

*Township of Johnstown
Barry County, Michigan*

FINANCIAL STATEMENTS

Year ended March 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Township of Johnstown, Michigan

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Township of Johnstown, Michigan, as of and for the year ended March 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, as listed in the contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Township of Johnstown, Michigan, as of March 31, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required supplementary information

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

Supplementary information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Johnstown's basic financial statements. The combining balance sheet and combining statement of revenues, expenditures, and changes in fund balances for the nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining balance sheet and combining statement of revenues, expenditures, and changes in fund balances for the nonmajor governmental funds (supplementary information) 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Sigfried Crandall P.C.

July 12, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Township of Johnstown's (the Township) financial performance provides a narrative overview of the Township's financial activities for the fiscal year ended March 31, 2023. Please read it in conjunction with the Township's financial statements.

FINANCIAL HIGHLIGHTS

- The Township's total net position increased by \$371,646 as a result of this year's activities.
- Of the \$3,565,526 total net position reported, \$2,168,310 is available to be used to meet the Township's ongoing obligations to its citizens and customers, without constraints established by debt covenants, enabling legislation, or other legal requirements.
- The General Fund's unassigned fund balance at the end of the fiscal year was \$1,507,173, which represents 413 percent of the actual total General Fund expenditures for the current fiscal year.

Overview of the financial statements

The Township's annual report is comprised of four parts: management's discussion and analysis, the basic financial statements, required supplementary information, and an optional section that presents combining statements for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the Township:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Township's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Township government, reporting the Township's operations in more detail than the government-wide financial statements.
 - Governmental funds statements explain how government services, like general government, public safety, and public works, were financed in the short-term, as well as what remains for future spending.
 - Fiduciary funds statements provide information about the financial relationships in which the Township acts solely as a custodian for the benefit of others to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The financial statements are followed by sections of required supplementary information and other supplementary information that further explain and support the information in the financial statements.

A comparative analysis of the government-wide financial statements for 2023 and 2022 is also presented.

Government-wide financial statements

The government-wide financial statements report information about the Township as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the Township's assets and liabilities. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the Township's net position and how it has changed. Net position (the difference between the Township's assets and liabilities) is one way to measure the Township's financial health, or position.

- Over time, increases or decreases in the Township's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the Township, you need to consider additional nonfinancial factors, such as changes in the Township's property tax base and the condition of the Township's capital assets.

The government-wide financial statements present governmental activities. These activities include functions most commonly associated with government (e.g., general government, public safety, public works, library, etc.). Property taxes and state grants generally fund these services.

Fund financial statements

The fund financial statements provide more detailed information about the Township's most significant funds - not the Township as a whole. Funds are accounting devices that the Township uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by state law and bond agreements.
- The Township Board establishes other funds to control and manage money for particular purposes or to show that it is properly using certain other revenues.

The Township has two types of funds:

- *Governmental funds.* The Township's basic services are included in governmental funds, which focus on (1) how cash, and other financial assets that can be readily converted to cash, flows in and out, and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information that explains the relationship between them.
- *Fiduciary funds.* These funds are used to account for the collection and disbursement of resources, primarily taxes, for the benefit of parties outside the Township. The Township is responsible for ensuring that the assets reported in the fiduciary funds are used for their intended purposes. The Township's fiduciary balances and activities are reported in the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position. We exclude these activities from the Township's government-wide financial statements because the Township cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE

Net position

Total net position at the end of the fiscal year was \$3,565,526. Of this total, \$1,258,322 is invested in capital assets and \$138,894 is restricted for various purposes. Consequently, unrestricted net position was \$2,168,310.

*Condensed financial information
Net position*

	<i>Governmental activities</i>	
	<u>2023</u>	<u>2022</u>
Current and other assets	\$ 2,516,941	\$ 2,273,820
Capital assets	<u>1,258,322</u>	<u>1,107,363</u>
Total assets	<u>3,775,263</u>	<u>3,381,183</u>
Current liabilities	<u>209,737</u>	<u>187,303</u>
Net position:		
Investment in capital assets	1,258,322	1,107,363
Restricted	138,894	94,407
Unrestricted	<u>2,168,310</u>	<u>1,992,110</u>
Total net position	<u>\$ 3,565,526</u>	<u>\$ 3,193,880</u>

Changes in net position

The Township's total revenues were \$1,083,347. Approximately 40 percent of the Township's revenues comes from property taxes, 29 percent from state shared revenue, and 17 percent from charges for services.

The total cost of the Township's programs totaled \$711,701. Approximately 35 percent of the Township's costs related to general government services. Public safety costs accounted for 33 percent and public works costs were 27 percent of the Township's total expenses.

*Condensed financial information
Changes in net position*

	<i>Governmental activities</i>	
	<u>2023</u>	<u>2022</u>
Program revenues:		
Charges for services	\$ 179,232	\$ 160,832
Operating grants and contributions	4,525	4,638
Capital grants and contributions	144,895	1,825
General revenues:		
Property taxes	428,425	405,698
State shared revenue	312,323	310,924
Interest income	13,947	3,036
 Total revenues	 <u>1,083,347</u>	 <u>886,953</u>
 Expenses:		
General government	251,404	254,074
Public safety	232,023	223,247
Public works	192,388	217,255
Recreation and culture	35,886	34,615
 Total expenses	 <u>711,701</u>	 <u>729,191</u>
 Changes in net position	 <u>\$ 371,646</u>	 <u>\$ 157,762</u>
 Net position, end of year	 <u>\$ 3,565,526</u>	 <u>\$ 3,193,880</u>

Governmental activities

Governmental activities increased the Township's net position by \$371,646 compared to an increase of \$157,762 in 2022. The Township's revenues increased \$196,394 from 2022, while expenses decreased by \$17,490 from 2022. The increase in revenues was due primarily to the recognition of APRA grant revenues, a new special assessment for the paving of Sleepy Hollow Road, and increased property tax revenues.

The total cost of governmental activities this year was \$711,701. After subtracting the charges to those who directly benefited from the programs (\$179,232), operating grants (\$4,525), and capital grants (\$144,895) the "public benefit" portion covered by taxes, state revenue sharing, and other general revenues was \$383,049, compared to \$561,896 in 2022.

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$2,257,790, an increase of \$181,273 from the prior year.

The General Fund is the primary operating fund of the Township. At the end of the current fiscal year, its fund balance was \$1,693,119, an increase of \$127,451 during the year, as revenues of \$615,173 exceeded expenditures of \$364,522 and net transfers of \$123,200.

The Road Fund is used to account for property tax revenues restricted for road maintenance. Its fund balance at the end of the current fiscal year was \$219,621, an increase of \$15,278, as revenues of \$62,778 and a transfer from the General Fund of \$77,500 exceeded public works costs of \$125,000.

The Fire Fund is used to account for property tax revenues restricted for fire protection costs (both operating and capital). Its fund balance at the end of the current fiscal year was \$228,067, an increase of \$15,982, as current year revenues of \$193,762 and a transfer from the General Fund of \$52,500 exceeded public safety costs of \$156,246 and capital outlay costs of \$74,034.

The Fire Capital Fund is used to account for property taxes restricted for fire capital purchases. Its fund balance at the end of the current fiscal year was \$81,172, an increase of \$5,816, as current year revenues of \$94,493 exceeded capital outlay costs of \$88,677.

General Fund budgetary highlights

The Township amended the General Fund revenues and expenditure budget by \$160,593 and \$112,749, respectively, primarily to reflect the recognition of ARPA grant revenues and related spending, and to cover unanticipated increases in other costs during the fiscal year. Revenues were \$6,240 less than anticipated, as most revenue sources were greater than the budgeted amounts except federal grants were not recognized at the levels anticipated. Expenditures were \$71,520 less than the amounts appropriated, as all of the Township's activities were at, or slightly below, projected levels. These variances resulted in a \$134,509 positive budget variance, with a \$127,451 increase in fund balance compared to a budget that anticipated a \$7,058 decrease in fund balance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The Township's investment in capital assets for its governmental activities as of March 31, 2023, amounts to \$1,258,322 (net of accumulated depreciation). This investment includes land, buildings, equipment, and vehicles. The Township's net investment in capital assets increased by \$150,959 for the current year, as \$237,497 in asset acquisitions were offset by \$86,538 in current depreciation.

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

- Pavilion and improvements totaling \$73,187
- Boiler and Water Softener totaling \$40,700
- Grass Rig Conversion totaling \$88,677
- Security system at a cost of \$6,976
- Turnout gear for \$14,358
- EFORCE combination tool totaling \$12,592

More detailed information about the Township's capital assets is presented in Note 5 of the notes to the basic financial statements.

Debt

At the beginning and end of the fiscal year, the Township had no outstanding debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Township plans to primarily use current revenues to provide essential services in fiscal year 2024 in order to maintain current fund balances. Expenditures are expected to increase by nominal amounts compared to fiscal year 2023. The ongoing costs of providing essential services for the citizens of the Township will again need to be monitored in order to maintain the financial condition and operational capabilities of the Township. The Township will consider the need for various capital expenditures and additional road improvement projects.

CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the resources it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to:

Barbara Earl, Township Supervisor
Township of Johnstown
13641 South M-37 Highway
Battle Creek, MI 49017

Phone: (269) 721-9709 Ext. 203

BASIC FINANCIAL STATEMENTS

Township of Johnstown

STATEMENT OF NET POSITION

March 31, 2023

	<i>Governmental activities</i>
ASSETS	
Current assets:	
Cash	\$ 2,356,799
Receivables, net	100,114
Prepaid expenses	<u>22,239</u>
Total current assets	<u>2,479,152</u>
Noncurrent assets:	
Receivables, net	37,789
Capital assets not being depreciated	82,199
Capital assets, net of accumulated depreciation	<u>1,176,123</u>
Total noncurrent assets	<u>1,296,111</u>
Total assets	<u>3,775,263</u>
LIABILITIES	
Current liabilities:	
Payable	25,284
Unearned federal grant revenue	<u>184,453</u>
Total liabilities	<u>209,737</u>
NET POSITION	
Investment in capital assets	1,258,322
Restricted for:	
Public works	57,722
Capital acquisition	81,172
Unrestricted	<u>2,168,310</u>
Total net position	<u>\$ 3,565,526</u>

See notes to financial statements

Township of Johnstown

STATEMENT OF ACTIVITIES

March 31, 2023

	<i>Program revenues</i>			<i>Net (expenses) revenues and change in net position</i>	
	<i>Expenses</i>	<i>Charges for services</i>	<i>Operating grants and contributions</i>		<i>Capital grants and contributions</i>
Functions/Programs					
Governmental activities:					
General government	\$ 251,404	\$ 48,840	\$ -	\$ 90,909	\$ (111,655)
Public safety	232,023	14,853	-	53,986	(163,184)
Public works	192,388	115,539	4,525	-	(72,324)
Recreation and culture	35,886	-	-	-	(35,886)
	<u>711,701</u>	<u>179,232</u>	<u>4,525</u>	<u>144,895</u>	<u>(383,049)</u>
General revenues:					
Taxes levied for:					
Operating					111,290
Roads					62,312
Fire					124,632
Fire Capital					94,305
Dowling Library					35,886
State grants					312,323
Investment income					13,947
					<u>754,695</u>
Change in net position					371,646
Net position - beginning					<u>3,193,880</u>
Net position - ending					<u>\$ 3,565,526</u>

See notes to financial statements

Township of Johnstown

BALANCE SHEET - governmental funds

March 31, 2023

	<u>General</u>	<u>Road</u>	<u>Fire</u>	<u>Fire Capital</u>	<u>Nonmajor funds</u>	<u>Total governmental funds</u>
ASSETS						
Cash	\$ 1,817,225	\$ 215,749	\$ 214,806	\$ 75,312	\$ 33,707	\$ 2,356,799
Receivables	109,967	3,872	13,870	5,860	4,334	137,903
Prepaid items	12,075	-	10,164	-	-	22,239
	<u>1,939,267</u>	<u>219,621</u>	<u>238,840</u>	<u>81,172</u>	<u>38,041</u>	<u>2,516,941</u>
Total assets	<u>\$ 1,939,267</u>	<u>\$ 219,621</u>	<u>\$ 238,840</u>	<u>\$ 81,172</u>	<u>\$ 38,041</u>	<u>\$ 2,516,941</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Payables	\$ 12,281	\$ -	\$ 10,773	\$ -	\$ 2,230	\$ 25,284
Unearned federal grants	184,453	-	-	-	-	184,453
	<u>196,734</u>	<u>-</u>	<u>10,773</u>	<u>-</u>	<u>2,230</u>	<u>209,737</u>
Total liabilities	<u>196,734</u>	<u>-</u>	<u>10,773</u>	<u>-</u>	<u>2,230</u>	<u>209,737</u>
Deferred inflows of resources:						
Unavailable interest revenue	3,361	-	-	-	-	3,361
Unavailable special assessment revenue	46,053	-	-	-	-	46,053
	<u>49,414</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,414</u>
Total deferred inflow of resources	<u>49,414</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,414</u>
Fund balances:						
Nonspendable for prepaid items	12,075	-	10,164	-	-	22,239
Restricted for:						
Capital purchases	-	-	-	81,172	-	81,172
Roads	21,911	-	-	-	-	21,911
Weed control	-	-	-	-	35,811	35,811
Assigned for:						
Roads	-	219,621	-	-	-	219,621
Fire protection	-	-	217,903	-	-	217,903
Capital purchases	151,960	-	-	-	-	151,960
Unassigned	1,507,173	-	-	-	-	1,507,173
	<u>1,693,119</u>	<u>219,621</u>	<u>228,067</u>	<u>81,172</u>	<u>35,811</u>	<u>2,257,790</u>
Total fund balances	<u>1,693,119</u>	<u>219,621</u>	<u>228,067</u>	<u>81,172</u>	<u>35,811</u>	<u>2,257,790</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,939,267</u>	<u>\$ 219,621</u>	<u>\$ 238,840</u>	<u>\$ 81,172</u>	<u>\$ 38,041</u>	<u>\$ 2,516,941</u>

Reconciliation of the balance sheet to the statement of net position:

Total fund balance - total governmental funds \$ 2,257,790

Amounts reported for *governmental activities* in the statement of net position (page 12) are different because:

Capital assets used in *governmental activities* are not financial resources and, therefore, are not reported in the funds. 1,258,322

Certain special assessments and interest receivable are not available to spend and, therefore, are deferred in the funds. 49,414

Net position of *governmental activities* \$ 3,565,526

See notes to financial statements

Township of Johnstown

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND

March 31, 2022

Year ended March 31, 2023

	<u>General</u>	<u>Road</u>	<u>Fire</u>	<u>Fire Capital</u>	<u>Nonmajor funds</u>	<u>Total governmental funds</u>
REVENUES						
Taxes	\$ 153,503	\$ 62,312	\$ 124,632	\$ 94,305	\$ 35,886	\$ 470,638
Federal grants	90,909	-	53,986	-	-	144,895
State grants	316,848	-	-	-	-	316,848
Charges for services	8,045	-	14,175	-	-	22,220
Interest	12,141	466	479	188	59	13,333
Other	33,727	-	490	-	41,782	75,999
	<u>615,173</u>	<u>62,778</u>	<u>193,762</u>	<u>94,493</u>	<u>77,727</u>	<u>1,043,933</u>
Total revenues						
EXPENDITURES						
Current:						
General government	221,564	-	-	-	-	221,564
Public safety	-	-	156,246	-	-	156,246
Public works	32,258	125,000	-	-	18,295	175,553
Recreation and culture	-	-	-	-	35,886	35,886
Capital outlay	110,700	-	74,034	88,677	-	273,411
	<u>364,522</u>	<u>125,000</u>	<u>230,280</u>	<u>88,677</u>	<u>54,181</u>	<u>862,660</u>
Total expenditures						
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>250,651</u>	<u>(62,222)</u>	<u>(36,518)</u>	<u>5,816</u>	<u>23,546</u>	<u>181,273</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	6,800	77,500	52,500	-	-	136,800
Transfers out	(130,000)	-	-	-	(6,800)	(136,800)
	<u>(123,200)</u>	<u>77,500</u>	<u>52,500</u>	<u>-</u>	<u>(6,800)</u>	<u>-</u>
Total other financing sources (uses)						
NET CHANGES IN FUND BALANCES	127,451	15,278	15,982	5,816	16,746	181,273
FUND BALANCES - BEGINNING	<u>1,565,668</u>	<u>204,343</u>	<u>212,085</u>	<u>75,356</u>	<u>19,065</u>	<u>2,076,517</u>
FUND BALANCES - ENDING	<u>\$ 1,693,119</u>	<u>\$ 219,621</u>	<u>\$ 228,067</u>	<u>\$ 81,172</u>	<u>\$ 35,811</u>	<u>\$ 2,257,790</u>

See notes to financial statements

Township of Johnstown

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - governmental funds (Continued)**

Year ended March 31, 2023

Reconciliation of the statement of revenues, expenditures, and changes in fund balances to the statement of activities:

Net change in fund balance - total governmental funds (page 15) \$ 181,273

Amounts reported for *governmental activities* in the statement of activities (page 13) are different because:

Capital assets:

Assets acquired	237,497
Provision for depreciation	(86,538)

Deferred inflows of resources:

Net increase in unavailable interest revenue	3,361
Net increase in unavailable special assessment revenue	<u>36,053</u>

Change in net position of *governmental activities* \$ 371,646

Township of Johnstown

STATEMENT OF FIDUCIARY NET POSTION - Custodial Fund

March 31, 2023

	<u><i>Tax Collection</i></u>
ASSETS	
Cash	\$ <u> -</u>
LIABILITIES	
Due to other governments	<u> -</u>
NET POSITION	
Restricted for individuals and other governments	<u><u> -</u></u>

See notes to financial statements

Township of Johnstown

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - Custodial Fund

March 31, 2023

	<u><i>Tax Collection</i></u>
ADDITIONS	
Property taxes collections for other governments	\$ 3,093,180
DEDUCTIONS	
Payments of property taxes to other governments	<u>3,093,180</u>
CHANGE IN FIDUCIARY NET POSITION	-
NET POSITION - BEGINNING	<u>-</u>
NET POSTION - ENDING	<u>\$ -</u>

See notes to financial statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Township of Johnstown, Michigan (the Township), conform to accounting principles generally accepted in the United States of America (hereinafter referred to as generally accepted accounting principles) as applicable to governmental units. The following is a summary of the more significant accounting policies.

Reporting entity:

As required by generally accepted accounting principles, these financial statements present only the Township (located in Barry County), as there are no other entities for which the Township is considered to be financially accountable.

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 Township. The effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and the fiduciary fund, even though the latter is excluded from government-wide financial statements. Major individual governmental 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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds 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 if they are collected within the current period, or soon enough thereafter, to pay liabilities of the current period. For this purpose, the Township generally considers revenues to be available if they are expected to be collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

State grants, licenses and permits, charges for services, 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 only when cash is received by the Township.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement focus, basis of accounting, and financial statement presentation (continued):

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. It accounts for all financial resources of the Township, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Road Fund, a special revenue fund, accounts for financial resources used for road maintenance projects in the Township. Revenues are primarily derived from property taxes.

The Fire Fund, a special revenue fund, accounts for financial resources used for the operational costs of the Township's public safety functions. Revenues are primarily derived from property taxes.

The Fire Capital Fund, a special revenue fund, accounts for capital purchases of the Township's public safety functions. Revenues are primarily derived from property taxes.

Additionally, the Township reports the following fund types:

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

The Township also reports a custodial fund, the Tax Collection Fund, which accounts for assets held by the Township in a fiduciary capacity for other governments.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Assets, liabilities, and equity:

Bank deposits - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Pooled interest income is proportionately allocated to all funds.

Receivables - In general, outstanding balances between funds are reported as "due to/from other funds." No allowance for uncollectible accounts has been recorded, as the Township considers all receivables to be fully collectible.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)*Assets, liabilities, and equity (continued):*

Capital assets - Capital assets, which include property, plant, and equipment are reported in the government-wide financial statements. Capital assets, other than infrastructure, are defined by the Township as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value as of the date received. Governments can elect to account for infrastructure assets either retroactively to June 15, 1980, or prospectively. The Township has elected to account for infrastructure assets prospectively, beginning April 1, 2004.

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

Buildings and improvements	20 - 40 years
Equipment	3 - 5 years
Vehicles	10 - 15 years

Unearned revenue - Unearned revenue represents resources related to federal grant revenue, which has not yet been earned.

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

Net position flow assumption - Sometimes, the Township will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

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 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 and regulations of other governments. The Township Board retains the authority to assign fund balances as to purpose. Unassigned fund balances are amounts that do not fall into any other category above. This is the residual classification for amounts in the General Fund. In other governmental funds, only negative unassigned amounts are reported, if any, and represent expenditures incurred for specific purposes exceeding the amounts previously restricted or assigned to those purposes. When the Township incurs an expenditure for purposes for which various fund balance classifications can be used, it is the Township's policy to use the restricted fund balance first, followed by assigned fund balance, and, finally, unassigned fund balance.

Property tax revenue recognition - Property taxes are levied as of December 1 on property values assessed as of December 31 of the prior year. The billings are due on or before February 14, at which time the bill becomes delinquent, and penalties and interest may be assessed by the Township. Property tax revenue is recognized in the year for which taxes have been levied and become available. The Township levy date is December 1, and, accordingly, the total levy is recognized as revenue in the current year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, liabilities, and equity (continued):

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Accordingly, 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 governmental funds. The budget document presents information by fund, function, and department. The legal level of budgetary control adopted by the governing body is the activity level. All annual appropriations lapse at the end of the fiscal year. There are no reportable budget variations at year end.

NOTE 3 - CASH

State statutes and the Township's investment policy authorize the Township to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations. The Township's deposits are in accordance with statutory authority. At March 31, 2023, the Township had deposits with a carrying amount of \$2,356,799.

Custodial credit risk is the risk that, in the event of the failure of a financial institution, the Township will not be able to recover its deposits. The Township's investment policy does not specifically address custodial credit risk for deposits. At March 31, 2023, \$1,317,463 of the Township's bank balances of \$2,416,753 was exposed to custodial credit risk because it was uninsured and uncollateralized.

NOTE 4 - RECEIVABLES

Receivables as of March 31, 2023, for the Township's individual major funds and nonmajor funds, in the aggregate, were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Property taxes</u>	<u>Special assessments</u>	<u>Interest</u>	<u>Inter- governmental</u>	<u>Totals</u>
General	\$ 1,102	\$ 8,776	\$ 49,346	\$ 5,287	\$ 45,456	\$ 109,967
Road	-	3,872	-	-	-	3,872
Fire	-	7,745	-	-	6,125	13,870
Fire Capital	-	5,860	-	-	-	5,860
Nonmajor funds	-	2,230	2,104	-	-	4,334
Totals	<u>\$ 1,102</u>	<u>\$ 28,483</u>	<u>\$ 51,450</u>	<u>\$ 5,287</u>	<u>\$ 51,581</u>	<u>\$ 137,903</u>
Noncurrent portion	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,789</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,789</u>

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2023, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 9,012	\$ -	\$ -	\$ 9,012
Construction in progress	<u>-</u>	<u>73,187</u>	<u>-</u>	<u>73,187</u>
Total capital assets not being depreciated	<u>9,012</u>	<u>73,187</u>	<u>-</u>	<u>82,199</u>
Capital assets being depreciated:				
Buildings and improvements	944,865	-	-	944,865
Equipment	607,510	75,633	-	683,143
Vehicles	<u>1,144,546</u>	<u>88,677</u>	<u>-</u>	<u>1,233,223</u>
Subtotal	<u>2,696,921</u>	<u>164,310</u>	<u>-</u>	<u>2,861,231</u>
Less accumulated depreciation for:				
Buildings and improvements	(256,633)	(24,291)	-	(280,924)
Equipment	(500,830)	(23,636)	-	(524,466)
Vehicles	<u>(841,107)</u>	<u>(38,611)</u>	<u>-</u>	<u>(879,718)</u>
Subtotal	<u>(1,598,570)</u>	<u>(86,538)</u>	<u>-</u>	<u>(1,685,108)</u>
Total capital assets being depreciated, net	<u>1,098,351</u>	<u>77,772</u>	<u>-</u>	<u>1,176,123</u>
Governmental activities capital assets, net	<u>\$1,107,363</u>	<u>\$ 150,959</u>	<u>\$ -</u>	<u>\$1,258,322</u>

Depreciation expense was charged to functions of the Township as follows:

Governmental activities:	
General government	\$ 25,907
Public safety	<u>60,631</u>
Total	<u>\$ 86,538</u>

NOTE 6 - PAYABLES

Payables as of March 31, 2023, for the Township’s individual major funds and nonmajor funds, in the aggregate, were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Payroll</u>	<u>Inter- governmental</u>	<u>Totals</u>
General	\$ 9,616	\$ 2,665	\$ -	\$ 12,281
Fire	4,689	6,084	-	10,773
Nonmajor funds	-	-	2,230	2,230
Totals	<u>\$ 14,305</u>	<u>\$ 8,749</u>	<u>\$ 2,230</u>	<u>\$ 25,284</u>

NOTE 7 - INTERFUND BALANCES AND TRANSFERS

The transfers to the Fire Fund and Road Fund from the General Fund represent annual appropriations of \$52,500 and \$77,500, respectively, for future road maintenance and public safety operations.

The transfer to the General Fund from the Fine Lake Weed Fund represents initial start-up costs of the special assessment district that were covered by the General Fund.

NOTE 8 - PROPERTY TAX REVENUES

The 2022 taxable valuation of the Township approximated 124,565,000, on which ad valorem taxes levied consisted of 0.8941 mills for operating purposes, 1.000 mills for fire protection, 0.7567 mills for fire capital, 0.5000 mills for roads, and 0.2880 mills for library services, raising approximately \$111,000 for operating purposes, \$124,000 for fire protection, \$94,000 for fire capital, \$62,000 for roads, and \$36,000 for library services. These amounts are recognized in the respective fund financial statements as property tax revenue.

NOTE 9 - DEFINED CONTRIBUTION PENSION PLAN

The Township and its employees contribute to the Johnstown Township Group Pension Plan, a defined contribution pension plan, which is administered by a third-party administrator. The plan covers all elected officials, salaried fire employees, and volunteer firefighters.

Benefit terms, including contribution requirements, for the Plan are established, and may be amended, by the Township Board. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate as described above. The Township contributes 10% of covered payroll to the first class of qualifying employees. The Township contributes \$200 for salaries under \$1,000, plus an additional \$200 for each additional \$1,000 of salary, up to \$800, then \$100 for each additional \$1,000 of compensation. Employees are permitted to make contributions to the Plan, up to applicable Internal Revenue Code limits. For the year ended March 31, 2023, the Township made contributions of \$24,347. At March 31, 2023, the Township reported an accrued liability of \$4,400 as part of the contributions to the plan.

The Township's contributions for each employee (and investment earnings allocated to the employee's account) are fully vested on the day the employee is eligible to participate in the plan, which occurs after one month of service.

The Township is not a trustee of the defined contribution pension plan, nor is the Township responsible for investment management of the pension plan assets. Accordingly, plan assets, and changes therein, are not reported in these financial statements.

NOTE 10 - RISK MANAGEMENT

The Township is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation). The Township has purchased commercial insurance for each of these claims and is neither self-insured, nor participates in a shared-risk pool. Settled claims relating to commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

NOTE 11 - JOINTLY GOVERNED ORGANIZATION

The Township, together with the Townships of Barry, Hope, and Prairieville, established the Southwest Barry County Sewer and Water Authority (the Authority), under the provisions of Act 233 of 1955, to operate, maintain, administer, and manage a sewage collection and disposal system. The governing body of the Authority is made up of one elected official from each member township. Operating costs are financed through user fees, and debt service costs are paid from special assessments upon benefited properties. The Township does not retain an ongoing financial interest or responsibility in the Authority.

NOTE 12 - AMERICAN RESCUE PLAN ACT of 2021

On March 11, 2021, the United States executed the American Rescue Plan Act of 2021 (ARPA), which included \$362 billion in funds to be awarded as economic assistance to state and local governments to prepare for and respond to COVID-19. Under the American Rescue Plan Act, the Township was awarded approximately \$329,348 in federal Coronavirus Local Fiscal Recovery Funds ("ARPA Funds"). The Township received half of the ARPA Funds in September 2021, with the second half in 2022. The Township is subject to rules issued by the U.S. Treasury Department regarding the use of ARPA Funds and has identified the following allowable uses: support public health expenditures, address negative economic impacts caused by the COVID-19 public health emergency, replace lost public sector revenue, provide premium pay for essential workers, and invest in water, sewer, and broadband infrastructure. The Township expects to spend the awarded funds under the applicable federal guidelines. During 2023, the Township recognized \$144,895 in APRA funds used to cover capital improvements and fire equipment. At March 31, 2023, the Township reported \$184,453 of unearned federal grant revenues.

NOTE 13 - UPCOMING ACCOUNTING PRONOUNCEMENT

In May 2020, the GASB issued Statement No. 96, Subscription-based Information Technology Arrangements. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The Township is currently evaluating the impact this standard will have on the financial statements when adopted during the 2023 fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION

Township of Johnstown

BUDGETARY COMPARISON SCHEDULE - General Fund

March 31, 2023

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Taxes	\$ 149,785	\$ 149,785	\$ 153,503	\$ 3,718
Federal grants	-	122,899	90,909	(31,990)
State grants	283,170	313,864	316,848	2,984
Charges for services	12,500	12,500	8,045	(4,455)
Interest	3,465	3,465	12,141	8,676
Other	11,900	18,900	33,727	14,827
	<u>460,820</u>	<u>621,413</u>	<u>615,173</u>	<u>(6,240)</u>
Total revenues				
EXPENDITURES				
General government:				
Legislative	8,390	8,390	8,359	31
Supervisor	23,247	23,429	22,275	1,154
Election	18,065	21,328	19,820	1,508
Assessor	37,710	37,710	30,931	6,779
Clerk	36,304	38,304	36,530	1,774
Board of review	3,900	3,900	3,121	779
Treasurer	38,712	38,712	36,112	2,600
Hall and grounds	33,950	35,370	25,487	9,883
Other	48,200	48,200	38,929	9,271
	<u>248,478</u>	<u>255,343</u>	<u>221,564</u>	<u>33,779</u>
Total general government				
Public works:				
Street lights	1,325	1,325	1,280	45
Cemetery	28,940	28,940	21,639	7,301
Transfer station	3,550	3,550	3,533	17
Other	-	15,443	5,806	9,637
	<u>33,815</u>	<u>49,258</u>	<u>32,258</u>	<u>17,000</u>
Total public works				
Capital outlay	<u>41,000</u>	<u>131,441</u>	<u>110,700</u>	<u>20,741</u>
Total expenditures	<u>323,293</u>	<u>436,042</u>	<u>364,522</u>	<u>71,520</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>137,527</u>	<u>185,371</u>	<u>250,651</u>	<u>65,280</u>

Township of Johnstown

BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)

March 31, 2023

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 68,625	\$ 6,800	\$ 6,800	\$ -
Transfers out	<u>(130,000)</u>	<u>(199,229)</u>	<u>(130,000)</u>	<u>69,229</u>
Total other financing sources (uses)	<u>(61,375)</u>	<u>(192,429)</u>	<u>(123,200)</u>	<u>69,229</u>
NET CHANGES IN FUND BALANCES	76,152	(7,058)	127,451	134,509
FUND BALANCES - BEGINNING	<u>1,565,668</u>	<u>1,565,668</u>	<u>1,565,668</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 1,641,820</u>	<u>\$ 1,558,610</u>	<u>\$ 1,693,119</u>	<u>\$ 134,509</u>

Township of Johnstown

BUDGETARY COMPARISON SCHEDULE - Road Fund

Year ended March 31, 2023

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Taxes	\$ 62,000	\$ 62,000	\$ 62,312	\$ 312
Interest	250	250	466	216
Total revenues	<u>62,250</u>	<u>62,250</u>	<u>62,778</u>	<u>528</u>
EXPENDITURES				
Public works	<u>125,000</u>	<u>125,000</u>	<u>125,000</u>	<u>-</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(62,750)	(62,750)	(62,222)	528
OTHER FINANCING SOURCES				
Transfers in	<u>77,500</u>	<u>77,500</u>	<u>77,500</u>	<u>-</u>
NET CHANGES IN FUND BALANCES	14,750	14,750	15,278	528
FUND BALANCES - BEGINNING	<u>204,343</u>	<u>204,343</u>	<u>204,343</u>	<u>-</u>
FUND BALANCES - ENDING	<u><u>\$ 219,093</u></u>	<u><u>\$ 219,093</u></u>	<u><u>\$ 219,621</u></u>	<u><u>\$ 528</u></u>

Township of Johnstown

BUDGETARY COMPARISON SCHEDULE - Fire Fund

Year ended March 31, 2023

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Taxes	\$ 116,800	\$ 116,800	\$ 124,632	\$ 7,832
Federal grants	-	-	53,986	53,986
Charges for services	13,000	18,900	14,175	(4,725)
Interest	275	275	479	204
Other	-	-	490	490
Total revenues	<u>130,075</u>	<u>135,975</u>	<u>193,762</u>	<u>57,787</u>
EXPENDITURES				
Public safety	196,150	200,150	156,246	43,904
Capital outlay	<u>78,487</u>	<u>90,237</u>	<u>74,034</u>	<u>16,203</u>
Total expenditures	<u>274,637</u>	<u>290,387</u>	<u>230,280</u>	<u>60,107</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	(144,562)	(154,412)	(36,518)	117,894
OTHER FINANCING SOURCES				
Transfers in	<u>104,187</u>	<u>114,928</u>	<u>52,500</u>	<u>(62,428)</u>
NET CHANGES IN FUND BALANCES	(40,375)	(39,484)	15,982	55,466
FUND BALANCES - BEGINNING	<u>212,085</u>	<u>212,085</u>	<u>212,085</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 171,710</u>	<u>\$ 172,601</u>	<u>\$ 228,067</u>	<u>\$ 55,466</u>

Township of Johnstown

BUDGETARY COMPARISON SCHEDULE - Fire Capital Fund

Year ended March 31, 2023

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Taxes	\$ 93,000	\$ 93,000	\$ 94,305	\$ 1,305
Interest	45	45	188	143
Total revenues	<u>93,045</u>	<u>93,045</u>	<u>94,493</u>	<u>1,448</u>
EXPENDITURES				
Capital outlay	-	88,677	88,677	-
NET CHANGES IN FUND BALANCES	93,045	4,368	5,816	1,448
FUND BALANCES - BEGINNING	<u>75,356</u>	<u>75,356</u>	<u>75,356</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 168,401</u>	<u>\$ 79,724</u>	<u>\$ 81,172</u>	<u>\$ 1,448</u>

SUPPLEMENTARY INFORMATION

Township of Johnstown

COMBINING BALANCE SHEET - nonmajor governmental funds

March 31, 2023

	<u>Dowling Library</u>	<u>Mill Lake Aquatic</u>	<u>Fine Lake Aquatic</u>	<u>Totals</u>
ASSETS				
Cash	\$ -	\$ 20,160	\$ 13,547	\$ 33,707
Receivables	<u>2,230</u>	<u>390</u>	<u>1,714</u>	<u>4,334</u>
Total assets	<u>\$ 2,230</u>	<u>\$ 20,550</u>	<u>\$ 15,261</u>	<u>\$ 38,041</u>
LIABILITIES AND FUND BALANCES				
Liabilities - payables	<u>\$ 2,230</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,230</u>
Fund balances - Restricted for weed control	<u>-</u>	<u>20,550</u>	<u>15,261</u>	<u>35,811</u>
Total liabilities and fund balances	<u>\$ 2,230</u>	<u>\$ 20,550</u>	<u>\$ 15,261</u>	<u>\$ 38,041</u>

Township of Johnstown

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES

Year ended March 31, 2023

	<u>Dowling Library</u>	<u>Mill Lake Aquatic</u>	<u>Fine Lake Aquatic</u>	<u>Totals</u>
REVENUES				
Taxes	\$ 35,886	\$ -	\$ -	\$ 35,886
Interest	-	37	22	59
Other	-	10,925	30,857	41,782
	<u>35,886</u>	<u>10,962</u>	<u>30,879</u>	<u>77,727</u>
Total revenues				
EXPENDITURES				
Current:				
Public works	-	9,463	8,832	18,295
Recreation and culture	35,886	-	-	35,886
	<u>35,886</u>	<u>9,463</u>	<u>8,832</u>	<u>54,181</u>
Total expenditures				
EXCESS OF REVENUES OVER EXPENDITURES				
	<u>-</u>	<u>1,499</u>	<u>22,047</u>	<u>23,546</u>
OTHER FINANCING USES				
Transfers out	-	-	(6,800)	(6,800)
	<u>-</u>	<u>1,499</u>	<u>15,247</u>	<u>16,746</u>
NET CHANGES IN FUND BALANCES				
	<u>-</u>	<u>19,051</u>	<u>14</u>	<u>19,065</u>
FUND BALANCES - BEGINNING				
	<u>-</u>	<u>19,051</u>	<u>14</u>	<u>19,065</u>
FUND BALANCES - ENDING				
	<u>\$ -</u>	<u>\$ 20,550</u>	<u>\$ 15,261</u>	<u>\$ 35,811</u>