasurer Printing & Publishing	Expenses for newspaper printing and/or online publication of tax notices, etc.
100-253-910	Treasurer Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-253-933	Software Maintenance Agreements	Annual fees for BS&A software, etc.
100-257-000	ASSESSING	
100-257-703	Assessor Salary	Expenses incurred for work performed by assessor.
100-257-709	Assessor FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-257-752	Assessor Supplies	Assessor expenses for business cards, office supplies, etc.
100-257-851	Assessor Mail/Postage	Expense for USPS postage.
100-257-933	Software Maintenance Agreements	Annual fees for BS&A software, etc.
100-262-000	ELECTION	
100-262-704	Election Wages	Expenses incurred for work performed by hourly election workers.
100-262-709	Election FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-262-752	Election Supplies	Election expenses ballots, office supplies, etc.
100-262-801	Election Prof. & Contractual Services	A professional independent contractor performs an election service by a contract agreement.
100-262-851	Election Mail/Postage	Expense for USPS postage.
100-262-900	Election Printing & Publishing	Expenses for newspaper printing and/or online publication of election notices, etc.
101-262-910	Election Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-262-933	Software Maintenance Agreements	Annual fees for election software, etc.
100-265-000	BUILDING & GROUNDS	
100-265-752	Building & Grounds Supplies	Supplies necessary for township hall, grounds.
100-265-801	Professional & Contractual Services	A professional independent contractor performs a specialized service by a contract agreement.

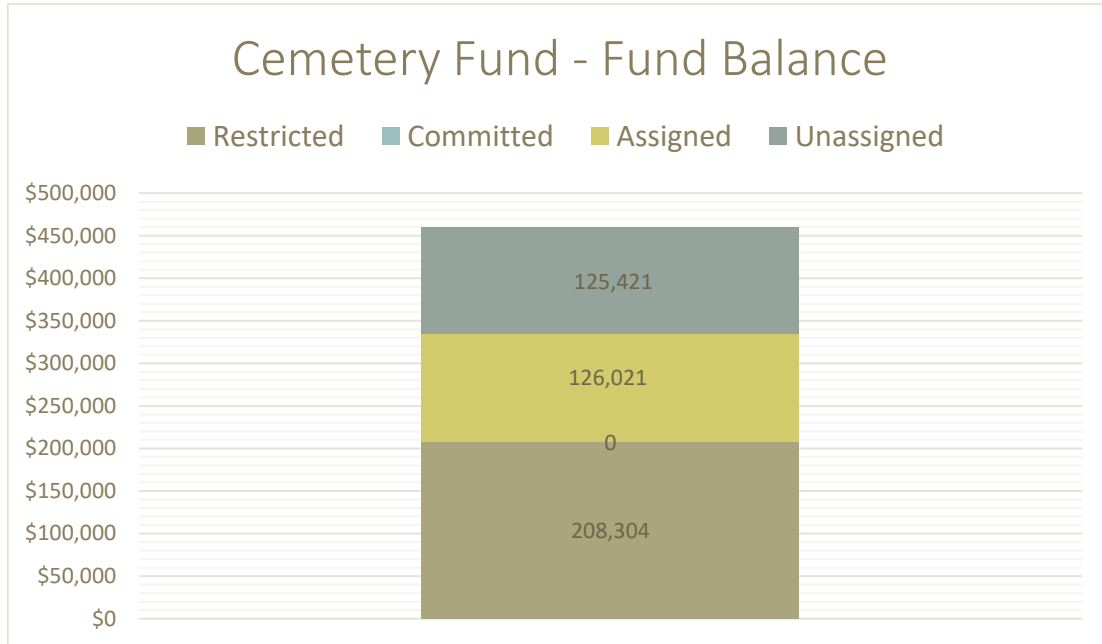
100-265-801.1	Cleaning Services	Fees incurred for township janitorial services.
100-265-801.2	Snow Removal Services	Fees incurred for the removal of snow and ice.
100-265-840	Insurance Premiums	Expenses to insure property, liability, worker's compensation, etc.
100-265-850	Communications	Expense incurred for phone service.
100-265-852	Misc. Communications	Expense incurred for internet service.
100-265-919	Waste & Rubbish Disposal	Expenses for township-wide waste events and/or hall service.
100-265-920	Building & Grounds Natural Gas	Utility fee for natural gas to township hall.
100-265-921	Building & Grounds Electric	Utility fee for electricity to township hall.
100-265-930	Land & Building Repairs	Repairs to township hall and grounds.
100-266-000	ATTORNEY COUNSEL	
100-266-001	Township Attorney Counsel	Legal fees for general township purposes.
100-266-002	Planning Attorney Counsel	Legal fees for planning commission purposes.
100-266-003	Zoning Attorney Counsel	Legal fees for zoning administration purposes.
100-266-010	Blight Removal Attorney Counsel	Legal fees for blight purposes.
100-300-000	PUBLIC SAFETY	
100-300-301	Officer	
100-301-703	Officer Salary	Expenses incurred for work performed by hourly enforcement officer.
100-301-709	Officer FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-301-752	Officer Supplies	Enforcement officer expenses for business cards, office supplies, etc.
100-301-851	Officer Mail/Postage	Expense for USPS postage.
100-301-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-301-910	Officer Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-300-332	Snowmobile Law	Share of expense for sheriff to perform winter snowmobile patrol.
100-440-000	PUBLIC WORKS	
100-440-446	Roads, Street, Bridges	Expense for culverts, road brining, etc.

100-440-448	Street Lighting	Electric utility expense for township street light.
100-440-448.1	CSA Street Lighting	Electric utility expense for CSA street light.
100-440-568	Soil Conservation	Expense to reduce the danger from storm water runoff, to retard pollution from sediment and to conserve and protect the land, water and air.
100-440-570	Lake Improvement Professional Service	Expense for Conservation District to perform duties per MOU.
100-440-595	Airport	
100-595-703	Airport Salary	Share of expense of airport administrator's annual salary.
100-595-801	Professional & Contractual Services	Expense for Frankfort City-County Airport Authority board privilege.
100-700-000	COMMUNITY & ECON. DEV.	
100-700-701	Planning	
100-700-704	Planning Wages	Expenses incurred for work performed by committee members (per meeting).
100-701-709	Planning FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-701-752	Planning Supplies	Planning commission expenses for business cards, office supplies, etc.
100-701-801	Professional & Contractual Services	A professional independent contractor performs a planning services by a contract agreement.
100-701-813	Planning Transcript Fees	Expense for meeting transcriptionist.
100-701-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-701-900	Planning Printing & Publishing	Expenses for newspaper printing and/or online publication of hearings, notices, etc.
100-701-910	Planning Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-700-702	Zoning	
100-702-703	Zoning Salary	Expenses incurred for work performed by salaried zoning administrator.
100-702-704	Zoning Wages	Expenses incurred for work performed by hourly zoning employee.
100-702-709	Zoning FICA	Federal Insurance Contributions Act (7.65% of earnings) payroll deduction.
100-702-752	Zoning Supplies	Zoning administrator expenses for business cards, office supplies, etc.

100-702-801	Professional & Contractual Services	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-702-861	Trans.-Mileage Reimbursement	The 2019 IRS \$0.58 mileage rate used to calculate the deductible costs of operating a vehicle for business purposes.
100-702-900	Zoning Printing & Publishing	Expenses for newspaper printing and/or online publication of hearings, notices, etc.
100-702-910	Professional Development	Expenses for MTA workshops, seminars, etc. including hotel, meals.
100-700-730	Home Demolition	Expenses incurred for the demolition of a structure.
100-700-732	Blight Removal	Expenses incurred for the removal of township blight.

Cemetery Fund Detailed 2020 – 2021 Budget

	Apr '18 - Mar '19 Actual	Apr '19 - Mar '20 Projected	Apr '20 - Mar '21 Budget
567-600 • REVENUE			
600-407 • Miscellaneous Income			
600-600 • Charges for Services			
600-642 • Sale			
642.1 • N. Cemetery Burial Right (Taxpayer)	14,400.00	2,700.00	
642.2 • E. Cemetery Burial Right (Taxpayer)			
642.3 • N. Cem. Burial Right (Non-taxpayer)	14,000.00		
642.4 • E. Cem. Burial Right (Non-taxpayer)			
642.5 • N. Cemetery Interment (Taxpayer)	2,450.00	2,250.00	
642.6 • E. Cemetery Interment (Taxpayer)	400.00	600.00	
642.7 • N. Cem. Interment (Non-taxpayer)	5,600.00	3,187.50	
642.8 • E. Cem. Interment (Non-taxpayer)	800.00	2,900.00	
642.9 • Monument Foundations	5,875.57	4,016.78	
600-664 • Investment Income & Rent	854.15	1,000.00	
600-671 • Other Revenue			
671-674 • Private Contributions & Donations	2,880.00	2,863.00	
671-676 • Reimbursements	400.00	(975.00)	
Total 567-600 • REVENUE	47,659.72	21,925.81	20,000.00
567-700 • EXPENDITURE			
700-752 • Supplies	115.35	34.00	100.00
700-771 • Inventory/Cost of Goods Sold	1,603.00	1,500.00	2,000.00
700-800.1 Bank Service Charge			
700-801 • Professional & Contractual Services			
801.1 • Grounds Contractual Services	17,100.00	17,100.00	17,100.00
801.2 • Sexton			
801.2.1 • Sexton Interment Expenses	4,460.00	4,585.00	5,000.00
801.2.2 • Sexton Foundation Fees	4,045.33	3,000.00	5,000.00
801.2.3 • Sexton Miscellaneous Fees	517.50	550.00	1,000.00
Total 801.2 Sexton	9,012.83	7,915.01	11,000.00
700-851 • Mail & Postage	50.92	1.45	50.00
700-900 • Printing & Publishing	102.64		
700-920.1 • Electric North Cemetery	306.58	280.04	330.00
700-920.1 • Electric East Cemetery	294.77	277.09	310.00
700-930 • Land & Building Repairs N. Cemetery	4,494.55	3,239.50	5,000.00
700-930 • Land & Building Repairs E. Cemetery	2,579.92	1,833.62	3,000.00
700-964 • Refunds & Rebates		175.00	500.00
700-965 • Bad Debt Expense	180.68	1,625.28	500.00
Total 567-700 • EXPENDITURE	35,841.24	33,980.99	38,990.00
FUND BALANCE CONTRIBUTION (USAGE)	11,818.48	(13,055.18)	(18,990.00)
FUND BALANCE, BEGINNING OF YEAR			326,315.76
FUND BALANCE, PROJECTED YEAR END			307,325.76



The restricted fund balance includes the Grand Traverse Regional Community Foundation endowment, the North Cemetery endowment, the East Cemetery Augenstein endowment and perpetual care amounts that can be spent only for the specific purposes stipulated by external resource providers or legislation.

The committed fund balance includes amounts that can be used only for specific purposes determined by a formal board action.

In governmental funds other than the general fund, such as the Cemetery Fund, assigned fund balances represent the remaining amount that is not restricted or committed.

The unassigned classification would also be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The above figures reflect the Cemetery Fund balances as of Sept. 30, 2019.

CEMETERY FUND

ACCOUNT DESCRIPTIONS

Acct. Number	Account Name	Description
	REVENUES	
567-600-407	Miscellaneous Income	Funds received from sources other than burial rights, interment fees, foundations or interest.
567-600-600	CHARGES FOR SERVICES	
567-600-642.1	N. Cemetery Burial Right (Taxpayer)	The sale of a burial plot or a right of earth interment, in the North Cemetery, by a Crystal Lake Township taxpayer.
567-600-642.2	E. Cemetery Burial Right (Taxpayer)	The sale of a burial plot or a right of earth interment, in the East Cemetery, by a Crystal Lake Township taxpayer.
567-600-642.3	N. Cemetery Burial Right (Non-Taxpayer)	The sale of a burial plot or a right of earth interment, in the North Cemetery, by a non-taxpayer.
567-600-642.4	E. Cemetery Burial Right (Non-Taxpayer)	The sale of a burial plot or a right of earth interment, in the East Cemetery, by a non-taxpayer.
567-600-642.5	N. Cemetery Interment (Taxpayer)	The sale from the disposition of human remains by earth interment, entombment or inurnment, in the North Cemetery, by a Crystal Lake Township taxpayer.
567-600-642.6	E. Cemetery Interment (Taxpayer)	The sale from the disposition of human remains by earth interment, entombment or inurnment, in the East Cemetery, by a Crystal Lake Township taxpayer.
567-600-642.7	N. Cemetery Interment (Non-Taxpayer)	The sale from the disposition of human remains by earth interment, entombment or inurnment, in the North Cemetery, by a non-taxpayer.

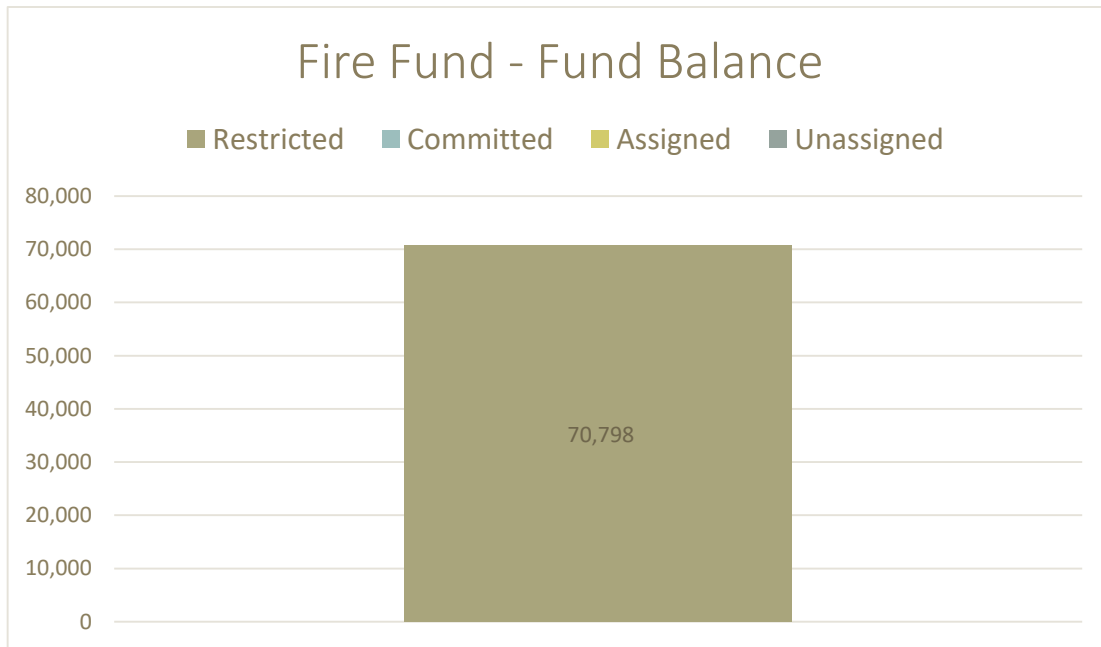
567-600-642.8	E. Cemetery Interment (Non-Taxpayer)	The sale from the disposition of human remains by earth interment, entombment or inurnment, in the East Cemetery, by a non-taxpayer.
567-600-642.9	Monument Foundations	The sale of a cement foundation for monuments and headstones.
567-600-664	Investment Income & Rent	Interest amounts earned from financial institutions.
567-600-671	OTHER REVENUE	
567-671-674	Private Contributions & Donations	Funds received from donors or foundations not to be used for the care of a specific lot or crypt.
567-671-676	Reimbursements	The refund of a delivered good or service (i.e. burial right).
	EXPENDITURES	
567-700-752	Supplies	Cemetery expenses for ordinance packets, office supplies, etc.
567-700-771	Inventory/Cost of Goods Sold	Costs of monument foundations.
567-700-800.1	Bank Service Charge	Fees incurred by financial institutions.
567-700-801	Professional & Contractual Services	
567-700-801.2	Grounds Contractual Services	The expense of contracted service for landscaping of cemeteries.
567-700-801.2.1	Sexton Interment Expenses	The expenses incurred from the disposition of human remains by earth interment, entombment or inurnment in a cemetery.
567-700-802.2.2	Sexton Foundation Fees	The expenses incurred from the installation of a cement foundation for monuments and headstones.
567-700-802.2.3	Sexton Miscellaneous Fees	The expenses incurred from minor, non-invoiceable transactions in the cemeteries.
567-700-851	Mail & Postage	Expense for USPS postage.
567-700-900	Printing & Publishing	Expenses for newspaper printing and/or online

		publication of meeting synopsis, notices, etc.
567-700-920.1	Electric - N. Cemetery	Utility fee for electricity to North Cemetery.
567-700-920.2	Electric - E. Cemetery	Utility fee for electricity to East Cemetery.
567-700-930.1	Land & Bldg. Repairs - N. Cemetery	Repairs and maintenance to North Cemetery grounds and buildings.
567-700-930.2	Land & Bldg. Repairs - E. Cemetery	Repairs and maintenance to East Cemetery grounds and buildings.
567-700-964	Refunds & Rebates	The refund of a delivered good or service (i.e. burial right).
567-700-965	Bad Debt Expense	The uncollectible amount for delivered goods or services.

Fire Fund Detailed 2020 – 2021 Budget

	Apr '18 - Mar '19 Actual	Apr '19 - Mar '20 Projected	Apr '20 - Mar '21 Budget
336-400 • REVENUE			
400-401 • TAXES			
401-402 • Cur. Real Prop. Taxes	83,820.71	83,000.00	90,000.00
401-411 • Del. Real Prop. Taxes	3,938.52	3,000.00	3,000.00
Total 400-401 • TAXES	87,759.23	86,000.00	93,000.00
400-664 • Interest & Rents	414.22	1,500.00	1,500.00
400-699 • Interfund Transfer In		-	
Total 336-400 • REVENUE	88,173.45	87,500.00	94,500.00
336-700 • EXPENDITURE			
336-751 • Supplies			100.00
336-800 • Other Services & Charges			100.00
336-801 • Prof. Contractual Services			
801.1 • Fire Services	66,115.32	70,065.89	71,000.00
801.2 • First Responders	15,166.93	16,087.78	16,500.00
801.3 • Hazardous Materials Response	395.00	395.00	395.00
Total 336-700 • EXPENDITURE	81,677.25	86,548.67	88,095.00
FUND BALANCE CONTRIBUTION (USAGE)	6,496.20	951.33	6,405.00
FUND BALANCE, BEGINNING OF YEAR			113,757.22
FUND BALANCE, PROJECTED YEAR END			120,162.22

The Apr. 2020 – Mar. 2021 budget anticipates an increase in revenues to \$94,500.00, due to the township board approved 0.6000 township fire millage. Costs for services will also increase for the new budget year creating a projected year end fund balance in Mar., of 2021, of \$120,162.22.



The restricted fund balance includes amounts that can be spent only for specific purposes stipulated by external resource providers or legislation.

The committed fund balance includes amounts that can be used only for specific purposes determined by formal board action.

In governmental funds other than the general fund, such as the Fire Fund, assigned fund balances represent the remaining amount that is not restricted or committed.

The unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The above figures reflect the Fire Fund balances as of Sept. 30, 2019.

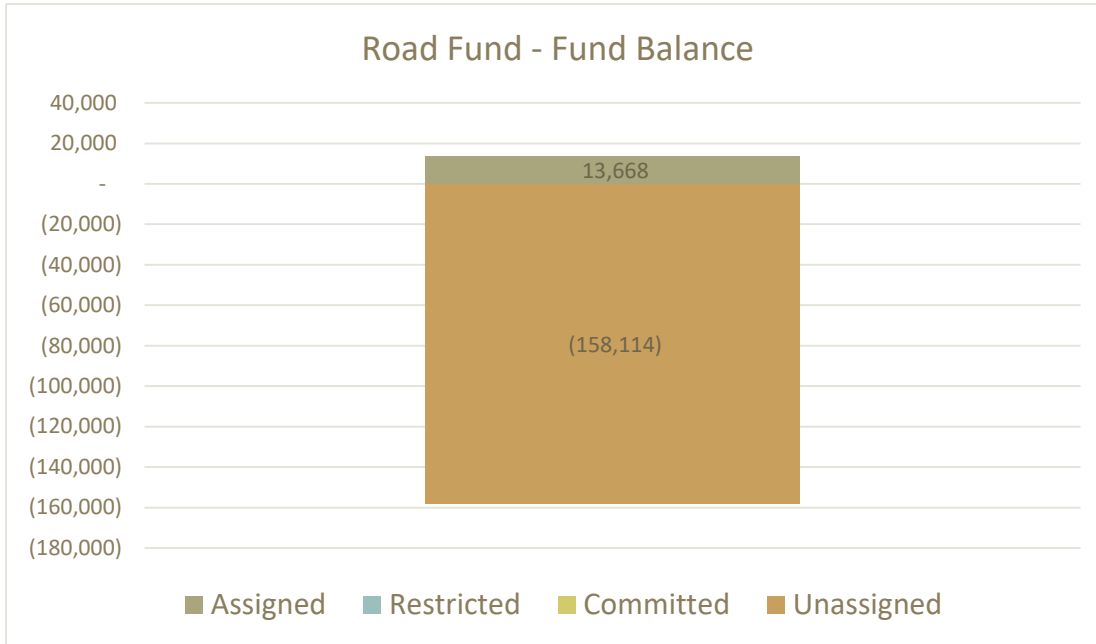
FIRE FUND ACCOUNT DESCRIPTIONS

Acct. Number	Account Name	Description
	REVENUES	
336-400-401	TAX COLLECTION	
336-401-402	Current Real Property Taxes	Taxes on real estate (land) and anything permanently attached to the land, in current tax year.
336-401-411	Del. Real Prop. Taxes	Real property tax funds received, from county, for prior year tax levies.
336-400-664	Interest	Interest amounts earned from financial institutions.
336-400-699	Interfund Transfer In	Funds receive from another Crystal Lake Township fund.
	EXPENDITURES	
336-700-751	Supplies	Expenses for office supplies, etc.
336-700-800	Other Services & Charges	Fees incurred by financial institutions.
336-700-801	Professional Contractual Services	A professional independent contractor performs a service by a contract agreement.
336-700-801.1	Fire Services	A contracted firefighting service with the City of Frankfort, for Crystal Lake Township.
336-700-801.2	First Responders	A contracted rescue service with the City of Frankfort, for Crystal Lake Township.
336-700-801.3	Hazardous Materials Response	A contracted hazmat incident and chemical spill service with the City of Traverse City Fire Department.

Road Fund Detailed 2020 – 2021 Budget

	Apr '18 - Mar '19 Actual	Apr '19 - Mar '20 Projected	Apr '20 - Mar '21 Budget
446-400 · REVENUE			
400-401 · TAXES			
401-402 · Current Real Property Taxes	160,213.50	160,000.00	160,000.00
401-411 · Delinquent Real Prop. Taxes	7,154.97	5,000.00	5,000.00
Total 400-401 · TAXES	167,368.47	165,000.00	165,000.00
400-664 · Interest & Rents	112.46	100.00	100.00
400-699 · Interfund Transfer In			
Total 446-400 · REVENUE	160,480.93	165,100.00	165,100.00
446-700 · EXPENDITURE			
700-751 · Supplies			100.00
700-800 · Other Services & Charges			
800.1 · Bank Fees	35.00		100.00
700-970 · Capital Outlay			
970.1 · Road Surfacing	123,578.17	218,113.83	160,000.00
Total 446-700 · EXPENDITURE	123,613.17	218,113.83	160,200.00
FUND BALANCE CONTRIBUTION (USAGE)	43,867.76	(53,013.83)	4,900.00
FUND BALANCE, BEGINNING OF YEAR			20,553.88
FUND BALANCE, PROJECTED YEAR END			25,453.88

The Apr. 2020 – Mar. 2021 budget anticipates stable revenues of \$165,100.00, utilizing the renewed 1.0000 township road millage. Asphalt road resurfacing will likely continue in the summer, of 2020, for a projected year end fund balance in Mar., of 2021, of \$25,453.88.



In governmental funds other than the general fund, such as the Road Fund, assigned fund balances represent the remaining amount that is not restricted or committed.

The unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The above figures reflect the Road Fund balances as of Sept. 30, 2019.

ROAD FUND

ACCOUNT DESCRIPTIONS

Acct. Number	Account Name	Description
	REVENUES	
446-400-401	TAX COLLECTION	
446-401-402	Current Real Property Taxes	Taxes on real estate (land) and anything permanently attached to the land, in current tax year.
446-401-411	Delinquent Real Prop. Taxes	Real property tax funds received, from county, for prior year tax levies.
446-400-664	Interest	Interest amounts earned from financial institutions.
446-400-699	Interfund Transfer In	Funds receive from another Crystal Lake Township fund.
	EXPENDITURES	
446-700-751	Supplies	Expenses for office supplies, etc.
446-700-800	Other Services & Charges	Fees incurred by financial institutions.
446-800-970	Capital Outlay	
446-700-970.1	Road Surfacing	Fees incurred to resurface existing asphalt township roads.

Capital Improvement Plan

The Capital Improvement Plan (CIP) is an essential planning tool that will serve to guide Crystal Lake Township on the multi-year planning and management of its capital assets. The CIP promotes coordination between the Township's capital and annual operating budgets, resulting in a greater capacity for sound budgetary practices and a focus on long-term sustainability. The Township's CIP also provides a mechanism to stabilize the operating budget by reducing large fluctuations that are often caused by capital purchases. The development of a CIP allows for the evaluation and prioritization of capital expenditures that are either necessary or desirable in the Township's future.

The purpose of the CIP is to coordinate the Township's operating budget with major capital needs over a 6-year period. The CIP shall serve as a tool for the Township's long-range capital expenditure planning. The Capital Improvement Plan and the projects included shall form the development of the Township's annual capital budget. The development of the Capital Improvement Plan budget will be deliberately coordinated with the development of the Township's operating budget so as to enhance congruence between capital improvement projects and operating expenses, and to help the Township prepare for anticipated future expenditures.

Goals of the Capital Improvement Plan:

- Plan for capital expenditures in a fiscally responsible manner
 - Improve financial and budgetary transparency
 - Stabilize the Township's operating budget
 - Coordinate the Township's capital expenditures with the goals set out by the Township Master Plan
 - Coordinate capital projects and purchases with other township departments
 - Ensure the Township is prioritizing and using its resources appropriately
 - Provide time to identify potential external funding
- The Michigan Planning and Enabling Act of 2008 provides for the development and implementation of the CIP.

In addition to its legal foundations, the CIP is recognized by many credit rating agencies as a critical planning and budget tool. The adoption of a CIP reflects a community's dedication to financial management and fiscal responsibility. Capital improvement planning is a practice also highly recommended by the Government Finance Officers Association, the Michigan Townships Association, the Michigan Municipal League, and a number of best practice guides for local government.

CIP Definitions

For the purposes of the Township's Capital Improvement Plan, expenditures are considered capital if the following two criteria are met:

- A physical asset or project with an expected useful life of at least a year. This involves improvements to or replacement of existing assets. Recurring major capital outlays are included only if their replacement cycle is greater than a year.
- Costs \$5,000 or more. These costs may include associated engineering, site preparation, inspections, permits, and other ancillary costs.

Examples of common capital expenditures include:

- New building construction or the expansion of existing buildings.
- The purchase of land for parks or municipal buildings.
- Sanitary sewer, water or storm water drainage improvements excluding maintenance.
- Improvements to or construction of new streets, bridges, and sidewalks.
- The purchase of large equipment items such as fire trucks, police and fire radios, computer systems, playground equipment, parking lots, and HVAC systems, among others.

CIP Planning Process

Development of the CIP is an annual process. The plan is prepared for a six-year period. Year one of the plan is adopted by the Township Board as part of its annual budget cycle, and expenditures are incorporated into the annual Township operating budget. Year two of the plan is adopted for the following year's budget as part of the annual budget cycle. Future years are intended for planning purposes, to help the Township prepare for anticipated future expenditures. Such preparation might include collaboration with other agencies, internal coordination, identification and pursuit of external funding sources, and budget allocation of necessary Township resources to ensure adequate resources are available in future years.

The CIP process begins with a department level review of existing assets. Each major asset is assessed with regard to current condition, expected remaining life, ability to meet intended needs, public health and safety impacts, efficiency and impact on operating budgets. Departments are encouraged to take preventive measures wherever possible to extend the useful life of an asset through service and maintenance, rather than allowing an asset to deteriorate and require replacement.

Capital assets requiring replacement should be evaluated with respect to anticipated future needs, availability of alternative resources within the community, potential for expanding the function of the asset to increase its usefulness, and opportunities for collaboration with other agencies. The size, quality, location, and function of replacement assets may differ substantially from those being replaced. Following the review of existing assets, each department submits project proposals based on needs anticipated for the following seven years. The project proposals are submitted to the Township Building and Grounds Committee. At a minimum, proposals must include a description of the project, estimated cost of the project, estimated duration, sources of potential funding, and the anticipated impact on the operating budget.

Once submitted, the Township Building and Grounds Committee is charged with the task of evaluating and ranking each project proposal. Projects are categorized as “urgent,” “important,” or “desirable.” After members of the Township Building and Grounds Committee reach consensus on the ranking of each project, a draft Capital Improvement Plan is submitted to the Planning Commission and the Chief Administrative Officer for review. In this stage of the process, the Planning Commission evaluates the plan within the context of land use issues. This is also the time in which citizens are given opportunities to participate in the capital improvement planning process.

The role of the Planning Commission in the CIP is to review proposed projects that present land use issues and to evaluate if those projects fit within the context of the community’s master plan. As required by the Michigan Planning Enabling Act of 2008, any CIP projects that involve the opening, widening, or extension of a street, or the acquisition or enlargement of any square, park, playground, or other open space must be approved by the community’s Planning Commission.

Upon completion of the review process and revisions, the Planning Commission or the Chief Administrative Officer submits the final Capital Improvement Plan draft to the Township Board for approval. Once approved, the Board must also approve the necessary allocation of monies from the Township’s capital and operating funds. This fund scheduling for capital improvement projects is known as the capital improvement “program”. This plan and its corresponding program must be reviewed and re-approved each subsequent year.

CIP Timeline:

Jan. 2019	Departments review existing assets.
May 2019	Departments complete and submit CIP project requests.
June 2019	Township Building and Grounds Committee review and prioritize project requests.
July 2019	Draft CIP is submitted to Township Planning Commission and the Chief Administrative Officer.
Sept. 2019	Township Board receives and adopts CIP.
Oct. 2019	CIP is incorporated into 2020-2021 Budget.
Jan. 14, 2020	Public Hearing for the 2020-2021 Budget.
Jan. 14, 2020	The Township Board reviews the 2020-2021 Budget.
Feb. 11, 2020	The Township Board adopts the 2020-2021 Budget.

Scoring and Priority Ranking

The Township Building and Grounds Committee is charged with the responsibility of scoring and ranking projects following the submission of projects by department heads. Projects are scored on the following criteria: health and safety impact, timing of need, level of service, ability to proceed, project funding, impact on efficiency/operating budget, and economic efficiency.

Priority Category	Characteristics
Urgent	<ul style="list-style-type: none"> • Corrects an emergency or condition dangerous to public health, safety, or welfare; • Complies with federal or state requirement whose implementation timeframe is too short to allow for longer-range planning; or • Is vital to the economic stability of the Township
Important	<ul style="list-style-type: none"> • Prevents an emergency or condition dangerous to public health, safety, or welfare; • Is consistent with an adopted or anticipated component of the Township's master plan, a federal or state requirement whose timeframe allows for longer-range planning, or a Board-approved policy; or • Is required to complete a major public improvement (this criterion is more important if the major improvement cannot function without the project being completed, and is less important if the project is not key to the functioning of another project)
Desirable	<ul style="list-style-type: none"> • Provides a benefit to the community; • Worthwhile if funding becomes available; • Can be postponed without detriment to present services; or • Validity of planning or validity of timing have been established

In 2015, Dr. Richard Nielsen, a long-time Crystal Lake Township Board Trustee, recognized the need for critical asphalt road repairs. The resurfacing of township roads was designated as a capital infrastructure project priority and a 1.0000 millage was passed in Nov., of 2015. The Road Fund was established.

	Cost	Roads
2016	\$199,547.65	Airport Rd. Bacon Rd. Bellows Ave. Carlson Rd. Didrickson Rd. Forrester Rd. Graves Rd. Marquette Rd. Pautz Rd. Thomas Rd.
2017	\$332,633.87	Adams Rd. Elm Rd. Glory Rd. Mollineaux Rd. Palcich Rd. Robinson Rd.
2018	\$123,578.17	Martin Rd. Nelson Rd. Nugent Rd. Runway Rd. Snell Rd.
2019	\$218,348.91	Bridge St. Figg Rd. Thomas Rd.
2020	\$160,000.00	To be determined.
2021	\$160,000.00	To be determined.
2022	\$160,000.00	To be determined.
2023	\$160,000.00	To be determined.
2024	\$160,000.00	To be determined.
2025		To be determined.

Budget Resolution and Appropriations Act

A resolution to establish a general appropriations act for Crystal Lake Township; to define the powers and duties of the Crystal Lake Township officers in relation to the administration of the budget; and to provide remedies for refusal or neglect to comply with the requirements of this resolution.

The Board of Trustees of Crystal Lake Township ordains:

Section 1: Title

This resolution shall be known as the Crystal Lake Township General Appropriations Act.

Section 2: Chief Administrative Officer

The Treasurer, as approved by the board, shall be the Chief Administrative Officer and shall perform the duties of the Chief Administrative Officer enumerated in this act.

Section 3: Fiscal Officer

The Clerk and the Treasurer shall be the Fiscal Officers and shall perform the duties of the Fiscal Officer enumerated in this act.

Section 4: Public Hearings on the Budget

Pursuant to MCLA 141.412, notice of a public hearing on the proposed budget was published in a newspaper of general circulation on Jan. 8, 2020, and a public hearing on the proposed budget was held on Jan. 14, 2020.

Section 5: Estimated Revenues

Estimated township general fund revenues for fiscal year 2020-2021, including an allocated millage of 1.2100 mills minus Headlee Millage Reduction Fraction; voter-authorized millage of 1.000 mills for the road fund; a special assessment of 0.6000 for the fire fund and various miscellaneous revenues shall total \$554,910.00.

Section 6: Millage Levy

The Crystal Lake Township Board shall cause to be levied and collected the general property tax on all real and personal property within the township upon the current tax roll an amount estimated to equal to 2.2913 mills as set forth by the Tax Allocation Board (*or as authorized under state law and approved by the electorate*).

Section 7: Estimated Expenditures

Estimated township general fund expenditures for fiscal year 2020-2021 for the various township activities are as follows:

100-000-000	General Government	\$ 100.00
100-101-000	Township Board	\$ 13,858.00
100-171-000	Supervisor	\$ 24,630.00
100-191-000	Accounting Department	\$ 1,000.00
100-215-000	Clerk	\$ 31,425.00
100-223-000	Audit Services	\$ 6,500.00
100-228-000	Information Technology	\$ 6,600.00
100-247-000	Board of Review	\$ 2,770.00
100-253-000	Treasurer	\$ 29,190.00
100-257-000	Assessing	\$ 35,820.00
100-262-000	Election	\$ 21,000.00
100-265-000	Building & Grounds	\$ 39,500.00
100-266-000	Attorney Counsel	\$ 8,500.00
100-300-000	Public Safety	\$ 2,680.00
100-440-000	Public Works	\$ 18,150.00
100-700-000	Community & Economic Development	\$ 26,350.00
100-000-00	TOTAL	\$268,073.00

Estimated township cemetery fund expenditures for fiscal year 2020-2021 are as follows:

567-700-000	Cemetery Expenditures	\$ 38,990.00
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Estimated township fire fund expenditures for fiscal year 2020-2021 are as follows:

336-700-000	Fire Expenditures	\$ 88,095.00
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Estimated township road fund expenditures for fiscal year 2020-2021 are as follows:

446-700-000	Road Expenditures	\$ 160,200.00
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Section 8: Adoption of Budget by Cost Center

The Board of Trustees of Crystal Lake Township adopts the 2020-2021 fiscal year general fund budget by cost center. Township officials responsible for the expenditures authorized in the budget may expend township funds up to, but not to exceed, the total appropriation authorized for each cost center, and may make transfers among the various line items contained in the cost center appropriation. However, no transfers of appropriations for line items related to personnel or capital outlays may be made without prior board approval by budget amendment.

Section 9: Appropriation not a Mandate to Spend

Appropriations will be deemed maximum authorizations to incur expenditures. The fiscal officer shall exercise supervision and control to ensure that expenditures are within appropriations, and shall not issue any town order for expenditures that exceed appropriations.

Section 10: Periodic Fiscal Reports

The fiscal officer shall transmit to the board at the end of each of the first three quarters, and at the end of each month occurring during the fourth quarter, a report of financial operations, including, but not limited to:

- a. a summary statement of the actual financial condition of the general fund at the end of the previous quarter (*month*);
- b. a summary statement showing the receipts and expenditures and encumbrances for the previous quarter (*month*) and for the current fiscal year to the end of the previous quarter (*month*);
- c. a detailed list of:
 - i. expected revenues by major source as estimated in the budget; actual receipts to date for the current fiscal year compared with actual receipts for the same period in the prior fiscal year; the balance of estimated revenues to be collected in the then current fiscal year; and any revisions in revenue estimates resulting from collection experience to date.
 - ii. for each cost center: the amount appropriated; the amount charged to each appropriation in the previous quarter (*month*) for the current fiscal year and as compared with the same period in the prior fiscal year; the unencumbered balance of appropriations; and any revisions in the estimate of expenditures.

Section 11: Limit on Obligations and Payments

No obligation shall be incurred against, and no payment shall be made from any appropriation account unless there is a sufficient unencumbered balance in the appropriation and sufficient funds are or will be available to meet the obligation.

Section 12: Budget Monitoring

Whenever it appears to the Chief Administrative Officer or the Township Board that the actual and probable revenues in any fund will be less than the estimated revenues upon which appropriations from such fund were based, and when it appears that expenditures shall exceed an appropriation, the Chief Administrative Officer shall present to the township board recommendations to prevent expenditures from exceeding available revenues or

appropriations for the current fiscal year. Such recommendations shall include proposals for reducing appropriations, increasing revenues, or both.

Section 13: Violations of This Act

Any obligation incurred or payment authorized in violation of this resolution shall be void and shall subject any responsible official(s) or employee(s) to disciplinary action as outlined in Public Act 621 of 1978) and the Crystal Lake Township personnel manual.

Section 14: Board Adoption

Motion made by _____, seconded by _____ to adopt the foregoing resolution.

Upon roll call vote:

Amy Ferris, Supervisor, _____,

Tammy May, Trustee, _____,

Richard Nielsen, Trustee, _____,

Sue Sullivan, Clerk, _____,

Brooke Trentham Popp, Treasurer, _____.

The Supervisor, declared the motion carried and the resolution duly adopted on the 11th day of February, 2020.

Sue Sullivan, Township Clerk

Glossary of Terms

Accrual Basis	The basis of accounting under which generally accepted accounting principles are followed in recognizing revenues when earned and expenditures as soon as they result in liabilities for benefits received. This contrasts with the cash basis of accounting where revenues and expenditures are only recognized when cash receipts or payments take place.
Activity	A department within a fund to which specific expenses are allocated.
Adopted Budget	Fiscal year plan of revenues and expenditures approved and adopted by Township Board.
Agency Fund	The agency fund of the Township is used to receipt and disburse tax collections.
Amended Budget	Township Board approved changes to current budget amounts.
Appropriation	Authorization granted by the Township board body to incur obligations and to expend public funds for a stated purpose. Resources cannot be expended, nor can obligations be incurred without this formal authorization.
Assessed Value	The amount calculated by the assessor estimating 50% of the true cash value of real or personal property.
Asset	Resources owned or held by the township, which have monetary value.
Audit	A comprehensive review of the financial operations of the township for a specific time frame. The purpose of an audit is to express an opinion on the presentation of the financial statements. In addition, the internal controls over the safekeeping of assets is tested and recommendations are made. The audit is performed by certified public accountants. Per 141.425, Sec. 5. (1) A local unit having a population of less than 4,000 shall obtain an audit of its financial records, accounts, and procedures not less frequently than biennially.

However, if any audit under this subsection discloses a material deviation by the local unit from generally accepted accounting practices or from applicable rules and regulations of a state department or agency or discloses any fiscal irregularity, defalcation, misfeasance, nonfeasance, or malfeasance, the department of treasury may require an audit to be conducted in the next year.

Balanced Budget	Revenues shall equal or be greater than expenses for all governmental funds.
Budget	Serves as the annual financial plan which provides the resources to meet board approved goals and objectives.
Budget Calendar	The schedule of key dates which the township follows in preparation and adoption of the budget.
Capital Assets	Long-term (with an expected life of more than one year) assets with a value in excess of \$5,000.00.
Capital Improvements Plan (CIP)	A detailed list of capital outlays to be incurred over the six years to meet the capital needs of the township. The lists include each contemplated project or outlay and specifies the resources or funding estimated to be available to finance them.
Capital Outlay	Expenditures relating to the purchase of vehicles, equipment, facilities, land, and other fixed assets. Capital Projects Fund accounts for financial resources to be used for the acquisition and construction of major capital facilities.
Capital Project Fund	A fund created to account for financial resources to be used for the spending of appropriations made or incurred in accordance with the Capital Improvement Plan.
Cemetery Fund	The Cemetery Fund accounts for revenues sources that are legally restricted to expenditures for the cemeteries.

Chief Administrative Officer (CAO)

The official granted general administrative control of an authority or organization of government established by law that may expend funds of the authority or organization. The CAO may also be the manager of a township or, if the township does not employ a manager, the supervisor of the township.

Consumer Price Index (CPI)

A statistical description of price levels provided by the U.S. Department of Labor. The index is used as a measure of the increase in the cost of living (i.e. economic inflation).

Contingency Account An account set aside to meet unforeseen circumstances.

Debt Service Fund The debt service fund of the Township; used to separate the revenues and expenditures related to the voted debt millage of the Township.

Deficit An excess of liabilities and reserves of a fund over its assets.

Department The basic organizational unit of government which is functionally unique in its delivery of services.

Expenditure Cost of goods delivered, or services rendered, whether paid or unpaid, including expenses, debt retirement not reported as a liability of the fund from which retired, or capital outlay.

Expenses Decreased in net total assets. Expenses represent the total cost of operations during a period regardless of the timing of related expenditures.

Fund 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. Crystal Lake Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township can be divided into two categories: governmental funds and fiduciary funds.

Fiduciary Fund	The fiduciary fund of the Township; used to account for assets held by the Township in a trustee capacity (Tax Fund).
Fire Fund	The Fire Fund accounts for revenue sources that are legally restricted to expenditures for fire protection.
Fiscal Year	The twelve-month period designated as the operating year. Crystal Lake Township's fiscal year is April 1 through March 31.
Fund	Independent fiscal entity with a self-balancing set of accounts.
Fund Balance	Excess fund equity's accumulated assets over its liabilities. (Excess revenues over expenditures at year-end will typically increase a fund's fund balance.)
Fund Equity	The excess of fund assets and resources over liabilities. A portion of the fund equity may be reserved or designated; any remaining amount is referred to as Fund Balance.
Generally Accepted Accounting Principles (GAAP)	
	GAAP are those accounting principles that are considered essential if a government entity is to report and fully disclose its financial condition and results of operations for a given period. The primary sources of these principles are: Financial Accounting Standards Board (FASB), Governmental Accounting Standards Board (GASB), and American Institute of Certified Public Accountants (AICPA).
General Appropriations Act	
	The budget as adopted by the legislative body.
General Fund	The general operating fund of the Township; used to account for the revenues and expenditures associated with providing services traditionally associated with local government. Transactions are recorded on the modified accrual basis.
Governmental Fund	Governmental funds are used to account for essentially the same functions reported as governmental activities and 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.

Headlee Amendment

1978 Amendment to Michigan State Constitution limiting property tax rate increases without voter approval. Headlee requires tax rates to be “rolled back” if the increase in a taxing unit’s equalized valuation (excluding changes from new construction, improvements and losses) is greater than the rate of inflation. Headlee also requires the State to appropriate necessary funds to local units for any new state-required services and prohibits the State from reducing State share of existing required services.

Homestead Affidavit A form filed by taxpayers to claim an exemption from 18 mills of schools operating millage. This form is filed on homestead properties only.

Interfund Transfers The movement of monies between the township funds.

Intergovernmental Revenues

Those revenues received from another governmental entity, such as State grant or Federal Revenue sharing.

Infrastructure Basic physical framework or foundation of the Township, referring to its buildings, roads, bridges, sidewalks, water and sewer systems.

Legislative Body The five elected members of the Township Board.

Michigan Dept. of Transportation (MDOT)

Crystal Lake Township works in conjunction with MDOT regarding State highways that transverse the Township.

Mil A monetary unit equal to one dollar of tax obligation for every \$1,000 of the taxable value of property.

Millage The total tax obligation per \$1,000 of taxable valuation of property.

Modified Accrual Basis of Accounting

A form of accrual accounting in which (1) expenditures are recognized when the goods or services are received and (2) revenues, such as taxes, are recognized when measurable and available to pay expenditures in the current accounting period.

Operating Budget

A budget which applies to all outlays other than capital outlays.

Personal Property Tax

A businesses assessable property such as machinery, equipment, furniture and fixtures.

Proposal A

Proposal A was approved by the voters in March 1994 to cap the growth in taxable values of property, excluding new construction, to the lesser of 5% or the rate of inflation, until sold. Revisions were also made during the same time period to shift financing school operations from property taxes to state tax increases; primarily the sales tax.

Public Hearing

An open meeting regarding proposed operating or capital budget allocations, which provides citizens with an opportunity to voice their views on the merits of the proposals.

Real Property Tax

Taxes levied on physical real estate.

Reserve:

An account used to indicate a portion of a fund's equity is legally restricted for a specific purpose and is not available for general appropriation.

Resolution

A special or temporary order of the township requiring less legal formality than an ordinance or statute.

Retained Earnings

An equity account reflecting the accumulated earnings of a fund.

Revenues	An addition to the assets of a fund which does not increase a liability, does not represent the recovery of an expenditure, does not represent the cancellation of a liability without a corresponding increase in any other liability or a decrease in assets and does not represent a contribution of fund capital in enterprise or in intergovernmental service funds.
Road Fund	The Road Fund accounts for revenue sources that are legally restricted to expenditures for road improvements.
SEV (State Equalized Value)	The assessed value after equalization at the county and state level. The SEV of a property approximates 50% of the true cash value.
Special Assessment	Amount levied against certain properties to defray all or part of the cost of a specific capital improvement or service deemed to benefit primarily those properties.
State Revenue Sharing	Revenue sharing received from the State of Michigan for sales tax, single business tax, and income taxes.
Tax Abatement	State law allows a local municipality to recommend a maximum 50%, 12-year reduction in qualified businesses personal and real taxes.
Tax Rate	The amount of taxes (in mills) levied for each \$1,000 of assessed valuation.
Taxable Value	The value millages are levied against. This amount, as adjusted annually, cannot increase greater than the rate of inflation and is based on State Equalized Value (SEV).
Transfers In/Out	Amounts transferred from one fund to another to finance services in the recipient fund.
Uniform Budgeting and Accounting Act of 1968	An act to provide for the formulation and establishment of

uniform charts of accounts and reports in local units of government; to define local units of government; to provide for the examination of the books and accounts of local units of government; to provide for annual financial reports from local units of government; to provide for the administration of this act; to prescribe the powers and duties of the state treasurer, the attorney general, the library of Michigan and depository libraries, and other officers and entities; to provide penalties for violation of certain requirements of this act; to provide for meeting the expenses authorized by this act; to provide a uniform budgeting system for local units; and to prohibit deficit spending by a local unit of government.

Unreserved Fund Balance

Money left over from prior years that are not committed for other purposes and can be allocated in the upcoming budget.