

PRELIMINARY OFFICIAL STATEMENT DATED MAY 5, 2026

NEW ISSUE

RATINGS ⁽¹⁾: S&P Global Ratings:

Series 2026A Bonds: "AA+"

Series 2026B Bonds: "AA+"

(See "RATING INFORMATION" herein)

BOOK-ENTRY-ONLY

In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel, under existing law, assuming compliance with certain covenants by the County, (i) the interest on the Series 2026A Bonds is excludable from gross income for federal income tax purposes and the Series 2026A Bonds and interest thereon are exempt from all taxation by the State of Michigan or by any taxing authority within the State of Michigan except inheritance and estate taxes and taxes on gains realized from the sale, payment or other disposition thereof, and (ii) the interest on the Series 2026B Bonds is not excludable from gross income for federal and State of Michigan income tax purposes. See "TAX MATTERS – SERIES 2026A BONDS," "TAX MATTERS – SERIES 2026B BONDS" and "FORMS OF APPROVING OPINION" herein for a description of certain provisions of the Internal Revenue Code of 1986, as amended, which may affect the tax treatment of interest on the Series 2019A Bonds for certain Bondholders.

\$39,000,000 *

COUNTY OF KALAMAZOO

STATE OF MICHIGAN

CAPITAL IMPROVEMENT BONDS, SERIES 2026A

(LIMITED TAX GENERAL OBLIGATION)

\$6,000,000*

COUNTY OF KALAMAZOO

STATE OF MICHIGAN

CAPITAL IMPROVEMENT BONDS, SERIES 2026B

(LIMITED TAX GENERAL OBLIGATION)

(TAXABLE)

OFFICIAL STATEMENT

The Capital Improvement Bonds, Series 2026A (Limited Tax General Obligation) (the "Series 2026A Bonds") and the Capital Improvement Bonds, Series 2026B (Taxable) (the "Series 2026B Bonds" and, together with the 2026A Bonds, the "Bonds") are being issued pursuant to the provisions of Act 34, Public Acts of Michigan, 2001, as amended ("Act 34"), and a resolution adopted by the Board of Commissioners (the "Board") of the County of Kalamazoo, State of Michigan (the "County") on April 21, 2026 (the "Resolution"). The Bonds are issued for the purpose for the purpose of paying all or part of the cost to acquire, construct, furnish and equip a new indoor sports facility consisting of an estimated 150,000 square feet, basketball courts, volleyball courts, a turf field, and other sporting surfaces, sporting equipment, offices, training rooms, concessions, and other spaces, mechanical, electrical, technology and security systems, site, utility and parking improvements and all related appurtenances and attachments thereto, and site work, demolition of any existing facilities and/or rehabilitation of the existing site including environmental remediation; and the costs incidental to the issuance, sale and delivery of the Bonds.

The Bonds will be limited tax general obligations of the County payable from ad valorem taxes levied on all taxable property in the County or from any other funds of the County legally available therefor. The full faith and credit of the County have been pledged for the prompt payment of the principal of and interest on the Bonds as the same shall become due. Each year the County is obligated to include in its budget as a first budget obligation an amount sufficient to pay such principal and interest as the same shall become due. The ability of the County to raise funds to pay such amounts is subject to applicable constitutional and statutory limitations on the taxing power of the County.

The Bonds will be issued in fully registered form and when issued will be registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Bonds, as described herein.

Interest on the Bonds will be payable semi-annually on the first day of May and November of each year, commencing November 1, 2026. Principal and interest will be paid by the County to Argent Institutional Trust Company, Grand Rapids, Michigan, the paying agent for the Bonds, or its successor, which will in turn remit such principal and interest to DTC, which will in turn remit such principal and interest to its Participants, for subsequent distribution to the Beneficial Owners of the Bonds, as described herein. The Bonds may be transferred in the manner described in the Bonds and as referenced in certain proceedings of the County referred to therein.

The record date of the Bonds will be the fifteenth day of the month preceding each interest payment date.

Certain maturities of the Bonds are subject to redemption prior to maturity. See "REDEMPTION PROVISIONS" herein.

BIDS RECEIVED UNTIL: 11:00 A.M., E.T., May 14, 2026

Bids will be received as indicated in the Official Notice of Sale provided in Appendix G of this Official Statement. Bids may also be submitted electronically via **PARITY** or email (info@bendzinski.com) pursuant to the Official Notice of Sale. To the extent any instructions or directions set forth in **PARITY** conflict with the Official Notice of Sale for the Bonds the terms of the Official Notice of Sale shall control.

Award will be based on a calculation of the True Interest Cost on the Bonds.

MATURITY SCHEDULES*

Dated: Date of Delivery

Principal Due: May 1 of each year as shown below

Capital Improvement Bonds, Series 2026A														
CUSIP ⁽²⁾	Year	Amount	Interest Rate	Reoffering Rate	CUSIP ⁽²⁾	Year	Amount	Interest Rate	Reoffering Rate	CUSIP ⁽²⁾	Year	Amount	Interest Rate	Reoffering Rate
	2028	\$420,000				2038	\$1,070,000				2048	\$1,675,000		
	2029	450,000				2039	1,120,000				2049	1,755,000		
	2030	590,000				2040	1,170,000				2050	1,835,000		
	2031	725,000				2041	1,225,000				2051	1,920,000		
	2032	760,000				2042	1,280,000				2052	2,005,000		
	2033	855,000				2043	1,340,000				2053	2,100,000		
	2034	890,000				2044	1,400,000				2054	2,195,000		
	2035	935,000				2045	1,465,000				2055	2,295,000		
	2036	975,000				2046	1,530,000				2056	2,400,000		
	2037	1,020,000				2047	1,600,000							
Capital Improvement Bonds, Series 2026B (TAXABLE)														
CUSIP ⁽²⁾	Year	Amount	Interest Rate	Reoffering Rate	CUSIP ⁽²⁾	Year	Amount	Interest Rate	Reoffering Rate	CUSIP ⁽²⁾	Year	Amount	Interest Rate	Reoffering Rate
	2028	\$90,000				2038	\$145,000				2048	\$255,000		
	2029	95,000				2039	155,000				2049	275,000		
	2030	100,000				2040	165,000				2050	290,000		
	2031	100,000				2041	170,000				2051	305,000		
	2032	110,000				2042	180,000				2052	325,000		
	2033	115,000				2043	195,000				2053	345,000		
	2034	120,000				2044	205,000				2054	370,000		
	2035	125,000				2045	215,000				2055	390,000		
	2036	130,000				2046	230,000				2056	415,000		
	2037	140,000				2047	245,000							

The information regarding the reoffering rates was provided to the County by the initial purchasers of the Bonds.

The Date of this Official Statement is , 2026.

* Preliminary, subject to change.

(1) As of Date of Delivery.

(2) CUSIP® is a registered trademark of the American Bankers Association. CUSIP Global Services (CGS) is managed on behalf of the American Bankers Association by S&P Global Market Intelligence. Copyright(c) 2026 CUSIP Global Services. All rights reserved. CUSIP® data herein is provided by CGS. This data is not intended to create a database and does not serve in any way as a substitute for the CGS database. CUSIP® numbers are provided for convenience of reference only. None of the County, the Underwriter or its agents or counsel assume responsibility for the accuracy of such numbers.

(THIS COVER PAGE CONTAINS CERTAIN INFORMATION FOR QUICK REFERENCE ONLY. IT IS NOT A SUMMARY OF THIS ISSUE. INVESTORS MUST READ THE ENTIRE OFFICIAL STATEMENT TO OBTAIN INFORMATION ESSENTIAL TO THE MAKING OF AN INFORMED DECISION.)

This Preliminary Official Statement and the information contained herein are subject to completion or amendment. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration qualification or filing under the securities laws of any such jurisdiction. As of its date, this Preliminary Official Statement has been "deemed final" by the County for purposes of SEC Rule 15c2-12(b)(1) except for the information permitted to be omitted from SEC Rule 15c2-12(b)(1).

The Bonds have not been registered with the Securities and Exchange Commission (the "SEC") under the Securities Act of 1933, as amended, or registered in any state and will not be listed on any stock or other securities exchange. Neither the SEC nor any other federal, state or other governmental entity or agency will have passed upon the accuracy or adequacy of this Official Statement or approved the Bonds for sale, except as disclosed herein.

No dealer, salesman or any other person has been authorized to give any information or to make any representation, other than the information and representations contained herein, in connection with the offering of the Bonds and, if given or made, such information or representations must not be relied upon.

This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy any of the securities offered hereby by any person in any jurisdiction in which such offer or solicitation is not authorized or in which the person making such offer or solicitation is not qualified to do so or to whom it is unlawful to make such offer or solicitation. The information set forth herein has been provided by the County and other sources which are believed to be reliable, but is not guaranteed as to accuracy or completeness.

All summaries contained in this Official Statement are subject in all respects to the complete statute, regulation, rule, court decision or report. The information and expressions of opinion contained herein are subject to change without notice and neither the delivery of this Official Statement nor the sale made hereunder shall under any circumstance create any implication that there has been no change in the affairs of the county since the date hereof.

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THE BONDS

\$39,000,000 *
COUNTY OF KALAMAZOO
STATE OF MICHIGAN
CAPITAL IMPROVEMENT BONDS, SERIES 2026A
(LIMITED TAX GENERAL OBLIGATION)

\$6,000,000 *
COUNTY OF KALAMAZOO
STATE OF MICHIGAN
CAPITAL IMPROVEMENT BONDS, SERIES 2026B
(LIMITED TAX GENERAL OBLIGATION)
(TAXABLE)

INFORMATION FOR BIDDERS

Date of Sale: May 14, 2026
Time of Sale: 11:00 A.M Eastern Time
Place of Sale: Info@bendzinski.com or Electronically via PARITY

Dated:	Date of Delivery (Expected to be June 4, 2026)	Maximum Interest Rate:	6% Tax-Exempt 8% Taxable
Principal Due:	May 1, Serially	Maximum Discount Allowed:	1.00%
Denominations:	\$5,000 or multiples thereof up to the amount of a single maturity	Multiples:	Any
Registration:	Book-Entry-Only	Qualified Tax-Exempt Obligations:	No

ADJUSTMENT TO MATURITY *

The County reserves the right to increase or decrease the amount of any principal maturity of the Bonds after receipt of the bids and prior to the final award. Such adjustment, if necessary, will be made in increments of \$5,000.

MATURITIES*

Capital Improvement Bonds, Series 2026A							
Year	Amount	Year	Amount	Year	Amount	Year	Amount
2028	\$420,000	2036	\$975,000	2044	\$1,400,000	2052	\$2,005,000
2029	450,000	2037	1,020,000	2045	1,465,000	2053	2,100,000
2030	590,000	2038	1,070,000	2046	1,530,000	2054	2,195,000
2031	725,000	2039	1,120,000	2047	1,600,000	2055	2,295,000
2032	760,000	2040	1,170,000	2048	1,675,000	2056	2,400,000
2033	855,000	2041	1,225,000	2049	1,755,000		
2034	890,000	2042	1,280,000	2050	1,835,000		
2035	935,000	2043	1,340,000	2051	1,920,000		

* Preliminary, subject to adjustment

Capital Improvement Bonds, Series 2026B (TAXABLE)

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2028	\$90,000	2036	\$130,000	2044	\$205,000	2052	\$325,000
2029	95,000	2037	140,000	2045	215,000	2053	345,000
2030	100,000	2038	145,000	2046	230,000	2054	370,000
2031	100,000	2039	155,000	2047	245,000	2055	390,000
2032	110,000	2040	165,000	2048	255,000	2056	415,000
2033	115,000	2041	170,000	2049	275,000		
2034	120,000	2042	180,000	2050	290,000		
2035	125,000	2043	195,000	2051	305,000		

DESCRIPTION AND FORM OF THE BONDS

The Capital Improvement Bonds, Series 2026A (Limited Tax General Obligation) (the "Series 2026A Bonds") and the Capital Improvement Bonds, Series 2026B (Taxable) (the "Series 2026B Bonds" and, together with the 2026A Bonds, the "Bonds") will be issued in book-entry-only form as one fully registered Bond per maturity, without coupons, in the aggregate principal amount for each maturity set forth on the cover page hereof and may be purchased in denominations of \$5,000 or any integral multiple thereof. The Bonds will be dated the Date of Delivery and will bear interest from that date. Interest on the Bonds shall be payable on November 1, 2026 and semiannually each May 1 and November 1 thereafter prior to maturity or earlier redemption. Interest on the Bonds shall be computed using a 360-day year with twelve 30-day months, and the Bonds will mature on the dates and in the principal amounts and will bear interest at the rates as set forth on the cover of this Official Statement.

Argent Institutional Trust Company, Grand Rapids, Michigan, or its successor will serve as paying agent (the "Transfer Agent") and also as bond registrar and transfer agent if the Bonds cease to be held in book-entry-only form. For a description of payment of principal and interest, transfers and exchanges and notice of redemption on the Bonds which are held in the book-entry-only system, see "Book-Entry-Only System" below. In the event the Bonds cease to be held in the book-entry-only system, then interest on the Bonds shall be payable when due by check or draft to the person or entity who or which is, as of the fifteenth (15th) day of the month preceding each interest payment date, the registered owner of record, at the owner's registered address. See "Transfer Outside Book-Entry-Only System" herein.

REDEMPTION PROVISIONS

OPTIONAL REDEMPTION

Bonds maturing in the years 2028 to 2034, inclusive, shall not be subject to optional redemption prior to maturity.

Bonds or portions thereof in multiples of \$5,000, maturing in the years 2035 through final maturity, inclusive, shall be subject to redemption prior to maturity, at the option of the County, in any order of maturity and within any maturity by lot, on any date on or after May 1, 2034, at par and accrued interest to the date fixed for redemption.

TERM BONDS

Bidders shall have the option of designating bonds maturing in the years 2028 through 2056, inclusive, as serial bonds or term bonds, or both. The bid must designate whether each of the principal amounts shown above for the years 2028 through 2056, inclusive, represent a serial maturity or a mandatory redemption requirement for a term bond maturity. In any event, the above principal amount schedule for the years 2028 through 2056, inclusive, shall be represented by either serial bond maturities or mandatory redemption requirements, or a combination of both. Any such designation must be made at the time bids are submitted.

MANDATORY REDEMPTION

Bonds designated as term bonds (the "Term Bonds") shall be subject to mandatory redemption at par and accrued interest on the dates and in the amounts corresponding to the annual principal maturities herein before set forth. The Term Bonds or portions of Term Bonds to be redeemed shall be selected by lot.

<u>Term Bond Maturing</u>	<u>Year</u>	<u>Principal Amount</u>	<u>Term Bond Maturing</u>	<u>Year</u>	<u>Principal Amount</u>
May 1, _____	_____	_____	May 1, _____	_____	_____
	_____	_____		_____	_____
		\$0			\$0

The principal amounts of the Term Bonds to be redeemed each year as set forth in the preceding tables may be redeemed through the earlier purchase or optional redemption thereof by the County, with any partial purchase or optional redemptions of such Term Bonds credited against such future redemption requirements as the County shall determine.

NOTICE AND EFFECT OF REDEMPTION

If any Bonds are called for redemption, the Transfer Agent, on behalf of the County, shall give notice of such redemption at least 30 days prior to the date fixed for redemption. As described herein under "Book-Entry-Only System", as long as the Bonds are registered in the name of DTC or its nominee, redemption notices will be given to DTC only. Conveyance of notices by DTC to Direct Participants and Indirect Participants and, in turn, by the Direct Participants and Indirect Participants to Beneficial Owners (as defined in "Book-Entry-Only System") will be governed by arrangements among them. No further interest on Bonds called for redemption shall accrue after the date fixed for redemption, whether the Bonds are presented for redemption or not, provided the County has money available for such redemption.

BOOK-ENTRY-ONLY SYSTEM

The information in this section has been furnished by The Depository Trust Company, New York, New York ("DTC"). No representation is made by the County or the Transfer Agent as to the completeness or accuracy of such information or as to the absence of material adverse changes in such information subsequent to the date hereof. No attempt has been made by the County or the Transfer Agent to determine whether DTC is or will be financially or otherwise capable of fulfilling its obligations. Neither the County nor the Transfer Agent will have any responsibility or obligation to Direct Participants, Indirect Participants (both as defined below) or the persons for which they act as nominees with respect to the Bonds, or for any principal, premium, if any, or interest payment thereof.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity and will be deposited with DTC. DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2.2 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues and money market instruments from over 100 countries that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Fixed Income Clearing Corporation and Emerging Markets Clearing Corporation (NSCC, FICC and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has Standard & Poor's rating of: AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interest in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, the Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds of either issue are credited, which may or may not be

the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of the Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of the notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the County as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Payments of principal, interest and redemption amounts, if any, on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the County or Transfer Agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC (nor its nominee), the Transfer Agent, or the County, subject to any statutory or regulatory requirements as may be in effect from time to time. Payments of principal, interest and redemption amounts, if any, to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) are the responsibility of the County or the Transfer Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the County or the Transfer Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bond certificates are required to be printed and delivered.

The County may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered.

TRANSFER OUTSIDE BOOK-ENTRY-ONLY SYSTEM

In the event the Book-Entry-Only System is discontinued, the following provisions would apply to the Bonds. The Transfer Agent shall keep the registration books for the Bonds (the "Bond Register") at its designated corporate trust office. Subject to the further conditions contained in the Resolution (hereinafter defined), the Bonds may be transferred or exchanged for one or more Bonds in different authorized denominations upon surrender thereof at the principal corporate trust office of the Transfer Agent by the registered owners or their duly authorized attorneys; upon surrender of any Bonds to be transferred or exchanged, the Transfer Agent shall record the transfer or exchange in the Bond Register and shall authenticate replacement bonds in authorized denominations, the Transfer Agent shall not be required to effect or register any transfer or exchange of any Bond which has been selected for such redemption, except the Bonds properly surrendered for partial redemption may be exchanged for new Bonds in authorized denominations equal in the aggregate to the unredeemed portion; the County and the Transfer Agent shall be entitled to treat the registered owners of the Bonds, as their names appear in the Bond Register as of the appropriate dates, as the owner of such Bonds for all purposes under the Resolution. No transfer or exchange made other than as described above and in the Resolution shall be valid or effective for any purposes under the Resolution.

THE PROJECT

DESCRIPTION

The Bonds are issued for the purpose for the purpose to pay all or part of the cost to acquire, construct, furnish and equip a new indoor sports facility consisting of an estimated 150,000 square feet, basketball courts, volleyball courts, a turf field, and other sporting surfaces, sporting equipment, offices, training rooms, concessions, and other spaces, mechanical, electrical, technology and security systems, site, utility and parking improvements and all related appurtenances and

attachments thereto, and site work, demolition of any existing facilities and/or rehabilitation of the existing site including environmental remediation; and the costs incidental to the issuance, sale and delivery of the Bonds.

A portion of the facility may be used from time to time by one or more organizations that are qualified under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code"). As a result, the Board will elect for federal tax purposes to treat the portion of the Series 2026A Bonds used to finance the construction of the facility as "qualified 501(c)(3) bonds" pursuant to the Code. See "TAX MATTERS – SERIES 2026A BONDS – Qualified 501(c)(3) Bonds" herein.

USE OF BOND PROCEEDS

The estimated project cost is as follows:

Construction, Engineering & Contingency	\$44,352,050
Bond Discount (1.00%)	450,000
Cost of Issuance	197,950
Total Project Cost	<u>\$45,000,000</u>

AUTHORITY

The Bonds are being issued pursuant to the provisions of Act 34, Public Acts of Michigan, 2001, as amended ("Act 34") and a resolution duly adopted by the Board of Commissioners of the County on April 21, 2026 (the "Bond Resolution").

MUNICIPAL FINANCE QUALIFYING STATEMENT

The County has filed a Qualifying Statement for the fiscal year ended December 31, 2024. The Michigan Department of Treasury has determined that the County is in material compliance with the criteria identified in Section 303(3) of Act 34. The County may therefore issue the Bonds without further approval of the Michigan Department of Treasury.

SECURITY

The Bonds will be limited tax general obligations of the County payable from ad valorem taxes levied on all taxable property in the County or from any other funds of the County legally available therefor. The full faith and credit of the County have been pledged for the prompt payment of the principal of and interest on the Bonds as the same shall become due. Each year the County is obligated to include in its budget as a first budget obligation an amount sufficient to pay such principal and interest as the same shall become due. The ability of the County to raise funds to pay such amounts is subject to applicable constitutional and statutory tax rate limitations.

The County anticipates paying debt service on the Bonds from revenues received from the Kalamazoo County Event Center Assessment District (the "Assessment District"), which has been established pursuant to applicable law and currently imposes a special assessment at a rate of four percent (4%) on certain lodging accommodations within the County (the "Assessment Revenues"). Assessment Revenues are expected to provide the primary source of payment for the principal of and interest on the Bonds. In addition, in the event the Assessment Revenues are insufficient to pay debt service on the Bonds, the County anticipates paying debt service from revenues received from the operation of the County's event center facility (the "Facility Revenues"), to the extent available.

The rights and remedies of bondholders may be affected by bankruptcy, insolvency, fraudulent conveyance or other laws affecting creditors' rights generally now existing or hereafter enacted and by the application of general principles of equity including those relating to equitable subordination.

NOT QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds have NOT been designated as "qualified tax-exempt obligations" for purposes of deduction of interest expense by financial institutions as defined in the Code.

TAX MATTERS - SERIES 2026A BONDS

In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel, under existing law, the interest on the Series 2026A Bonds is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax. Bond Counsel is also of the opinion that, under existing law, the Series 2026A Bonds and the interest thereon are exempt from all taxation by the State of Michigan or by any taxing authority within the State of Michigan, except estate taxes and taxes on gains realized from the sale, payment or other disposition thereof. Bond Counsel will express no opinion regarding any other federal or state tax consequences arising with respect to the Series 2026A Bonds and the interest thereon.

The opinions on federal and State of Michigan tax matters are based on the accuracy of certain representations and certifications, and continuing compliance with certain covenants, of the County contained in the transcript of proceedings and which are intended to evidence and assure the foregoing, including that the Series 2026A Bonds are and will remain obligations the interest on which is excludable from gross income for federal and State of Michigan income tax purposes. The County has covenanted to take the actions required of it for the interest on the Series 2026A Bonds to be and to remain excludable from gross income for federal and State of Michigan income tax purposes, and not to take any actions that would adversely affect that exclusion. Bond Counsel's opinions assume the accuracy of the County's certifications and representations and the continuing compliance with the County's covenants. Noncompliance with these covenants by the County may cause the interest on the Series 2026A Bonds to be included in gross income for federal and State of Michigan income tax purposes retroactively to the date of issuance of the Series 2026A Bonds. After the date of issuance of the Series 2026A Bonds, Bond Counsel will not undertake to determine (or to so inform any person) whether any actions taken or not taken, or any events occurring or not occurring, or any other matters coming to Bond Counsel's attention, may adversely affect the exclusion from gross income for federal and State of Michigan income tax purposes of interest on the Series 2026A Bonds or the market prices of the Series 2026A Bonds.

The opinions of Bond Counsel are based on current legal authority and cover certain matters not directly addressed by such authority. They represent Bond Counsel's legal judgment as to the excludability of interest on the Series 2026A Bonds from gross income for federal and State of Michigan income tax purposes but are not a guarantee of that conclusion. The federal income tax opinion is not binding on the Internal Revenue Service ("IRS") or any court. Bond Counsel cannot give and has not given any opinion or assurance about the effect of future changes in the Internal Revenue Code of 1986, as amended (the "Code"), the applicable regulations, the interpretations thereof or the enforcement thereof by the IRS.

Ownership of the Series 2026A Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, corporations (as defined in Section 59(k) of the Code) subject to the alternative minimum tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry the Series 2026A Bonds. Bond Counsel will express no opinion regarding any such consequences.

QUALIFIED 501(C)(3) BONDS

As described under the heading "THE PROJECT – DESCRIPTION," a portion of the proceeds of the Series 2026A Bonds will be used to pay a portion of the cost of constructing the facility. The facility will be owned by the County and will be leased to and operated by the Kalamazoo County Event Center Assessment District Authority, Inc., a Michigan public body corporation and controlled governmental entity of the County, but may from time to time be used by one or more organizations that are or will be qualified under Section 501(c)(3) of the Code (collectively, the "501(c)(3) organizations"). As a result, the Board will elect for federal tax purposes to treat the portion of the Series 2026A Bonds that will be used to finance the construction of the facility as "qualified 501(c)(3) bonds" pursuant to the Code. The opinion of Bond Counsel as to federal tax matters pertaining to the Series 2026A Bonds as described above is therefore dependent upon compliance by the 501(c)(3) organizations with the requirements of the Code applicable to qualified 501(c)(3) bonds, including the requirements that each of the 501(c)(3) organizations be qualified as an organization described in Section 501(c)(3) of the Code, that each maintains its status as an organization described in Section 501(c)(3) of the Code subsequent to the date of issuance of the Series 2026A Bonds, and that each 501(c)(3) organization's use of the facility be substantially related to its exempt purpose under Section 513(a) of the Code. The maintenance of such status is contingent on compliance with the rules in the Code and related regulations and rulings regarding the organization and operation of tax-exempt entities, including their operation for charitable and other permissible purposes and their avoidance of transactions that may cause their earnings or assets to inure to the benefit of private individuals.

Failure of any of the 501(c)(3) organizations to be organized and operated in accordance with the IRS's requirements for the maintenance of its status as an organization described in Section 501(c)(3) of the Code, or to use the facility in a manner that is substantially related to its exempt purposes under Section 513(a) of the Code, may cause the interest on the Series 2026A Bonds to be included in gross income for federal and State of Michigan income tax purposes, possibly retroactively to the date of issuance of the Series 2026A Bonds.

TAX TREATMENT OF ACCRUALS ON ORIGINAL ISSUE DISCOUNT BONDS

Under existing law, if the initial public offering price to the public (excluding bond houses and brokers) of a Series 2026A Bond is less than the stated redemption price of such Series 2026A Bonds at maturity, then such Series 2026A Bond is considered to have "original issue discount" equal to the difference between such initial offering price and the amount payable at maturity (such Series 2026A Bonds are referred to as "Series 2026A OID Bonds"). Such discount is treated as interest excludable from federal gross income to the extent properly allocable to each registered owner thereof. The original issue discount accrues over the term to maturity of each such Series 2026A OID Bonds on the basis of a constant interest rate

compounded at the end of each six-month period (or shorter period) from the date of original issue with straight-line interpolations between compounding dates. The amount of original issue discount accruing during each period is added to the adjusted basis of such Series 2026A OID Bonds to determine taxable gain upon disposition (including sale, redemption or payment on maturity) of such Series 2026A OID Bonds.

The Code contains certain provisions relating to the accrual of original issue discount in the case of purchasers of Series 2026A OID Bonds who purchase such Series 2026A OID Bonds after the initial offering of a substantial amount thereof. Owners who do not purchase such Series 2026A OID Bonds in the initial offering at the initial offering prices should consult their own tax advisors with respect to the tax consequences of ownership of such Series 2026A OID Bonds.

All holders of the Series 2026A OID Bonds should consult their own tax advisors with respect to the allowance of a deduction for any loss on a sale or other disposition of a Series 2026A OID Bond to the extent such loss is attributable to accrued original issue discount.

AMORTIZABLE BOND PREMIUM

For federal income tax purposes, the excess of the initial offering price to the public (excluding bond houses and brokers) at which a Series 2026A Bond is sold over the amount payable at maturity thereof constitutes for the original purchasers of such Series 2026A Bonds (collectively, the "Series 2026A Original Premium Bonds") an amortizable bond premium. Series 2026A Bonds other than Series 2026A Original Premium Bonds may also be subject to an amortizable bond premium determined generally with regard to the taxpayer's basis (for purposes of determining loss on a sale or exchange) and the amount payable on maturity or, in certain cases, on an earlier call date (such bonds being referred to herein collectively with the Series 2026A Original Premium Bonds as the "Series 2026A Premium Bonds"). Such amortizable bond premium is not deductible from gross income. The amount of amortizable bond premium allocable to each taxable year is generally determined on the basis of the taxpayer's yield to maturity determined by using the taxpayer's basis (for purposes of determining loss on sale or exchange) of such Series 2026A Premium Bonds and compounding at the close of each six-month accrual period. The amount of amortizable bond premium allocable to each taxable year is deducted from the taxpayer's adjusted basis of such Series 2026A Premium Bonds to determine taxable gain upon disposition (including sale, redemption or payment at maturity) of such Series 2026A Premium Bonds.

All holders of the Series 2026A Premium Bonds should consult with their own tax advisors as to the amount and effect of the amortizable bond premium.

MARKET DISCOUNT

The "market discount rules" of the Code apply to the Series 2026A Bonds. Accordingly, holders acquiring their Series 2026A Bonds subsequent to the initial issuance of the Series 2026A Bonds will generally be required to treat market discount recognized under the provisions of the Code as ordinary taxable income (as opposed to capital gain income). Holders should consult their own tax advisors regarding the application of the market discount provisions of the Code and the advisability of making any of the elections relating to market discount allowed by the Code.

INFORMATION REPORTING AND BACKUP WITHHOLDING

Information reporting requirements apply to interest paid after March 31, 2007 on tax-exempt obligations, including the Series 2026A Bonds. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with, a Form W-9, "Request for Taxpayer Identification Number and Certification," or unless the recipient is one of a limited class of exempt recipients, including corporations. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to "backup withholding," which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a "payor" generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing the Series 2026A Bonds through a brokerage account has executed a Form W-9 in connection with the establishment of such account no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Series 2026A Bonds from gross income for federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner's federal income tax once the required information is furnished to the IRS.

FUTURE DEVELOPMENTS

Bond Counsel's engagement with respect to the Series 2026A Bonds ends with the issuance of the Series 2026A Bonds and, unless separately engaged, bond counsel is not obligated to defend the County in the event of an audit examination by the IRS. The IRS has a program to audit tax-exempt obligations to determine whether the interest thereon is includible in gross income for federal income tax purposes. If the IRS does audit the Series 2026A Bonds, under current IRS procedures, the IRS

will treat the County as the taxpayer and the beneficial owners of the Series 2026A Bonds will have only limited rights, if any, to obtain and participate in judicial review of such audit.

NO ASSURANCE CAN BE GIVEN THAT ANY FUTURE LEGISLATION OR CLARIFICATIONS OR AMENDMENTS TO THE CODE, IF ENACTED INTO LAW, WILL NOT CONTAIN PROPOSALS WHICH COULD CAUSE THE INTEREST ON THE Series 2026A BONDS TO BE SUBJECT DIRECTLY OR INDIRECTLY TO FEDERAL OR STATE OF MICHIGAN INCOME TAXATION, ADVERSELY AFFECT THE MARKET PRICE OR MARKETABILITY OF THE Series 2026A BONDS, OR OTHERWISE PREVENT THE HOLDERS FROM REALIZING THE FULL CURRENT BENEFIT OF THE STATUS OF THE INTEREST THEREON. Series 2026A BOND COUNSEL EXPRESSES NO OPINION REGARDING ANY PENDING OR PROPOSED FEDERAL OR STATE OF MICHIGAN TAX LEGISLATION.

FURTHER, NO ASSURANCE CAN BE GIVEN THAT ANY ACTIONS OF THE INTERNAL REVENUE SERVICE, INCLUDING, BUT NOT LIMITED TO, SELECTION OF THE Series 2026A BONDS FOR AUDIT EXAMINATION, OR THE COURSE OR RESULT OF ANY EXAMINATION OF THE Series 2026A BONDS, OR OTHER Series 2026A BONDS WHICH PRESENT SIMILAR TAX ISSUES, WILL NOT AFFECT THE MARKET PRICE OF THE Series 2026A BONDS.

INVESTORS SHOULD CONSULT WITH THEIR TAX ADVISORS AS TO THE TAX CONSEQUENCES OF THEIR ACQUISITION, HOLDING OR DISPOSITION OF THE Series 2026A BONDS, INCLUDING THE IMPACT OF ANY PENDING OR PROPOSED FEDERAL OR STATE OF MICHIGAN TAX LEGISLATION.

TAX MATTERS - SERIES 2026B BONDS

In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel, interest on the Series 2026B Bonds is not excludable from gross income for federal income tax purposes under the Internal Revenue Code of 1986, as amended (the "Code"). Bond Counsel expresses no opinion regarding any other federal or state tax consequences relating to the ownership or disposition of, or the accrual or receipt of interest on, the Series 2026B Bonds.

The following is a summary of certain of the United States federal income tax consequences of the ownership of the Series 2026B Bonds as of the date hereof. Each prospective investor should consult with its own tax advisor regarding the application of United States federal income tax laws, as well as any state, local, foreign or other tax laws, to its particular situation.

This summary is based on the Code, as well as the Treasury Regulations and administrative and judicial rulings and practice. Legislative, judicial and administrative changes may occur, possibly with retroactive effect, that could alter or modify the continued validity of the statements and conclusions set forth herein. This summary is intended as a general explanatory discussion of the consequences of holding the Series 2026B Bonds generally and does not purport to furnish information in the level of detail or with the investor's specific tax circumstances that would be provided by an investor's own tax advisor. For example, it generally is addressed only to original purchasers of the Series 2026B Bonds that are "U.S. holders" (as defined below), deals only with those Series 2026B Bonds held as capital assets within the meaning of Section 1221 of the Code and does not address tax consequences to holders that may be relevant to investors subject to special rules, such as individuals, trusts, estates, tax-exempt investors, foreign investors, cash method taxpayers, dealers in securities, currencies or commodities, banks, thrifts, insurance companies, electing large partnerships, mutual funds, regulated investment companies, real estate investment trusts, FASITs, S corporations, persons that hold the Series 2026B Bonds as part of a straddle, hedge, integrated or conversion transaction, and persons whose "functional currency" is not the U.S. dollar. In addition, this summary does not address alternative minimum tax issues or the indirect consequences to a holder of an equity interest in a holder of the Series 2026B Bonds.

As used herein, a "U.S. holder" is a "U.S. person" that is a beneficial owner of a Series 2026B Bond. A "non U.S. holder" is a holder (or beneficial owner) of a Series 2026B Bond that is not a U.S. person. For these purposes, a "U.S. person" is a citizen or resident of the United States, a corporation or partnership created or organized in or under the laws of the United States or any political subdivision thereof (except, in the case of a partnership, to the extent otherwise provided in the Treasury Regulations), an estate the income of which is subject to United States federal income taxation regardless of its source or a trust if (i) a United States court is able to exercise primary supervision over the trust's administration and (ii) one or more United States persons have the authority to control all of the trust's substantial decisions.

The Series 2026B Bonds will be treated, for federal income tax purposes as a debt instrument. Accordingly, interest will be included in the income of a holder as it is paid (or, if the holder is an accrual method taxpayer, as it is accrued) as interest.

Bondholders that have a basis in the Series 2026B Bonds that is greater than the principal amount of the Series 2026B Bonds should consult their own tax advisors with respect to whether or not they should elect to amortize such premium under Section 171 of the Code.

If a bondholder purchases the Series 2026B Bonds for an amount that is less than the adjusted issue price of the Series 2026B Bonds, and such difference is not considered to be de minimis, then such discount will represent market discount. Absent an election to accrue market discount currently, upon a sale or exchange of a Series 2026B Bond, a portion of any gain will be ordinary income to the extent it represents the amount of any such market discount that was accrued through the date of sale. In addition, absent an election to accrue market discount currently, the portion of any interest expense incurred or continued to carry a market discount bond that does not exceed the accrued market discount for any taxable year, will be deferred.

Although the Series 2026B Bonds are expected to trade "flat," that is, without a specific allocation to accrued interest, for federal income tax purposes, a portion of the amount realized on sale attributed to the Series 2026B Bonds will be treated as accrued interest and thus will be taxed as ordinary income to the seller (and will not be subject to tax in the hands of the buyer).

The Series 2026B Bonds may be issued with original issue discount ("OID"). Accordingly, bondholders of the Series 2026B Bonds will be required to include OID in gross income as it accrues under a constant yield method, based on the original yield to maturity of the Series 2026B Bond. Thus, bondholders of the Series 2026B Bonds will be required to include OID in income as it accrues, prior to the receipt of cash attributable to such income. U.S. holders, however, would be entitled to claim a loss upon maturity or other disposition of such notes with respect to interest amounts accrued and included in gross income for which cash is not received. Such a loss generally would be a capital loss. Bondholders that purchase a Series 2026B Bond for less than its adjusted issue price (generally its accreted value) will have purchased such Series 2026B Bond with market discount unless such difference is considered to be de minimis. Absent an election to accrue market discount currently, upon sale or exchange of a Series 2026B Bond, a portion of any gain will be ordinary income to the extent it represents the amount of any such market discount that was accrued through the date of sale. In addition, absent an election to accrue market discount currently, the portion of any interest expense incurred or continued to carry a market discount bond that does not exceed the accrued market discount for any taxable year will be deferred. A bondholder that has a basis in the Series 2026B Bond that is greater than its adjusted issue price (generally its accreted value), but that is less than or equal to its principal amount, will be considered to have purchased the Series 2026B Bond with "acquisition premium." The amount of OID that such bondholder of the Series 2026B Bonds must include in gross income with respect to such Series 2026B Bonds will be reduced in proportion that such excess bears to the OID remaining to be accrued as of the acquisition of the Series 2026B Bond. A bondholder of the Series 2026B Bonds may have a basis in its pro rata share of the Series 2026B Bonds that is greater than the principal amount of such Series 2026B Bonds. Bondholders of the Series 2026B Bonds should consult their own tax advisors with respect to whether or not they should elect to amortize such premium, if any, with respect to such Series 2026B Bonds under Section 171 of the Code.

Upon a sale, exchange or retirement of a Series 2026B Bond, a holder generally will recognize taxable gain or loss on such Series 2026B Bond equal to the difference between the amount realized on the sale, exchange or retirement (less any accrued qualified stated interest which will be taxable as such) and the bondholder's adjusted tax basis in such Series 2026B Bond. Defeasance of the Series 2026B Bonds may result in a reissuance thereof, in which event an owner will also recognize taxable gain or loss as described in the preceding sentence. Such gain or loss generally will be capital gain (although any gain attributable to accrued market discount of the Series 2026B Bond not yet taken into income will be ordinary). The adjusted basis of the holder in a Series 2026B Bond will (in general) equal its original purchase price and decreased by any principal payments received on the Series 2026B Bond. In general, if the Series 2026B Bond is held for longer than one year, any gain or loss would be long term capital gain or loss, and capital losses are subject to certain limitations.

In addition to regular income tax, certain non-corporate U.S. holders will owe a 3.8 percent tax on the lesser of (i) "net investment income" or (ii) the excess of "modified adjusted gross income" of the bondholder of the Series 2026B Bonds over \$200,000 for unmarried individuals (\$250,000 for married couples filing jointly and a surviving spouse). Bondholders of the Series 2026B Bonds should consult with their own tax advisors regarding the application of such net investment income tax.

In general, information reporting requirements will apply to non-corporate holders of the Series 2026B Bonds with respect to payments of principal, payments of interest, and the accrual of original issue discount on a Series 2026B Bond and the proceeds of the sale of a Series 2026B Bond before maturity within the United States. Backup withholding may apply to holders of Series 2026B Bonds under Section 3406 of the Code. Any amounts withheld under backup withholding rules from a payment to a beneficial owner, and which constitutes over-withholding, would be allowed as a refund or a credit against such beneficial owner's United States federal income tax provided the requested information is furnished to the Internal Revenue Service.

Investors are urged to obtain independent tax advice based upon their particular circumstances. The tax discussion above was not intended or written to be used, and cannot be used, for the purposes of avoiding taxpayer penalties. The advice was written to support the promotion or marketing of the Series 2026B Bonds.

There are certain additional federal income tax consequences of the purchase, ownership and disposition of the Series 2026B Bonds. Such federal income tax consequences include, but are not limited to, matters related to acquisition premium, amortizable bond premium, gain or loss on disposition, market discount, information reporting and backup withholding.

INVESTORS SHOULD CONSULT WITH THEIR TAX ADVISORS AS TO THE TAX CONSEQUENCES OF THEIR ACQUISITION, HOLDING OR DISPOSITION OF THE SERIES 2026B BONDS INCLUDING THE IMPACT OF ANY PENDING OR PROPOSED FEDERAL OR STATE OF MICHIGAN TAX LEGISLATION.

LEGAL MATTERS

Legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinions of Miller, Canfield, Paddock and Stone, P.L.C., Detroit, Michigan, Bond Counsel. The opinions of Bond Counsel will be substantially in the forms as set forth in Appendix E.

ISSUE PRICE

The winning bidder shall assist the County in establishing the issue price of the Series 2026A Bonds, in accordance with the requirements set forth in the Notice of Sale attached in Appendix G hereto, and shall deliver to the County at closing an “issue price” or similar certificate setting forth the reasonably expected issue price to the public or the sales prices of the Series 2026A Bonds, substantially in the form attached as either Appendix H-1 or H-2 of the preliminary Official Statement, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the County and Bond Counsel.

BOND COUNSEL'S RESPONSIBILITY

The fees of Miller, Canfield, Paddock and Stone, P.L.C. ("Bond Counsel") for services rendered in connection with its approving opinion are expected to be paid from Bond proceeds. Except to the extent necessary to issue its approving opinion as to the validity of the Bonds and the exemption of the Bonds and the interest thereon from taxation, and as hereafter stated, Bond Counsel has not been retained to examine or review, and has not examined or reviewed any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the Bonds and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial documents, statements or materials.

Bond Counsel has not been retained to review this Official Statement for accuracy or completeness, and has not made inquiry of any official or employee of the County or any other person regarding, and has made no independent verification of, such other portions hereof, and further has not expressed and will not express an opinion as to any portions hereof.

REGISTERED MUNICIPAL ADVISOR TO THE COUNTY

Bendzinski & Co. Municipal Finance Advisors, Grosse Pointe, Michigan, (the “Municipal Advisor”) is a Registered Municipal Advisor in accordance with the rules of the Municipal Securities Rulemaking Board (“MSRB”). The Municipal Advisor has been retained by the County to provide certain financial advisory services relating to the planning, structuring and issuance of the Bonds, including preparation of certain parts of the deemed “final” Preliminary Official Statement and the final Official Statement (“the “Official Statements”). The information contained in the Official Statements was prepared in form by the Municipal Advisor and is based on information supplied by various officials from records, statements and reports required by various local, county or state agencies of the State of Michigan, in accordance with constitutional or statutory requirements.

To the best of the Municipal Advisor’s knowledge, all of the information contained in part of the Official Statements, which it assisted in preparing, while it may be summarized (i) is complete and accurate; (ii) does not contain any untrue statement of a material fact; and (iii) does not omit any material fact, or make any statement which would be misleading in light of the circumstances under which these statements are being made. However, the Municipal Advisor has not and will not independently verify the completeness and accuracy of the information contained in the Official Statements.

The Municipal Advisor is not engaged in the business of underwriting, trading, marketing or the distribution of securities or any other negotiable instruments. The Municipal Advisor’s duties, responsibilities and fees arise solely as Registered Municipal Advisor to the County and it has no secondary obligation or other responsibility. The Municipal Advisor’s fees are expected to be paid from Bond proceeds.

RATING INFORMATION

S&P Global Ratings has assigned its municipal bond ratings to the Bonds as stated on the front cover of this Official Statement.

The assigned rating reflects the independent judgment of the rating agency and there is no assurance that said rating will continue for any period of time or that it will not be revised or withdrawn by the rating agency. A revision or withdrawal of said rating may have an effect on the market price of the securities.

CONTINUING DISCLOSURE

Prior to delivery of the Bonds, the County will execute a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the Beneficial Owners (as defined in the Undertaking) of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board ("MSRB") electronically through the MSRB's Electronic Municipal Market Access System ("EMMA"), pursuant to the requirements of section (b)(5) of Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and the other terms of the Undertaking, are set forth in Appendix F - "FORM OF CONTINUING DISCLOSURE UNDERTAKING" to this Official Statement.

A failure by the County to comply with the Undertaking will not constitute an event of default under the Resolution and Beneficial Owners of the Bonds are limited to the remedies described in the Undertaking.

The County failed to file its audited financial statements in a timely manner for fiscal years ended December 31, 2023 and December 31, 2024. As of the date of this official statement the County has made the appropriate filings.

While the County has not received any official notice from the municipal bond insurance companies, it has been reported that the insurance financial strength ratings of certain municipal bond insurers which insured certain outstanding bond issues of the County have been downgraded. Accordingly, the County has since made a Material Event filing to the EMMA System reporting the downgrades and recommending that interested persons obtain information on the most current ratings from the rating agencies. The County has taken steps to assure that successive Material Event notices are filed on a timely basis.

A failure by the County to comply with the Undertaking must be reported by the County in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such failure may adversely affect the transferability and liquidity of the Bonds and their market price.

PRINTING AND DELIVERY

The County will furnish Bonds at its expense for delivery to the purchaser to DTC at New York, New York. Delivery of the Bonds shall be within 45 days from the date of sale of the Bonds. Payment for the Bonds shall be made in Federal Reserve Funds.

ABSENCE OF CERTAIN LITIGATION

According to County officials, there is no litigation to his/her knowledge, pending or threatened, in any court (either state or federal) which seeks to restrain or enjoin the issuance or delivery of the Bonds, which questions (i) the proceedings under which the Bonds are to be issued, (ii) the validity of the Bonds, (iii) the legal existence of the County or the title to the office of the present officials of the County, or (iv) the ability of the County to operate or any other matter which may materially affect the financial condition of the County.

OTHER MATTERS

The County certifies that to its best knowledge and belief, this Official Statement, insofar as it pertains to the County and its economic and financial condition, is true and correct as of its date, and does not contain, nor omit, any material facts or information which would make the statements contained herein misleading. All information contained in this Official Statement, other than that provided by the County, is subject, in all respects, to the complete body of information contained in the original sources thereof and no guaranty, warranty or other representation is made concerning the accuracy or completeness of such information. In particular, no opinion or representation is rendered as to whether any projection will approximate actual results, and all opinions, estimates and assumptions, whether or not expressly identified as such, should not be considered statements of fact.

The date of the Preliminary Official Statement is May 5, 2026. The information contained herein is subject to revision, amendment and completion. As of that date, the Preliminary Official Statement was deemed "final" by the County for purposes of paragraph (b)(1) of the Rule.

This Official Statement has been duly approved, executed and delivered by the County on the date as set forth on the front cover of this Official Statement.

COUNTY OF KALAMAZOO

By: /s/
Dr. Kevin A. Catlin, DPA, Administrator/Controller

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COUNTY OF KALAMAZOO
GENERAL DESCRIPTION AND STATISTICAL INFORMATION

COUNTY OF KALAMAZOO

LOCATION AND DESCRIPTION

Kalamazoo County encompasses a 576 square mile area and is located in the lower western portion of Michigan's lower peninsula approximately 50 miles south of Grand Rapids, 150 miles east of Chicago and 140 miles west of Detroit. The County is made up of fifteen townships, five villages and four cities.

FORM OF GOVERNMENT

The County's legislative body is an nine (9) member Board of Commissioners which is elected from single member districts, determined by population, on a partisan basis for two-year terms. The Board annually elects each January, from within their ranks, a Chairperson and Vice Chairperson by majority vote. Day-to-day County operations are coordinated by a County Administrator and the Administrative Services Department. The Administrative Services Department serves as principal advisor to the Board and liaison between the Board and other County departments.

POPULATION

2020 U.S. Census	261,670
2010 U.S. Census	250,331
2000 U.S. Census	238,603

FISCAL YEAR

January 1 to December 31

PROPERTY VALUATIONS

Article IX, Section 3, of the Michigan Constitution provides that the proportion of true cash value at which property shall be assessed shall not exceed 50% of true cash value. The Michigan Legislature by statute has provided that property shall be assessed at 50% of its true cash value. The Michigan Legislature or the electorate may at some future time reduce the percentage below 50% of true cash value.

On March 15, 1994, the electors of the State approved an amendment to the Michigan Constitution permitting the Legislature to authorize ad valorem taxes on a non-uniform basis. The legislation implementing this constitutional amendment added a new measure of property value known as "Taxable Value." Since 1995, taxable property has two valuations -- State equalized valuation ("SEV") and Taxable Value. Property taxes are levied on Taxable Value. Generally, Taxable Value of property is the lesser of (a) the Taxable Value of the property in the immediately preceding year, adjusted for losses, increased by the lesser of the inflation rate or 5%, plus additions, or (b) the property's current SEV. Under certain circumstances, therefore, the Taxable Value of property may be different from the same property's SEV.

When property is sold or transferred, Taxable Value is adjusted to the SEV, which under existing law is 50% of the current true cash value. The Taxable Value of new construction is equal to current SEV. Taxable Value and SEV of existing property are also adjusted annually for additions and losses.

REAL PROPERTY TAX ASSESSMENTS

Responsibility for assessing taxable real property rests with the local assessing officer of each township and city. Any property owner may appeal the assessment to the local assessor, the local Board of Review and ultimately to the Michigan Tax Tribunal.

The Michigan Constitution also mandates a system of equalization for assessments. Although the assessors for each local unit of government within a county are responsible for actually assessing at 50% of true cash value, adjusted for Taxable Value purposes, the final SEV and Taxable Value are arrived at through several steps. Assessments are established initially by the municipal assessor. Municipal assessments are then equalized to the 50% levels as determined by the County's Department of Equalization. Thereafter, the State equalizes the various counties in relation to each other. SEV is important, aside from its use in determining Taxable Value for the purpose of levying ad valorem property taxes, because of its role in the spreading of taxes between overlapping jurisdictions, the distribution of various State aid programs, State revenue sharing and in the calculation of debt limits.

Real property that is exempt from property taxes, e.g., churches, government property, public schools, is not included in the SEV and Taxable Value data in the Official Statement. Property granted tax abatements under Act 198, Public Acts of Michigan, 1974, as amended ("Act 198") are recorded on separate tax rolls while subject to tax abatement. The valuation of tax abated property is based upon SEV but is not included in either the SEV or Taxable Value data in the Official Statement except as noted

APPEAL OF PROPERTY ASSESSMENTS

Property taxpayers may appeal their assessments to the Michigan Tax Tribunal. Unless otherwise ordered by the Tax Tribunal, before the Tax Tribunal renders a decision on an assessment appeal, the taxpayer must have paid the tax bill. The County has several tax appeals pending before the Tax Tribunal (including personal property appeals), none of which are expected to have a significant impact on the County's State Equalized Valuation, Taxable Value or the resulting taxes.

INDUSTRIAL FACILITIES TAX

The Michigan Plant Rehabilitation and Industrial Development District Act (Act 198, Public Acts of Michigan, 1974, as amended) ("Act 198") provides significant property tax incentives to industry to renovate and expand aging industrial facilities and to build new industrial facilities in Michigan. Under the provisions of Act 198, qualifying cities, villages and townships may establish districts in which industrial firms are offered certain property tax incentives to encourage restoration or replacement of obsolete industrial facilities and to attract new industrial facilities.

Property owners situated in such districts pay an Industrial Facilities Tax ("IFT") in lieu of ad valorem property taxes on plant and equipment for a period of up to 12 years. For rehabilitated plant and equipment, the IFT is determined by calculating the product of the taxable value of the replacement facility in the year before the effective date of the abatement certificate multiplied by the total mills levied by all taxing units in the current year. For abatements granted prior to January 1, 1994, new plant and equipment is taxed at one-half the total mills levied by all taxing units, except for mills levied for local school district operating purposes or under the State Education Tax Act, plus one-half of the number of mills levied for local school district operating purposes in 1993. For new facility abatements granted after 1993, new plant and equipment is taxed at one-half of the total mills levied as ad valorem taxes by all taxing units, except mills levied under the State Education Tax Act, plus the number of mills levied under the State Education Tax Act. For new facility abatements granted after 1993, the State Treasurer may permit abatement of all, none or one-half of the mills levied under the State Education Tax Act. It must be emphasized, however, that ad valorem property taxes on land and inventory are not reduced in any way since both land and inventory are specifically excluded under Act 198.

The County has several IFT exemption certificates currently outstanding, aggregating \$235,388,439 in 2025 Equivalent Taxable Value.

HISTORY OF PROPERTY VALUATIONS

Year	STATE EQUALIZED VALUATION	TAXABLE VALUES ⁽¹⁾
2025	\$16,519,552,249	\$12,174,552,067
2024	15,426,616,689	11,564,846,170
2023	13,715,077,328	10,691,425,531
2022	12,555,409,581	10,010,843,549
2021	11,870,851,487	9,487,418,129
2020	11,375,115,409	9,211,500,597
2019	10,578,531,707	8,854,122,714
2018	9,956,766,341	8,506,741,233
2017	9,649,990,823	8,243,738,172
2016	9,133,331,273	8,026,807,891

⁽¹⁾ This value includes properties from the Renaissance Zone, which is tax exempted and is not used for the calculation of County Taxes.

MICHIGAN PROPERTY TAX REFORM

On March 28 and April 1, 2014, Governor Snyder signed into law a package of bills amending and replacing legislation enacted in 2012 to reform personal property tax in Michigan. Commercial and industrial personal property of each owner with a combined true cash value in a local taxing unit of less than \$80,000 became exempt from ad valorem taxes beginning in 2014. All eligible manufacturing personal property purchased or put into service beginning in 2013 and used more than 50% of the time in industrial processing or direct integrated support became exempt beginning in 2016. The legislation extended certain personal property tax exemptions and tax abatements for technology parks, industrial facilities and enterprise zones that were to expire after 2012, until the newly enacted personal property tax exemptions became effective. Pursuant to voter approval in August 2014, the 2014 legislation, as subsequently amended, also includes a formula to reimburse local governments for lost

personal property tax revenue. To provide the reimbursement, the legislation reduced the state use tax and created a Local Community Stabilization Authority which levies a local use tax component and distributes that revenue to qualifying local units. The final impact of this legislation cannot be determined at this time. The County received \$4,860,955.26 from the Local Community Stabilization Authority to replace personal property tax revenues during the fiscal year ended December 31, 2025.

The ultimate nature, extent and impact of any other future amendments to Michigan's property tax laws on the County's finances cannot be predicted. Purchasers of the Bonds should consult with their legal counsel and financial advisors as to the consequences of any such legislation on the market price or marketability of the Bonds, the security therefor and the operations of the County.

An analysis of **State Equalized Valuation** is as follows:

	BY CLASS		
	2025	2024	2023
Real Property	\$ 15,755,170,775	\$ 14,699,107,872	\$ 13,042,682,414
Personal Property	764,381,474	727,508,817	672,394,914
TOTAL	<u>\$ 16,519,552,249</u>	<u>\$ 15,426,616,689</u>	<u>\$ 13,715,077,328</u>

	BY USE		
	2025	2024	2023
Residential	\$ 11,889,290,755	\$ 11,017,868,872	\$ 9,631,174,964
Agricultural	403,497,500	363,290,700	345,435,450
Commercial	2,781,238,400	2,692,451,750	2,509,827,700
Industrial	681,144,120	625,496,550	556,244,300
Personal Property	764,381,474	727,508,817	672,394,914
TOTAL	<u>\$ 16,519,552,249</u>	<u>\$ 15,426,616,689</u>	<u>\$ 13,715,077,328</u>

An analysis of **Taxable Value** is as follows:

	BY CLASS		
	2025	2024	2023
Real Property	\$ 11,410,132,493	\$ 10,837,315,453	\$ 10,019,040,617
Personal Property	764,419,574	727,530,717	672,384,914
TOTAL	<u>\$ 12,174,552,067</u>	<u>\$ 11,564,846,170</u>	<u>\$ 10,691,425,531</u>

	BY USE		
	2025	2024	2023
Residential	\$ 8,497,109,648	\$ 8,055,902,136	\$ 7,434,838,845
Agricultural	183,552,130	174,407,402	163,698,158
Commercial	2,183,099,973	2,092,974,611	1,942,088,385
Industrial	546,370,742	514,031,304	478,415,229
Personal Property	764,419,574	727,530,717	672,384,914
TOTAL	<u>\$ 12,174,552,067</u>	<u>\$ 11,564,846,170</u>	<u>\$ 10,691,425,531</u>

Source: Kalamazoo County Equalization Department

	2025 TAXABLE VALUE BY GOVERNMENTAL UNIT			2025 STATE EQUALIZED VALUE TOTAL
	REAL PROPERTY	PERSONAL PROPERTY	TOTAL	
Townships:				
Alamo	\$ 183,324,026	\$ 10,850,100	\$ 194,174,126	\$ 286,678,200
Brady	229,080,498	11,925,600	241,006,098	375,360,400
Charleston	112,551,979	17,483,100	130,035,079	172,151,800
Climax	95,586,841	9,872,500	105,459,341	182,203,100
Comstock	705,039,430	86,040,400	791,079,830	1,011,990,600
Cooper	403,846,328	16,633,274	420,479,602	595,674,224
Kalamazoo	583,609,974	39,049,200	622,659,174	902,766,600
Oshtemo	1,094,265,547	88,704,200	1,182,969,747	1,511,412,800
Pavilion	322,881,669	15,313,700	338,195,369	488,594,300
Prairie Ronde	147,479,425	8,829,400	156,308,825	235,973,700
Richland	590,560,720	23,017,000	613,577,720	805,230,700
Ross	473,960,640	16,889,000	490,849,640	736,150,600
Schoolcraft	433,653,846	32,619,500	466,273,346	654,955,725
Texas	1,282,233,979	30,819,800	1,313,053,779	1,655,260,500
Wakeshma	57,159,121	31,142,300	88,301,421	148,221,100
Cities:				
Galesburg	34,108,571	5,355,400	39,463,971	52,220,700
Kalamazoo	1,982,516,129	189,678,100	2,172,194,229	2,985,422,700
Parchment	59,778,323	3,548,900	63,327,223	84,899,100
Portage	2,618,495,447	126,648,100	2,745,143,547	3,634,385,400
TOTAL	\$ 11,410,132,493	\$ 764,419,574	\$ 12,174,552,067	\$ 16,519,552,249

MAJOR TAXPAYERS

According to County officials, the 2025 Taxable Value of each of the County's major taxpayers is as follows:

Name of Taxpayer	2025		
	Taxable Value	IFT*Eq TV New	Total **Eq Tax
Consumers Energy Co.	\$ 338,774,607	\$ -	\$ 338,774,607
Pharmacia & Upjohn	123,965,536	66,659,717	157,295,395
Stryker Corp.	56,092,234	92,210,959	102,197,714
Michigan Electric Transmission	65,919,528	-	65,919,528
Edward Rose Etal ***	56,446,573	-	56,446,573
Zoetis	49,940,469	12,050,149	55,965,544
19 Props, LLC etal	45,200,115	-	45,200,115
MIMGLXVI Drakes Pond, LLC/Etc	33,724,252	-	33,724,252
Catalyst Development	31,552,239	-	31,552,239
Enbridge Energy	29,942,400	-	29,942,400

* Eq TV is ½ the taxable value to allow for the effect of 50% of the millage rate being applied to the new facility tax abatements.

** Includes the taxable value of ad valorem, IFT Rehab and IFT equivalent new Taxable values captured by TIFA are included in the totals.

*** Edward Rose affiliates include Occidental Development, Audrey Homes, Walnut Trail Apartments, Gull Road Apartments and Newport Village Apartments.

Source: County of Kalamazoo Equalization Department

TAX RATES

(Per \$1,000 of Taxable Value)

County of Kalamazoo	2025	2024	2023
- Operating	4.6049	4.6202	4.6318
- Public Safety ⁽¹⁾	1.4296	1.4344	1.4380
- Debt (Juvenile Home) ⁽²⁾	0.1350	0.1176	0.1668
- Housing Assistance ⁽³⁾	0.7409	0.7434	0.7453
- Senior ⁽⁴⁾	0.3450	0.3462	0.3462
- 911 ⁽⁴⁾	0.6420	0.6442	0.6459
- Transit Authority ⁽⁵⁾	0.3091	0.3102	0.3110
Total County Tax Levy	<u>8.2065</u>	<u>8.2162</u>	<u>8.2850</u>

⁽¹⁾ Voted millage expires December 31, 2027

⁽²⁾ Voted millage expires December 31, 2032

⁽³⁾ Voted millage expires December 31, 2028

⁽⁴⁾ Voted millage expires December 31, 2029

⁽⁵⁾ Voted millage expires December 31, 2026

⁽⁶⁾ Voted millage expires December 31, 2026

Source: Kalamazoo Apportionment report

TAX RATE LIMITATIONS

Article IX, Section 6, of the Michigan Constitution of 1963 provides in part:

"Except as otherwise provided in this Constitution, the total amount of general ad valorem taxes imposed upon real and tangible personal property for all purposes in any one year shall not exceed 15 mills on each dollar of the assessed valuation of property as finally equalized."

Section 6 further provides that by a majority vote of qualified electors of the County, the 15-mill limitation may be increased to a total of not to exceed 18 mills, and the millages of the local units involved shall then be permanently fixed within that greater millage limitation.

Act 62, Public Acts of Michigan, 1933, as amended, defined local units as Counties, Townships, Villages, Cities, a First Class School District (only Detroit schools), Community College Districts, Intermediate School Districts, and Districts, Divisions and other organizations which may be established that have the power to levy taxes, except Villages and Cities which have provisions in their charters or general law fixing maximum limits on the power to levy taxes against property and School Districts.

The amount of mills, per \$1,000 of Taxable Value, allocated to the County, townships in the County and the intermediate school district have been fixed by vote on November 2, 1965, as follows:

<u>Units of Government</u>	<u>Millage Rates</u>	<u>Maximum Authorized Rate</u>
County of Kalamazoo	4.8500	4.6049
Any Township	1.0000	

Pursuant to Act 314 of Public Acts of Michigan of 1993, as amended, school districts may not levy mills allocated to them by vote, and any subsequent vote to reallocate mills amount local units may not include the number of mills allocated to the school districts in 1993.

In addition, Article IX, Section 6, permits the levy of millage in excess of the above for:

1. All debt service on tax supported bonds issued prior to December 23, 1978 or tax supported issues which have been approved by the voters for which the issuer has pledged its full faith and credit.
2. Operating purposes for a specified period of time provided that said increase is approved by a majority of the qualified electors of the local unit.
3. Payment of valid judgments levied in accordance with State law.

CONSTITUTIONAL MILLAGE ROLL-BACK

Article IX, Section 31 of the Michigan Constitution requires that if the total value of existing taxable property in a local taxing unit, exclusive of new construction and improvements, increases faster than the U.S. Consumer Price Index from one year to the next, the maximum authorized tax rate for that local taxing unit must be permanently reduced through a Millage Reduction Factor unless reversed by a vote of the electorate of the local taxing unit.

TAX LEVIES AND COLLECTIONS

Fiscal Year Ended December 31	Taxes Levied ⁽¹⁾ for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	% of Levy		Amount	% of Levy
2025	\$95,292,482	\$91,204,863	95.71%	N/A	#VALUE!	#VALUE!
2024	92,584,689	63,050,317	68.10%	2,101,165	65,151,482	70.37%
2023	86,322,570	59,747,193	69.21%	1,851,698	61,598,891	71.36%
2022	79,771,407	54,635,761	68.49%	1,794,109	56,429,870	70.74%
2021	75,925,910	52,709,265	69.42%	1,654,559	54,363,824	71.60%
2020	68,285,775	51,704,088	75.72%	1,476,704	53,180,792	77.88%
2019	59,881,317	50,673,837	84.62%	1,324,530	51,998,367	86.84%
2018	57,550,656	48,267,616	83.87%	1,318,492	49,586,108	86.16%
2017	53,106,161	47,055,256	88.61%	1,130,814	48,186,070	90.74%
2016	51,903,748	45,776,972	88.20%	1,292,095	47,069,067	90.69%

⁽¹⁾ Taxes levied for the fiscal year included the operating levy, law enforcement levy, juvenile home debt service and housing assistance levy.

N/A = These amounts are currently being audited.

Source: County of Kalamazoo and County of Kalamazoo audited Annual Comprehensive Financial Reports.

The County's taxes are due and payable at the offices of the various local treasurers and a lien is created upon the assessed property on December 1 of each year. All real property taxes remaining unpaid on the following March 1st are turned over to the County Treasurer for collection.

The delinquent real property taxes are subject to additional penalties and interest by the County. Unless the delinquent real property taxes are paid within approximately 25 months from the date of delinquency the underlying property is foreclosed upon and sold at public action.

The County is responsible for the collection of all delinquent real property taxes levied by local units within the County. The County has established a Delinquent Tax Revolving Fund (the "DTRF") which purchases 100% of the real property taxes returned delinquent to the County Treasurer by taxing units within the County as of March 1st of each year. The County's purchase of all delinquent real property taxes in any year may be dependent on the continuation of the DTRF. There can be no assurance that the County will continue the DTRF, and therefore no assurance that the County will continue to purchase 100% of taxing units' delinquent real property taxes as of March 1st each year.

REVENUES FROM THE STATE OF MICHIGAN

The County receives revenue sharing payments from the State of Michigan under the State Revenue Sharing Act of 1971, as amended (the "Revenue Sharing Act"), on a per capita basis. The County's revenue sharing distribution is subject to annual legislative appropriation and may be reduced or delayed by Executive Order during any State fiscal year in which the Governor, with the approval of the State Legislature's appropriation committees, determines that actual revenues will be less than the revenue estimates on which appropriations were based.

The State's ability to make revenue sharing payments to the County in the amounts and at the times specified in the Revenue Sharing Act is subject to the State's overall financial condition and its ability to finance any temporary cash flow deficiencies. Act 357, Public Acts of Michigan, 2004 ("Act 357") amended the General Property Tax Act to temporarily eliminate statutory revenue sharing payments to counties by creating a reserve fund, against which counties could draw in lieu of annual revenue sharing payments, paid for by the permanent advancement of the counties' property tax levy from December to July each year, beginning in 2005. Under Act 357, a county would resume receiving state revenue sharing payments in the first year in which the county's property tax revenue reserve was less than the amount the county would have otherwise received in state revenue sharing payments.

Under the fiscal year 2026 budget, signed into law on October 7, 2025, by Governor Whitmer, \$291.1 million has been appropriated for revenue sharing distributions to counties, resulting in no change from the fiscal year 2025 appropriation of \$291.1 million. Of that appropriation, \$261.1 million will be distributed pursuant to the Revenue Sharing Act and \$30

million will be distributed to each county based on the per capita taxable valuation of each county proportionate to the State-wide per capita taxable valuation.

Purchasers of the Bonds should be alerted to further modifications to revenue sharing payments to Michigan local governmental units, to potential consequent impact on the County's general fund condition, and to the potential impact upon the market price or marketability of the Bonds resulting from changes in revenues received by the County from the State.

The following table sets forth the annual revenue sharing payments and other monies received by the County for the State fiscal years ended September 30, 2022 through September 30, 2026. If revenue sharing dollars received by the State are less than anticipated and the County's revenue sharing distribution is reduced, the County intends to make certain adjustments as necessary to balance its fiscal year 2025 and 2026 budgets.

State of Michigan Fiscal Year Ended September 30,	Revenue Sharing Payments	County Incentive Program Payments	Taxable Value Payments	Total
2026 ⁽¹⁾	\$ 6,217,124	\$ -	\$ 777,382	\$ 6,994,506
2025	6,217,124	-	775,697	6,992,821
2024	5,179,364	1,037,759	-	6,217,123
2023	4,827,981	1,037,768	-	5,865,748
2022	4,495,791	1,037,768	-	5,533,559

⁽¹⁾ Estimated as of March 18, 2026

Source: Source State of Michigan Treasury http://www.michigan.gov/treasury/0,4679,7-121-1751_2197---,00.html

LABOR AGREEMENTS

The County has seven employee bargaining units which have negotiated comprehensive salary, wage, fringe benefit and working conditions contracts with the County. The duration of these agreements are as follows:

Employee Group	Number of Employees	Expiration Date of Contract
Airport Employees Local 1677.04 Council No. 25, AFSCME	11	December 31, 2027
Animal Services, Buildings and Grounds Parks & Expo Local 1671.02 Council No. 25, AFSCME AFL CIO	64	December 31, 2027
Kalamazoo County Sheriff's Deputies Association Fraternal Order of Police	150	December 31, 2027
Kalamazoo County Sheriff's Department Sergeants Kalamazoo County Sheriffs Sergeants Assoc. Fraternal Order of Police	29	December 31, 2025 *
Kalamazoo County Juvenile Home Employee Police Officers Association of Michigan	35	December 31, 2027
Probate Court (Juvenile Court) - International Union UAW Local 2290	23	December 31, 2027
Kalamazoo County Sheriff's Department Command Staff Kalamazoo County Sheriffs Office Supervisors Association	13	December 31, 2027

* In negotiations

Source: County of Kalamazoo

RETIREMENT PLAN*

Kalamazoo County Employees' Retirement System ("System")

The County participates in the Kalamazoo County Employees' Retirement System (the "System"), a cost-sharing multiple-employer defined benefit pension plan, which provides retirement and disability benefits to eligible plan members and beneficiaries. The System was established by the County of Kalamazoo Board of Commissioners and is administered by the Office of Finance of the County of Kalamazoo, Michigan. Accordingly, it is included as a fiduciary component unit in the County's annual comprehensive financial report. The County of Kalamazoo, Michigan (the "County"), Kalamazoo County Road Commission (the "Road Commission", a discretely presented component unit of the County), and Integrated Services of Kalamazoo ("ISK"), are participating employers of the System and are required to contribute to the System under state of Michigan statutes. Employees of participating employers holding regular positions, either full-time or part-time of 20 hours or more per week, are included by law in the System. Employees of the Sheriff's Deputy Association, Sheriff's Supervisory Association, certain District Court employees, and Judges elected or appointed after March 31, 1997, are excluded from the plan pursuant to past negotiations.

The System is controlled by laws established by the State of Michigan. Any changes to the plan document must be approved by the County of Kalamazoo Board of Commissioners and subsequently implemented by the County of Kalamazoo Office of Finance. The System provides retirement, disability and death benefits to plan members and their beneficiaries. It is accounted for as a separate pension trust fund. Stand-alone financial reports are issued that include financial statements and required supplementary information for the System, which may be obtained from the Office of Finance, County of Kalamazoo, Michigan, 201 West Kalamazoo Avenue, Kalamazoo, Michigan, 49007.

Benefits Provided

Regular retirement benefits begin at age 60 with 8 years or more of service for County employees hired before July 1, 2009. Regular retirement benefits begin at age 65 with 8 years or more of service for the County employees hired on or after July 1, 2009. Certain County employees are eligible for normal retirement at age 55 with 25 years of service. Members may retire at age 55 with 8 years of service for a reduced benefit.

Deferred members of the County hired before October 1, 2009 may elect to receive a lump sum benefit at any time before or after reaching the retirement age. All deferred members may receive annuity benefits at the normal or early retirement age.

Benefits are determined at the member's retirement date based on a formula of the member's service credit, final average compensation, and a percentage factor. Service credit is determined by the total number of full or part-time (at least 20 hours per week) years and months of employment. Additional service may be credited for any member with a military leave. The final average compensation is the average compensation received during the highest 5 consecutive years of the last 10 years of service or all years of service if the employee has less than 10 years of service. The percentage is determined by the participating employers of the System and ranged from 1.7% to 2.5% in 2024. Annual benefits are reduced for early retirement or beneficiary benefits. Employees may choose to receive benefits in monthly payments or as a lump sum payment. Lump sum payments for employees hired before October 1, 2009 are calculated using the annual benefit, expected future lifetime, and a discount rate. Lump sum payments are no longer an option available for County employees hired on or after October 1, 2009. The discount rate shall be the investment return assumption as adopted by the Retirement Investment Committee to be used in the annual actuarial valuation of the System.

* For further information see Note 11 in the County's Draft Annual Comprehensive Financial Reports for fiscal year ended December 31, 2024

Contributions

Employer Contributions. The System's funding policy provides for periodic employer contributions at actuarially determined rates that are expressed as percentages of annual covered payroll, and are designed to accumulate sufficient assets to pay benefits when due. The normal cost and amortization payment were determined using an entry-age actuarial funding method. Unfunded actuarial accrued liabilities are being amortized as a level percent-of-payroll over an open period of 10 years.

It is the County's policy to fund the actuarial determined pension liability in order for funds to be available when a member retires. The employers are required to contribute a percentage of payroll at an actuarially determined rate. The contribution rate is based on the actuarial assumptions and experiences. Once a group is full or overfunded, the employer no longer contributes for that group. The County required to contribute the following percentages of payroll for the year ended December 31, 2024:

Airport	0.00%
AS&E/B&G/Parks	1.65%
Head start I	0.00%
Head start II	0.00%
Juvenile court	10.82%
Juvenile home	7.27%
Non-represented	6.32%
Sheriff command	0.00%
FOP	0.00%

The sheriff command no longer has active members and therefore no contribution rate can be determined based on a percentage of payroll. The County contributed a fixed dollar amount for the sheriff command of \$23,164 for the year ended December 31, 2024.

Employee Contributions. No employee contributions are required for participation in the System. The only contributions recognized are those relating to purchased years of service.

Defined Contribution Plans

Sheriff's Department

The County provides pension benefits for all of its full-time employees of the Sheriff's Department not covered by the Kalamazoo County Employees' Retirement System through a defined contribution plan, established and administered by the Fraternal Order of Police, Lodge No. 98 (FOP). In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate from the date of employment. For employees hired before September 17, 2013, the County contributes an amount equal to 16.00% of the employee's salary each pay period. For employees hired after this date, the County contributes an amount equal to 10.00% of the employee's salary each pay period. The County's contributions for each employee (and interest allocated to the employee's account) are fully vested upon deposit into a participant's account. The County made the required 2024 contribution of \$2,187,719. The County is not a fiduciary with respect to this plan and, accordingly, assets and liabilities of the plan have been excluded from these financial statements. Contribution requirements are established or amended under the authority of the County Board and collective bargaining.

Other Defined Contribution Plan

Currently, one Probate Court judge and four District Court employees have elected not to participate in the County's defined benefit plan described above. The probate judge is considered a State of Michigan employee and has elected to participate in a State of Michigan retirement plan under which the State and participant share in the cost of the plan.

Employees' Retirement System

Schedule of the County's Proportionate Share of the Net Pension Asset

	Year Ended December 31,			
	2024	2023	2022	2021
County's proportionate share of the net pension asset	\$ 14,675,208	\$ 17,252,543	\$ 7,406,539	\$ 46,794,281
County's proportion of the net pension asset	70.514%	71.247%	72.319%	73.716%
County's covered payroll	\$ 42,796,153	\$ 38,026,885	\$ 39,560,340	\$ 35,426,516
County's proportionate share of the net pension asset as a percentage of its covered payroll	34.29%	45.37%	18.72%	132.09%
Plan fiduciary net position as a percentage of the total pension liability	108.20%	110.47%	104.67%	129.88%

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Employees' Retirement System
Schedule of Pension Contributions

	Year Ended December 31,			
	2024	2023	2022	2021
Contractually required contribution	\$ 2,803,353	\$ 2,532,732	\$ 1,753,777	\$ 2,130,345
Contributions in relation to the contractually required contribution	<u>(2,803,353)</u>	<u>(2,532,732)</u>	<u>(1,753,777)</u>	<u>(2,130,345)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 42,796,153	\$ 38,026,885	\$ 39,560,340	\$ 35,426,516
Contributions as a percentage of covered payroll	6.55%	6.66%	4.43%	6.01%

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OTHER POST-EMPLOYMENT BENEFITS*

Kalamazoo County Retiree Medical Benefits Plan ("Plan")

The County participates in the Kalamazoo County Retiree Medical Benefits Plan (the "Plan"), a cost-sharing multiple-employer defined benefit OPEB plan, which provides retiree health care benefits to eligible Plan members and beneficiaries. The Plan was established by the County Board of Commissioners and is administered by the Office of Finance of the County of Kalamazoo, Michigan. Accordingly, it is included as a fiduciary component unit in the County's annual comprehensive financial report. The County, the Road Commission, and ISK are participating employers of the Plan.

Stand-alone financial reports are issued that include financial statements and required supplementary information for the Plan, which may be obtained from the Office of Finance, County of Kalamazoo, Michigan, 201 West Kalamazoo Avenue, Kalamazoo, Michigan, 49007.

Eligibility and Benefits Provided

County policy established that retiring employees, who terminate employment after becoming eligible for immediate commencement of retirement benefits from the County, shall be eligible for group health insurance. These benefits are established and can be amended by the County Board of Commissioners. Active participants of the Fraternal Order of Police ("FOP") defined contribution plan are eligible under the terms of their collective bargaining agreement. Changes are made through collective bargaining. All other retiring employees reach eligibility based on hire date, years of retirement plan, credited service and age at retirement. A retiree and his/her covered dependents must obtain Medicare Parts A & B at the earliest date eligible. Eligibility conditions for retiree health care benefits are as follows:

Members hired on or before 12/31/2008 - Age 55 with 8 years of service; Members hired on or after 1/1/2009 - Age 60 with 8 years of service (until age 65 for members hired on or after 1/1/2010); Members hired on or after 1/1/2012 - not eligible for retiree health care benefits.

Contributions

The Kalamazoo County Retiree Medical Benefits Plan is funded under the authority defined by the Kalamazoo County Board of Commissioners. Plan members are charged contributions at a set rate per member depending on years of service over eight years and the type of optional coverage elected. The County is currently contributing 50% of the fixed rate determined in the most recent actuarial valuation adjusted for plan design changes made during the year.

The contribution rates include amortization of the unfunded actuarial accrued liability over a closed period of 20 years for County, except for a 25 year closed period for Sheriff (FOP).

*For further information, see Note 11 in the County's Annual Comprehensive Financial Reports for fiscal year ended December 31, 2024

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Retiree Medical Benefits Plan
Schedule of the County's Proportionate Share of the Net OPEB Liability

	Year Ended December 31,			
	2024	2023	2022	2021
County's proportionate share of the net OPEB liability	\$ 1,174,095	\$ 6,919,855	\$ 11,188,759	\$ 23,814,639
County's proportion of the net OPEB liability	-76788.424%	116.445%	104.382%	96.850%
County's covered payroll	\$ 30,622,764	\$ 28,773,732	\$ 30,175,841	\$ 27,784,720
County's proportionate share of the net OPEB liability as a percentage of its covered payroll	3.83%	24.05%	37.08%	85.71%
Plan fiduciary net position as a percentage of the total OPEB liability	96.80%	81.78%	70.31%	53.94%

Retiree Medical Benefits Plan
Schedule of OPEB Contributions

	Year Ended December 31,			
	2024	2023	2022	2021
Contractually required contributions	\$ 644,692	\$ 1,254,364	\$ 1,251,682	\$ 2,975,221
Contributions in relation to the contractually required contributions	(3,279,682)	(3,000,497)	(3,981,434)	(4,185,172)
Contribution excess	\$ (2,634,990)	\$ (1,746,133)	\$ (2,729,752)	\$ (1,209,951)
County's covered payroll	\$ 30,622,764	\$ 28,773,732	\$ 30,175,841	\$ 27,784,720
Contributions as a percentage of covered payroll	10.71%	10.43%	13.19%	15.06%

Source: County of Kalamazoo Annual Comprehensive Financial Reports for fiscal year ended December 31, 2024

COUNTY OF KALAMAZOO GENERAL FUND-FUND BALANCE

The County's General Fund fund balance for the last five years has been as follows:

Fiscal Year Ended December 31	Fund Balance
2024	\$ 35,923,097
2023	56,109,639
2022	43,238,908
2021	46,121,849
2020	39,496,245

Source: County of Kalamazoo audited Annual Comprehensive Financial Reports.

DEBT STATEMENT*

(As of June 4, 2026)

	<u>Gross</u>	Self-Supporting or Paid by Benefited <u>Municipalities</u>	<u>Net</u>
DIRECT DEBT:			
General Obligation	\$ 166,075,000	\$ -	\$ 166,075,000
Total	<u>\$166,075,000</u>	<u>\$0</u>	<u>\$166,075,000</u>

OVERLAPPING DEBT:

School Districts	\$ 753,711,724
Cities and Villages	199,423,146
Townships	71,474,000
Intermediate School District	43,482
Community Colleges	2,928,655
District Library	4,531,017
TOTAL OVERLAPPING DEBT	<u>\$ 1,032,112,024</u>
NET DIRECT AND OVERLAPPING DEBT	<u>\$ 1,198,187,024</u>

DEBT RATIOS:

Per Capita 2025 State Equalized Valuation	\$ 63,131
Per Capita 2025 True Cash Value	\$ 126,262
Per Capita Net Direct Debt	\$ 634.67
Per Capita Combined Net Direct and Overlapping Debt	\$ 4,579.00
Percent Net Direct Debt and 2025 State Equalized Valuation	1.005%
Percent Net Direct and Overlapping Debt of 2025 State Equalized Valuation	7.253%
Percent of Net Direct Debt of 2025 True Cash Value	0.503%
Percent of Net Direct and Overlapping Debt of 2025 True Cash Value	3.627%

Source: Municipal Advisory Council of Michigan

* Preliminary, subject to change

SCHEDULE OF BOND MATURITIES*

(As of June 4, 2026)

Year	General Obligation	
	Bonds	
2026	\$	-
2027		5,040,000
2028		5,780,000
2029		5,850,000
2030		6,215,000
2031		6,575,000
2032		6,890,000
2033		5,245,000
2034		5,235,000
2035		5,030,000
2036		5,230,000
2037		5,415,000
2038		5,590,000
2039		5,775,000
2040		5,960,000
2041		6,155,000
2042		6,360,000
2043		6,585,000
2044		6,800,000
2045		7,035,000
2046		7,275,000
2047		7,535,000
2048		7,795,000
2049		8,085,000
2050		8,385,000
2051		8,695,000
2052		5,540,000
	\$	<u>166,075,000</u>

DEBT HISTORY: There is no record of default.

FUTURE BONDING: The County does not anticipate selling any bonds within the next 6 months.

* Preliminary, subject to change

STATEMENT OF LEGAL DEBT MARGIN*

(As of June 4, 2026)

2025 State Equalized Valuation		\$	16,519,552,249
Plus Assessed Value Equivalent of 2025 Taxable Value of Act 198 Exemptions			<u>235,388,439</u>
Total 2025 State Equalized Valuation		\$	<u><u>16,754,940,688</u></u>
Debt Limit (10% of State Equalized Valuation)		\$	1,675,494,069
Amount of Outstanding Debt (See Debt Statement)	\$	166,075,000	
Less: Bonds issued without County Full Faith and Credit Pledge		<u>-</u>	<u>166,075,000</u>
LEGAL DEBT MARGIN		\$	<u><u>1,509,419,069</u></u>

* Preliminary, subject to change

CAPITAL IMPROVEMENT BONDS STATEMENT OF LEGAL DEBT MARGIN

(As of June 4, 2026)

2025 State Equalized Valuation			<u>\$16,519,552,249</u>
Debt Limit (5% of State Equalized Valuation) (1), (2)			\$825,977,612
Less Outstanding Capital Improvement Bonds			
2015 Capital Improvement Bonds, Dtd 03/24/2015	\$	2,925,000	
2021 Limited Tax General Obligation Bonds, Dtd 06/08/2021		64,860,000	
Limited Tax General Obligation Bonds, Series 2022, 07/14/2022		52,260,000	
Capital Improvement Bonds, Series 2026A (LTGO)		39,000,000	
Capital Improvement Bonds, Series 2026B (LTGO) (Taxable)		<u>6,000,000</u>	<u>165,045,000</u>
LEGAL DEBT MARGIN			<u><u>\$660,932,612</u></u>

(1) Section 517 of Act 34, Public Acts of Michigan, 2001, as amended, provides that a county, city, village, or township may by resolution of its governing body, and without vote of its electors, issue a municipal security to pay the cost of any capital improvement items, provided that the amount of taxes necessary to pay the principal and interest on that municipal security, together with the taxes levied for the same year, shall not exceed the limit authorized by law. Bonds issued under Section 517 by a county, city, village or township shall not exceed 5% of the state equalized valuation of the property assessed in that county, city, village or township.

(2) Bonds issued under Section 517 also count towards the County's overall debt limit as set forth under "STATEMENT OF LEGAL DEBT MARGIN" above.

* Preliminary, subject to change

MAJOR EMPLOYERS

Firm Name	Product/Service	Approximate Number of Employees
Stryker Corporation	Surgical instruments	3,500
Pfizer Inc.	Pharmaceuticals	3,000
Bronson Methodist Hospital	Medical Services	2,519
PNC Financial Services	Financial Services	2,400
Beacon Health System	Medical Services	2,200
Western Michigan University	Education	1,736
Taraget Corporation	Retail	1,400
Summit Polymers	Automotive Interior Systems	1,200
City of Kalamazoo	Government	1,058
County of Kalamazoo	Government	1,000
Zoetis	Animal Health	1,000
Kalamazoo Valley Community College	Education	961
Eaton Corporation	Power Management Technologies	850

Source: Southwest Michigan First - <http://www.southwestmichiganfirst.com/>

LABOR CHARACTERISTICS

The 2024 U.S. Census American Community Survey 5 – Year Estimates of Population lists the labor force characteristics for the County of Kalamazoo, for employed persons 16 years and over, as follows:

By Occupation	Number of Employees
Management, business, science, and arts occupations	56,840
Service occupations	22,914
Sales and office occupations	25,425
Natural resources, construction, and maintenance occupations	8,371
Production, transportation, and material moving occupations	19,257
Total	<u>132,807</u>
By Industry	
Agriculture, forestry, fishing and hunting, and mining	1,403
Construction	5,030
Manufacturing	26,086
Wholesale trade	1,269
Retail trade	15,062
Transportation and warehousing, and utilities	5,406
Information	1,329
Finance, insurance, real estate, and rental and leasing	6,964
Professional, scientific, management, administrative, and waste management services	13,070
Educational, health and social services	36,307
Arts, entertainment, recreation, accommodation and food services	11,787
Other services (except public administration)	4,925
Public administration	4,169
Total	<u>132,807</u>

UNEMPLOYMENT DATA

According to the Michigan Department of Labor and Economic Growth, Employment Security Agency, Office of Labor Market Information, the unemployment statistics for the County of Kalamazoo and the State of Michigan during the four most recent calendar years, are as follows:

	2025		2024		2023		2022	
	County of Kalamazoo	State of Michigan	County of Kalamazoo	State of Michigan	County of Kalamazoo	State of Michigan	County of Kalamazoo	State of Michigan
January	4.90%	5.90%	3.40%	4.00%	3.80%	4.50%	5.10%	5.00%
February	5.00%	6.00%	3.80%	4.20%	3.80%	4.40%	5.30%	4.90%
March	4.90%	5.70%	3.70%	3.90%	3.60%	4.00%	4.50%	4.50%
April	4.50%	4.70%	3.50%	3.80%	3.00%	3.10%	4.20%	4.00%
May	5.30%	5.30%	4.00%	4.10%	3.80%	3.80%	4.60%	4.10%
June	5.60%	5.40%	4.70%	5.00%	4.10%	4.10%	4.80%	4.40%
July	5.90%	6.00%	5.10%	5.80%	4.20%	4.30%	4.30%	4.50%
August	5.20%	5.00%	4.70%	4.50%	4.00%	4.20%	4.00%	4.30%
September	4.20%	4.60%	4.20%	4.20%	3.60%	3.80%	3.70%	3.80%
October	--	--	4.10%	4.60%	3.40%	3.80%	7.70%	3.70%
November	4.20%	4.80%	4.10%	4.80%	2.90%	3.30%	7.50%	3.50%
December	4.20%	4.80%	4.50%	5.00%	3.20%	3.50%	7.80%	3.80%
Annual Average	4.90%	5.29%	4.15%	4.49%	3.62%	3.90%	5.29%	4.21%

INCOME CHARACTERISTICS

There were 108,759 households in the County, according to the 2024 U.S. Census American Community Survey 5 – Year Estimates, which had a median household income of \$71,069. A breakdown of the income for the County's households is as follows:

Less than \$10,000	7,439
\$10,000 to \$14,999	2,692
\$15,000 to \$24,999	7,201
\$25,000 to \$34,999	7,862
\$35,000 to \$49,999	13,417
\$50,000 to \$74,999	18,149
\$75,000 to \$99,999	13,381
\$100,000 to \$149,999	19,673
\$150,000 or more	18,945

According to the 2024 U.S. Census American Community Survey 5 – Year Estimates, the per capita income for the County was \$41,995.

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**COUNTY OF KALAMAZOO
GENERAL FUND BUDGET SUMMARY
FOR FISCAL YEAR ENDING DECEMBER 31, 2026**

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FLEXIBLE PERIOD REPORT

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FROM 2026 01 TO 2026 13

	ORIGINAL APPROP	TRANFRS/ ADJSTMTS	REVISED BUDGET	ACTUALS	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
101 GENERAL FUND							
10100 BOARD OF COMMISSIONERS							
10110100 70200 SALARIES- BOARD	312,000	0	312,000	77,970.72	.00	234,029.28	25.0%
10110100 71002 FRINGE BENEFITS- TEMPORARY	31,000	0	31,000	7,852.59	.00	23,147.41	25.3%
10110100 71700 MOBILE DEVICE STIPEND	5,400	0	5,400	1,350.00	.00	4,050.00	25.0%
10110100 72800 OFFICE SUPPLIES	0	0	0	54.24	.00	-54.24	.0%
10110100 80100 CONTRACTUAL SERVICES	162,000	0	162,000	15,000.00	.00	147,000.00	9.3%
10110100 80121 CONTRACTUAL- OTHER	30,000	0	30,000	3,750.00	.00	26,250.00	12.5%
10110100 81000 ADVISORY BOARD COMPENSATION	20,000	-2,000	18,000	1,980.00	.00	16,020.00	11.0%
10110100 86001 TRAVEL	15,000	0	15,000	2,286.70	.00	12,713.30	15.2%
10110100 90000 PRINTING	500	0	500	.00	.00	500.00	.0%
10110100 95503 COPY CHARGES	1,000	0	1,000	.00	.00	1,000.00	.0%
10110100 95504 POSTAGE	1,000	0	1,000	.00	.00	1,000.00	.0%
10110100 95508 ASSOCIATION DUES & MEMBERSH	24,000	500	24,500	5,233.00	.00	19,267.00	21.4%
10110100 95510 MEALS	3,500	0	3,500	.00	.00	3,500.00	.0%
10110100 95556 TRAINING- EMPLOYEE	15,000	0	15,000	2,021.18	.00	12,978.82	13.5%
10110100 95598 MEETING EXPENSES	1,300	1,500	2,800	2,528.30	.00	271.70	90.3%
10110100 95620 PLAT INSPECTIONS	100	0	100	.00	.00	100.00	.0%
TOTAL BOARD OF COMMISSIONERS	621,800	0	621,800	120,026.73	.00	501,773.27	19.3%
17200 COUNTY ADMINISTRATION							
10117200 70300 SALARIES- ADMINISTRATOR	239,200	0	239,200	52,378.83	.00	186,821.17	21.9%
10117200 70500 SALARIES- OTHER	717,500	0	717,500	154,587.99	.00	562,912.01	21.5%
10117200 70900 OVERTIME	10,500	0	10,500	2,530.04	.00	7,969.96	24.1%
10117200 71000 FRINGE BENEFITS	386,900	0	386,900	86,571.06	.00	300,328.94	22.4%
10117200 71700 MOBILE DEVICE STIPEND	2,400	0	2,400	750.00	.00	1,650.00	31.3%
10117200 71701 VEHICLE ALLOWANCE	7,800	0	7,800	1,800.00	.00	6,000.00	23.1%
10117200 71703 RETIREMENT STIPEND	0	0	0	5,230.78	.00	-5,230.78	.0%
10117200 72704 EQUIPMENT- COMPUTERS	2,400	0	2,400	.00	.00	2,400.00	.0%
10117200 72800 OFFICE SUPPLIES	8,600	0	8,600	831.04	621.44	7,147.52	16.9%
10117200 85000 COMMUNICATIONS	3,000	0	3,000	.00	.00	3,000.00	.0%
10117200 86001 TRAVEL	8,000	0	8,000	217.34	.00	7,782.66	2.7%
10117200 90000 PRINTING	200	0	200	.00	.00	200.00	.0%

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FROM 2026 01 TO 2026 13

	ORIGINAL APPROP	TRANFRS/ ADJSTMTS	REVISED BUDGET	ACTUALS	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
10117200 93020 MAINTENANCE- SOFTWARE	48,300	0	48,300	38,784.09	.00	9,515.91	80.3%
10117200 93100 EQUIP MAINTENANCE	500	0	500	261.95	.00	238.05	52.4%
10117200 94004 LEASES - FLEET PROGRAM	4,000	0	4,000	.00	.00	4,000.00	.0%
10117200 95503 COPY CHARGES	1,600	0	1,600	261.95	.00	1,338.05	16.4%
10117200 95504 POSTAGE	500	0	500	4.59	.00	495.41	.9%
10117200 95508 ASSOCIATION DUES & MEMBERSH	8,000	0	8,000	700.00	.00	7,300.00	8.8%
10117200 95556 TRAINING- EMPLOYEE	10,000	0	10,000	177.34	.00	9,822.66	1.8%
TOTAL COUNTY ADMINISTRATION	1,459,400	0	1,459,400	345,087.00	621.44	1,113,691.56	23.7%
17300 STRATEGIC ISSUES							
10117300 88100 GRANT DISTRIBUTION	400,000	23,000	423,000	423,000.00	.00	.00	100.0%
10117300 95551 PROFESSIONAL DEVELOPMENT	10,000	0	10,000	.00	.00	10,000.00	.0%
10117300 95595 MANAGEMENT DEVELOPMENT	40,000	0	40,000	6,500.00	.00	33,500.00	16.3%
10117300 95659 STRATEGIC PLANNING	163,000	0	163,000	.00	.00	163,000.00	.0%
10117300 97506 FACILITY MASTER PLAN	0	33,600	33,600	33,513.47	.00	86.53	99.7%
TOTAL STRATEGIC ISSUES	613,000	56,600	669,600	463,013.47	.00	206,586.53	69.1%
17400 COMMUNICATIONS							
10117400 70500 SALARIES- OTHER	235,600	0	235,600	45,829.91	.00	189,770.09	19.5%
10117400 70900 OVERTIME	400	0	400	47.71	.00	352.29	11.9%
10117400 71000 FRINGE BENEFITS	94,500	0	94,500	18,409.07	.00	76,090.93	19.5%
10117400 71700 MOBILE DEVICE STIPEND	1,800	0	1,800	347.30	.00	1,452.70	19.3%
10117400 72700 SUPPLIES & EQUIPMENT	2,000	500	2,500	2,148.83	282.01	69.16	97.2%
10117400 72704 EQUIPMENT- COMPUTERS	2,000	0	2,000	241.18	.00	1,758.82	12.1%
10117400 72800 OFFICE SUPPLIES	600	-500	100	32.95	32.95	34.10	65.9%
10117400 80100 CONTRACTUAL SERVICES	40,000	0	40,000	.00	.00	40,000.00	.0%
10117400 82300 INTERPRETER FEES	100	0	100	14.40	.00	85.60	14.4%
10117400 86001 TRAVEL	400	0	400	.00	.00	400.00	.0%
10117400 93020 MAINTENANCE- SOFTWARE	71,100	31,500	102,600	95,078.39	.00	7,521.61	92.7%
10117400 95502 ADVERTISING	5,000	0	5,000	.00	.00	5,000.00	.0%
10117400 95508 ASSOCIATION DUES & MEMBERSH	300	0	300	198.00	.00	102.00	66.0%
10117400 95509 SUBSCRIPTIONS	38,300	-31,500	6,800	3,099.20	.00	3,700.80	45.6%
10117400 95556 TRAINING- EMPLOYEE	6,800	0	6,800	2,757.12	.00	4,042.88	40.5%
TOTAL COMMUNICATIONS	498,900	0	498,900	168,204.06	314.96	330,380.98	33.8%

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FROM 2026 01 TO 2026 13

	ORIGINAL APPROP	TRANFRS/ ADJSTMTS	REVISED BUDGET	ACTUALS	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
17500 DIVERSITY, EQUITY & INCLUSION							
10117500 70400 SALARIES- DIRECTOR	0	120,300	120,300	26,020.48	.00	94,279.52	21.6%
10117500 70500 SALARIES- OTHER	173,400	-120,300	53,100	11,315.07	.00	41,784.93	21.3%
10117500 71000 FRINGE BENEFITS	69,400	0	69,400	14,974.22	.00	54,425.78	21.6%
10117500 71700 MOBILE DEVICE STIPEND	600	0	600	150.00	.00	450.00	25.0%
10117500 72800 OFFICE SUPPLIES	100	600	700	532.69	47.76	119.55	82.9%
10117500 86001 TRAVEL	3,000	500	3,500	3,207.58	.00	292.42	91.6%
10117500 95508 ASSOCIATION DUES & MEMBERSH	1,500	0	1,500	269.89	.00	1,230.11	18.0%
10117500 95556 TRAINING- EMPLOYEE	4,000	0	4,000	.00	.00	4,000.00	.0%
10117500 95557 TRAINING- DEI SPONSORED	78,000	-1,100	76,900	.00	48.58	76,851.42	.1%
TOTAL DIVERSITY, EQUITY & INCLUSION	330,000	0	330,000	56,469.93	96.34	273,433.73	17.1%
19100 FINANCE							
10119100 66700 RENT	-98,400	0	-98,400	-20,730.24	.00	-77,669.76	21.1%
10119100 69300 SALE OF CAPITAL ASSETS	0	0	0	-103.51	.00	103.51	.0%
10119100 70400 SALARIES- DIRECTOR	0	162,000	162,000	35,460.33	.00	126,539.67	21.9%
10119100 70500 SALARIES- OTHER	1,628,900	-162,000	1,466,900	305,030.96	.00	1,161,869.04	20.8%
10119100 70900 OVERTIME	4,800	0	4,800	968.32	.00	3,831.68	20.2%
10119100 71000 FRINGE BENEFITS	653,400	0	653,400	136,663.85	.00	516,736.15	20.9%
10119100 71700 MOBILE DEVICE STIPEND	1,800	0	1,800	300.00	.00	1,500.00	16.7%
10119100 72800 OFFICE SUPPLIES	6,700	-2,600	4,100	448.61	.00	3,651.39	10.9%
10119100 80100 CONTRACTUAL SERVICES	104,200	0	104,200	7,609.10	.00	96,590.90	7.3%
10119100 80207 AUDITING SERVICES	158,100	0	158,100	120,960.00	.00	37,140.00	76.5%
10119100 85000 COMMUNICATIONS	200	0	200	.00	.00	200.00	.0%
10119100 90000 PRINTING	2,500	0	2,500	2,235.10	.00	264.90	89.4%
10119100 93020 MAINTENANCE- SOFTWARE	615,500	0	615,500	.00	.00	615,500.00	.0%
10119100 94100 RENTALS- EQUIPMENT LEASE	1,500	0	1,500	368.02	.00	1,131.98	24.5%
10119100 95502 ADVERTISING	1,000	0	1,000	.00	.00	1,000.00	.0%
10119100 95503 COPY CHARGES	500	0	500	56.40	.00	443.60	11.3%
10119100 95504 POSTAGE	1,000	0	1,000	344.82	.00	655.18	34.5%
10119100 95508 ASSOCIATION DUES & MEMBERSH	8,100	0	8,100	3,010.00	.00	5,090.00	37.2%
10119100 95509 SUBSCRIPTIONS	32,900	0	32,900	30,966.05	.00	1,933.95	94.1%
10119100 95556 TRAINING- EMPLOYEE	42,000	0	42,000	172.01	.00	41,827.99	.4%
TOTAL FINANCE	3,164,700	-2,600	3,162,100	623,759.82	.00	2,538,340.18	19.7%
19200 CENTRAL SERVICE COST RECOVERY							

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10119200 67701 INDIRECT- FUND 215	-128,800	0	-128,800	-21,489.80	.00	-107,310.20	16.7%
10119200 67702 INDIRECT- FUND 243	-25,700	14,700	-11,000	.00	.00	-11,000.00	.0%
10119200 67703 INDIRECT- FUND 297	-12,400	-18,600	-31,000	.00	.00	-31,000.00	.0%
10119200 67704 INDIRECT- FUND 581	-391,900	-78,200	-470,100	.00	.00	-470,100.00	.0%
10119200 67706 INDIRECT- FUND 737	-159,700	2,500	-157,200	.00	.00	-157,200.00	.0%
10119200 67707 INDIRECT- FUND 272	-1,251,600	65,300	-1,186,300	.00	.00	-1,186,300.00	.0%
10119200 67708 INDIRECT- FUND 731	-168,400	-46,100	-214,500	.00	.00	-214,500.00	.0%
10119200 67709 INDIRECT- FUND 276	-155,500	-78,600	-234,100	.00	.00	-234,100.00	.0%
10119200 67710 INDIRECT- FUND 292	-918,200	0	-918,200	.00	.00	-918,200.00	.0%
10119200 67713 INDIRECT- FUND 298	-155,600	-21,000	-176,600	.00	.00	-176,600.00	.0%
TOTAL CENTRAL SERVICE COST RECOVERY	-3,367,800	-160,000	-3,527,800	-21,489.80	.00	-3,506,310.20	.6%
19300 NON DEPARTMENT SPECIFIC							
10119300 69100 PREVIOUSLY GENERATED FUNDS	0	-314,600	-314,600	.00	.00	-314,600.00	.0%
TOTAL NON DEPARTMENT SPECIFIC	0	-314,600	-314,600	.00	.00	-314,600.00	.0%
19400 TAX REVENUE/REVENUE SHARE							
10119400 40200 CURRENT REAL PROPERTY TAXES	-56,994,700	0	-56,994,700	-537,562.17	.00	-56,457,137.83	.9%
10119400 40400 QHERPP EXCISE TAXES	0	0	0	-83,398.62	.00	83,398.62	.0%
10119400 41100 DELINQUENT REAL PROPERTY TA	-773,500	0	-773,500	.00	.00	-773,500.00	.0%
10119400 41200 DELINQUENT PERSONAL PROPERT	-34,800	0	-34,800	-2,674.04	.00	-32,125.96	7.7%
10119400 43900 MARIJUANA TAX	-2,160,700	0	-2,160,700	.00	.00	-2,160,700.00	.0%
10119400 43901 MARIJUANA TAX - MEDICAL	-3,000	0	-3,000	.00	.00	-3,000.00	.0%
10119400 54700 COURT EQUITY	-1,200,000	0	-1,200,000	.00	.00	-1,200,000.00	.0%
10119400 56900 STATE GRANTS-OTHER	0	0	0	-70,942.05	.00	70,942.05	.0%
10119400 56901 GRANTS -ALCOHOL TAX	-1,883,600	0	-1,883,600	.00	.00	-1,883,600.00	.0%
10119400 57300 LOCAL COMMUNITY STABILIZATI	-3,182,200	0	-3,182,200	.00	.00	-3,182,200.00	.0%
10119400 57400 STATE REVENUE SHARING	-6,993,700	0	-6,993,700	-1,424,878.00	.00	-5,568,822.00	20.4%
10119400 66500 INTEREST	-30,000	0	-30,000	-9,489.27	.00	-20,510.73	31.6%
TOTAL TAX REVENUE/REVENUE SHARE	-73,256,200	0	-73,256,200	-2,128,944.15	.00	-71,127,255.85	2.9%
19500 CONTINGENCIES							
10119500 95531 CONTINGENCIES	400,000	0	400,000	.00	.00	400,000.00	.0%

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10119500 95541 DISASTER CONTINGENCY	26,000	281,000	307,000	792.18	49,375.00	256,832.82	16.3%
TOTAL CONTINGENCIES	426,000	281,000	707,000	792.18	49,375.00	656,832.82	7.1%
19700 RESTRICTED RESERVE							
10119700 80124 CONTRACTUAL- TEMP EMPLOYEES	50,000	-48,000	2,000	.00	.00	2,000.00	.0%
TOTAL RESTRICTED RESERVE	50,000	-48,000	2,000	.00	.00	2,000.00	.0%
19800 INSURANCE							
10119800 95581 INSURANCE	20,000	0	20,000	-11,890.23	.00	31,890.23	-59.5%
TOTAL INSURANCE	20,000	0	20,000	-11,890.23	.00	31,890.23	-59.5%
21500 CLERK							
10121500 49001 LICENSES- MARRIAGE	-8,500	0	-8,500	-890.00	.00	-7,610.00	10.5%
10121500 49002 MARRIAGE WAIVERS	-800	0	-800	-105.00	.00	-695.00	13.1%
10121500 60601 FEES- ORO SALE	-8,000	0	-8,000	-3,312.50	.00	-4,687.50	41.4%
10121500 60726 FEES- NOTARY BOND FILING	-4,500	0	-4,500	-928.00	.00	-3,572.00	20.6%
10121500 60755 FEES- NOTARIAL CERTIFICATES	-100	0	-100	-90.00	.00	-10.00	90.0%
10121500 60756 FEES- CERTIFIED COPIES	-500,000	0	-500,000	-126,824.00	.00	-373,176.00	25.4%
10121500 60758 FEES- PARTNERSHIP FILINGS	-100	0	-100	-22.00	.00	-78.00	22.0%
10121500 60761 FEES- ASSUMED NAMES	-9,000	0	-9,000	-4,070.00	.00	-4,930.00	45.2%
10121500 62616 FEES - SHIPPING	-800	0	-800	-200.00	.00	-600.00	25.0%
10121500 67401 MISCELLANEOUS CONTRIBUTIONS	0	0	0	-240.00	.00	240.00	.0%
10121500 70201 SALARIES- ELECTED	74,900	0	74,900	18,711.18	.00	56,188.82	25.0%
10121500 70500 SALARIES- OTHER	476,200	0	476,200	90,224.35	.00	385,975.65	18.9%
10121500 70900 OVERTIME	32,000	0	32,000	6,673.45	.00	25,326.55	20.9%
10121500 71000 FRINGE BENEFITS	233,300	0	233,300	46,283.57	.00	187,016.43	19.8%
10121500 71700 MOBILE DEVICE STIPEND	1,000	0	1,000	150.00	.00	850.00	15.0%
10121500 72800 OFFICE SUPPLIES	7,400	0	7,400	1,062.93	27.47	6,309.60	14.7%
10121500 72801 OFFICE SUPPLIES- SMALL EQUI	5,000	0	5,000	.00	.00	5,000.00	.0%
10121500 80100 CONTRACTUAL SERVICES	800	0	800	134.18	148.32	517.50	35.3%

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10121500 80201 LEGAL SERVICES	8,000	0	8,000	.00	.00	8,000.00	.0%
10121500 85000 COMMUNICATIONS	500	0	500	.00	.00	500.00	.0%
10121500 85504 FEES- LICENSING	32,500	0	32,500	227.85	.00	32,272.15	.7%
10121500 85510 FEES- BANK	0	0	0	1,460.68	.00	-1,460.68	.0%
10121500 86001 TRAVEL	2,000	0	2,000	83.37	.00	1,916.63	4.2%
10121500 90000 PRINTING	15,000	0	15,000	1,584.54	.00	13,415.46	10.6%
10121500 95502 ADVERTISING	4,000	0	4,000	420.88	.00	3,579.12	10.5%
10121500 95504 POSTAGE	8,000	0	8,000	1,934.43	.00	6,065.57	24.2%
10121500 95508 ASSOCIATION DUES & MEMBERSH	600	0	600	450.00	.00	150.00	75.0%
10121500 95556 TRAINING- EMPLOYEE	5,000	0	5,000	816.00	.00	4,184.00	16.3%
10121500 95632 RECORDS CONVERSION	1,800	0	1,800	.00	.00	1,800.00	.0%
10121500 95633 RECORDS PRESERVATION	600	0	600	593.84	.00	6.16	99.0%
TOTAL CLERK	376,800	0	376,800	34,129.75	175.79	342,494.46	9.1%
21600 COUNTY IDENTIFICATION PROGRAM							
10121600 60754 FEES- CARD	-13,000	0	-13,000	-3,194.00	.00	-9,806.00	24.6%
10121600 67400 DONATIONS/PRIVATE CONTRIBUT	0	0	0	-20.00	.00	20.00	.0%
10121600 67401 MISCELLANEOUS CONTRIBUTIONS	0	0	0	-20.00	.00	20.00	.0%
10121600 70500 SALARIES- OTHER	73,300	0	73,300	15,901.82	.00	57,398.18	21.7%
10121600 70900 OVERTIME	3,200	0	3,200	505.32	.00	2,694.68	15.8%
10121600 71000 FRINGE BENEFITS	30,600	0	30,600	6,602.85	.00	23,997.15	21.6%
10121600 71700 MOBILE DEVICE STIPEND	600	0	600	150.00	.00	450.00	25.0%
10121600 72800 OFFICE SUPPLIES	1,500	0	1,500	73.75	.00	1,426.25	4.9%
10121600 80100 CONTRACTUAL SERVICES	1,200	0	1,200	20.31	.00	1,179.69	1.7%
10121600 85000 COMMUNICATIONS	1,300	-500	800	80.02	.00	719.98	10.0%
10121600 85504 FEES- LICENSING	5,000	0	5,000	.00	.00	5,000.00	.0%
10121600 86001 TRAVEL	400	0	400	.00	.00	400.00	.0%
10121600 90000 PRINTING	6,200	0	6,200	6,002.52	.00	197.48	96.8%
10121600 93100 EQUIP MAINTENANCE	1,700	500	2,200	2,105.25	.00	94.75	95.7%
10121600 95502 ADVERTISING	5,000	0	5,000	363.90	.00	4,636.10	7.3%
10121600 95504 POSTAGE	1,000	0	1,000	316.70	.00	683.30	31.7%
10121600 95556 TRAINING- EMPLOYEE	1,000	0	1,000	.00	.00	1,000.00	.0%
TOTAL COUNTY IDENTIFICATION PROGRAM	119,000	0	119,000	28,888.44	.00	90,111.56	24.3%
22800 INFORMATION TECHNOLOGY							
10122800 70400 SALARIES- DIRECTOR	160,300	0	160,300	34,090.33	.00	126,209.67	21.3%

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10122800	70500	SALARIES- OTHER	1,787,300	0	1,787,300	375,937.67	.00	1,411,362.33	21.0%
10122800	71000	FRINGE BENEFITS	779,100	0	779,100	164,531.27	.00	614,568.73	21.1%
10122800	71700	MOBILE DEVICE STIPEND	5,400	0	5,400	1,950.00	.00	3,450.00	36.1%
10122800	72704	EQUIPMENT- COMPUTERS	12,300	0	12,300	2,247.79	438.15	9,614.06	21.8%
10122800	72800	OFFICE SUPPLIES	4,900	0	4,900	639.72	25.98	4,234.30	13.6%
10122800	85000	COMMUNICATIONS	200	0	200	129.56	.00	70.44	64.8%
10122800	86001	TRAVEL	4,900	0	4,900	82.28	.00	4,817.72	1.7%
10122800	95502	ADVERTISING	600	0	600	.00	.00	600.00	.0%
10122800	95503	COPY CHARGES	200	0	200	.00	.00	200.00	.0%
10122800	95504	POSTAGE	200	0	200	.00	.00	200.00	.0%
10122800	95556	TRAINING- EMPLOYEE	34,200	0	34,200	2,835.68	.00	31,364.32	8.3%
		TOTAL INFORMATION TECHNOLOGY	2,789,600	0	2,789,600	582,444.30	464.13	2,206,691.57	20.9%
25300 TREASURER									
10125300	43200	PAYMENT IN LIEU OF TAXES	-110,000	0	-110,000	-24,128.83	.00	-85,871.17	21.9%
10125300	43400	TRAILER TAX	-23,000	0	-23,000	-6,302.00	.00	-16,698.00	27.4%
10125300	47601	LICENSES- LIQUOR	-8,000	0	-8,000	.00	.00	-8,000.00	.0%
10125300	60702	FEES- NSF	0	0	0	-300.00	.00	300.00	.0%
10125300	60745	LATE FEES- CAMPAIGN FINANCE	0	0	0	-1,620.00	.00	1,620.00	.0%
10125300	60763	FEES- TAX CERTIFICATES	-27,500	0	-27,500	-6,220.00	.00	-21,280.00	22.6%
10125300	60769	FEES- TAX SEARCHES	-5,000	0	-5,000	.00	.00	-5,000.00	.0%
10125300	66500	INTEREST	-300,000	0	-300,000	-41,898.40	.00	-258,101.60	14.0%
10125300	66600	DIVIDENDS	-4,911,400	0	-4,911,400	-609,371.12	.00	-4,302,028.88	12.4%
10125300	66900	INVESTMENT GAINS AND LOSSES	0	0	0	-136,420.16	.00	136,420.16	.0%
10125300	67502	LOST & UNCLAIMED PROPERTY	-500	0	-500	.00	.00	-500.00	.0%
10125300	68900	CASH OVER OR SHORT	0	0	0	-201,088.29	.00	201,088.29	.0%
10125300	70201	SALARIES- ELECTED	138,400	0	138,400	34,599.78	.00	103,800.22	25.0%
10125300	70500	SALARIES- OTHER	739,000	0	739,000	162,060.96	.00	576,939.04	21.9%
10125300	70900	OVERTIME	8,100	0	8,100	2,416.61	.00	5,683.39	29.8%
10125300	71000	FRINGE BENEFITS	354,200	0	354,200	79,690.93	.00	274,509.07	22.5%
10125300	71700	MOBILE DEVICE STIPEND	0	0	0	150.00	.00	-150.00	.0%
10125300	72704	EQUIPMENT- COMPUTERS	6,500	0	6,500	.00	32.95	6,467.05	.5%
10125300	72800	OFFICE SUPPLIES	11,600	0	11,600	648.18	716.70	10,235.12	11.8%
10125300	80100	CONTRACTUAL SERVICES	135,000	0	135,000	5,956.02	.00	129,043.98	4.4%
10125300	85510	FEES- BANK	85,000	0	85,000	9,791.57	.00	75,208.43	11.5%
10125300	86001	TRAVEL	5,000	0	5,000	.00	.00	5,000.00	.0%
10125300	90000	PRINTING	1,000	0	1,000	.00	.00	1,000.00	.0%
10125300	93015	MAINTENANCE- VEHICLES	0	0	0	3,754.82	.00	-3,754.82	.0%

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10125300 93100 EQUIP MAINTENANCE	1,000	0	1,000	.00	.00	1,000.00	.0%
10125300 95502 ADVERTISING	1,500	0	1,500	.00	.00	1,500.00	.0%
10125300 95503 COPY CHARGES	800	0	800	142.25	.00	657.75	17.8%
10125300 95504 POSTAGE	14,500	0	14,500	4,861.11	.00	9,638.89	33.5%
10125300 95508 ASSOCIATION DUES & MEMBERSH	4,000	0	4,000	1,000.00	.00	3,000.00	25.0%
10125300 95556 TRAINING- EMPLOYEE	5,000	0	5,000	-200.00	.00	5,200.00	-4.0%
10125300 95807 APPROPRIATION- LAND BANK	125,000	0	125,000	.00	.00	125,000.00	.0%
TOTAL TREASURER	-3,749,800	0	-3,749,800	-722,476.57	749.65	-3,028,073.08	19.2%
25700 EQUALIZATION							
10125700 64204 SALES- DATABASE	-2,000	0	-2,000	.00	.00	-2,000.00	.0%
10125700 70400 SALARIES- DIRECTOR	135,400	0	135,400	29,271.91	.00	106,128.09	21.6%
10125700 70500 SALARIES- OTHER	291,900	0	291,900	62,887.58	.00	229,012.42	21.5%
10125700 71000 FRINGE BENEFITS	171,000	0	171,000	37,023.80	.00	133,976.20	21.7%
10125700 71700 MOBILE DEVICE STIPEND	2,400	0	2,400	600.00	.00	1,800.00	25.0%
10125700 72800 OFFICE SUPPLIES	4,000	0	4,000	224.21	.00	3,775.79	5.6%
10125700 80100 CONTRACTUAL SERVICES	19,000	0	19,000	.00	.00	19,000.00	.0%
10125700 86001 TRAVEL	4,200	0	4,200	.00	.00	4,200.00	.0%
10125700 93013 MAINTENANCE- SYSTEMS	16,000	0	16,000	3,330.10	.00	12,669.90	20.8%
10125700 95502 ADVERTISING	500	0	500	461.78	.00	38.22	92.4%
10125700 95503 COPY CHARGES	1,000	0	1,000	416.85	.00	583.15	41.7%
10125700 95504 POSTAGE	4,000	0	4,000	497.57	.00	3,502.43	12.4%
10125700 95556 TRAINING- EMPLOYEE	6,200	0	6,200	1,997.50	.00	4,202.50	32.2%
TOTAL EQUALIZATION	653,600	0	653,600	136,711.30	.00	516,888.70	20.9%
26200 ELECTIONS							
10126200 57600 SPECIAL ELECTION REIMBURSEM	-250,000	0	-250,000	.00	.00	-250,000.00	.0%
10126200 57601 STATE ELECTION REIMBURSEMEN	-17,000	0	-17,000	.00	.00	-17,000.00	.0%
10126200 60745 LATE FEES- CAMPAIGN FINANCE	-1,000	0	-1,000	-1,755.00	.00	755.00	175.5%
10126200 60796 FEES- CANDIDATE FILING	-300	0	-300	-500.00	.00	200.00	166.7%
10126200 62601 FEES- COPY	-100	0	-100	-8.00	.00	-92.00	8.0%
10126200 70500 SALARIES- OTHER	212,500	0	212,500	22,316.54	.00	190,183.46	10.5%
10126200 70900 OVERTIME	8,000	0	8,000	1,082.39	.00	6,917.61	13.5%
10126200 71000 FRINGE BENEFITS	88,300	0	88,300	9,459.56	.00	78,840.44	10.7%

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10126200 71700 MOBILE DEVICE STIPEND	1,600	600	2,200	350.00	.00	1,850.00	15.9%
10126200 72800 OFFICE SUPPLIES	5,600	0	5,600	662.49	.00	4,937.51	11.8%
10126200 80100 CONTRACTUAL SERVICES	400	0	400	45.90	148.32	205.78	48.6%
10126200 80201 LEGAL SERVICES	5,000	0	5,000	.00	.00	5,000.00	.0%
10126200 85000 COMMUNICATIONS	3,000	-600	2,400	178.97	.00	2,221.03	7.5%
10126200 85504 FEES- LICENSING	34,600	0	34,600	125.91	.00	34,474.09	.4%
10126200 86001 TRAVEL	10,000	0	10,000	531.64	.00	9,468.36	5.3%
10126200 90000 PRINTING	4,000	0	4,000	1,252.80	.00	2,747.20	31.3%
10126200 93100 EQUIP MAINTENANCE	0	21,000	21,000	20,525.00	.00	475.00	97.7%
10126200 95502 ADVERTISING	5,000	0	5,000	.00	.00	5,000.00	.0%
10126200 95504 POSTAGE	2,000	0	2,000	408.55	.00	1,591.45	20.4%
10126200 95508 ASSOCIATION DUES & MEMBERSH	2,400	0	2,400	315.00	.00	2,085.00	13.1%
10126200 95529 CONSOLIDATED ELECTION EXPEN	190,000	0	190,000	180,269.97	.00	9,730.03	94.9%
10126200 95549 ELECTION SERVICES	520,000	0	520,000	2,624.86	.00	517,375.14	.5%
10126200 95556 TRAINING- EMPLOYEE	10,000	0	10,000	836.17	.00	9,163.83	8.4%
10126200 95600 EQUIPMENT	41,000	-21,000	20,000	746.64	.00	19,253.36	3.7%
TOTAL ELECTIONS	875,000	0	875,000	239,469.39	148.32	635,382.29	27.4%

26201 EARLY VOTING ELECTIONS

10126201 58602 LOCAL ELECTION REIMBURSEMEN	-347,000	0	-347,000	.00	.00	-347,000.00	.0%
10126201 70802 SALARIES- TEMP ELECTION WOR	0	150,000	150,000	.00	.00	150,000.00	.0%
10126201 72800 OFFICE SUPPLIES	0	5,000	5,000	.00	.00	5,000.00	.0%
10126201 80100 CONTRACTUAL SERVICES	300,000	-167,700	132,300	.00	.00	132,300.00	.0%
10126201 85504 FEES- LICENSING	7,000	2,700	9,700	8,676.00	.00	1,024.00	89.4%
10126201 93100 EQUIP MAINTENANCE	40,000	0	40,000	7,830.00	.00	32,170.00	19.6%
10126201 95600 EQUIPMENT	0	10,000	10,000	.00	.00	10,000.00	.0%
TOTAL EARLY VOTING ELECTIONS	0	0	0	16,506.00	.00	-16,506.00	.0%

26500 BUILDINGS AND GROUNDS

10126500 70400 SALARIES- DIRECTOR	158,400	0	158,400	34,090.33	.00	124,309.67	21.5%
10126500 70500 SALARIES- OTHER	2,545,000	0	2,545,000	479,041.35	.00	2,065,958.65	18.8%
10126500 70900 OVERTIME	133,500	0	133,500	71,871.93	.00	61,628.07	53.8%
10126500 71000 FRINGE BENEFITS	1,134,900	0	1,134,900	234,001.45	.00	900,898.55	20.6%
10126500 72700 SUPPLIES & EQUIPMENT	6,000	9,000	15,000	4,754.74	.00	10,245.26	31.7%

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10126500	72704	EQUIPMENT- COMPUTERS	2,000	2,000	4,000	309.82	.00	3,690.18	7.7%
10126500	72800	OFFICE SUPPLIES	1,600	2,800	4,400	830.84	.00	3,569.16	18.9%
10126500	73101	SUPPLIES- JANITORIAL	122,300	0	122,300	18,533.84	.00	103,766.16	15.2%
10126500	73102	SUPPLIES- JANITORIAL ASE	7,400	0	7,400	.00	.00	7,400.00	.0%
10126500	73105	SUPPLIES- LIGHT BULBS	8,300	5,200	13,500	1,732.33	.00	11,767.67	12.8%
10126500	73107	SUPPLIES- TECH INFRASTRUCT	40,000	5,000	45,000	1,595.67	.00	43,404.33	3.5%
10126500	80100	CONTRACTUAL SERVICES	68,200	3,800	72,000	31,547.97	.00	40,452.03	43.8%
10126500	80101	CONTRACTUAL- HEALY	7,900	0	7,900	735.96	.00	7,164.04	9.3%
10126500	80102	CONTRACTUAL- ADMIN	12,500	8,500	21,000	1,406.76	.00	19,593.24	6.7%
10126500	80103	CONTRACTUAL- ASE	5,800	0	5,800	928.58	.00	4,871.42	16.0%
10126500	80104	CONTRACTUAL- GULL ROAD JUST	25,000	0	25,000	12,678.34	.00	12,321.66	50.7%
10126500	80105	CONTRACTUAL- GULL ROAD COUR	1,800	900	2,700	307.88	.00	2,392.12	11.4%
10126500	80106	CONTRACTUAL- PARKS	6,000	3,000	9,000	1,026.46	.00	7,973.54	11.4%
10126500	80107	CONTRACTUAL- JAIL	22,000	22,000	44,000	7,334.51	.00	36,665.49	16.7%
10126500	80109	CONTRACTUAL- JUSTICE FACILI	38,000	8,000	46,000	1,997.12	.00	44,002.88	4.3%
10126500	80111	CONTRACTUAL- B&G GARAGE	4,800	0	4,800	.00	.00	4,800.00	.0%
10126500	80206	CONSULTANT	16,000	0	16,000	30.00	.00	15,970.00	.2%
10126500	83501	MEDICAL WASTE DISPOSAL	2,000	2,400	4,400	1,205.00	.00	3,195.00	27.4%
10126500	85000	COMMUNICATIONS	11,300	14,200	25,500	5,353.24	.00	20,146.76	21.0%
10126500	85504	FEES- LICENSING	0	134,000	134,000	.00	.00	134,000.00	.0%
10126500	85508	FEES- ARBITRATION	0	0	0	450.00	.00	-450.00	.0%
10126500	86001	TRAVEL	3,500	0	3,500	.00	.00	3,500.00	.0%
10126500	93000	MAINTENANCE	80,700	17,300	98,000	21,933.62	.00	76,066.38	22.4%
10126500	93001	MAINTENANCE- HEALY	4,000	2,700	6,700	6,835.58	.00	-135.58	102.0%
10126500	93002	MAINTENANCE- ADMIN	32,000	18,000	50,000	6,751.48	.00	43,248.52	13.5%
10126500	93003	MAINTENANCE- ASE	5,500	1,500	7,000	5,307.05	.00	1,692.95	75.8%
10126500	93004	MAINTENANCE- GR JUSTICE	17,600	17,400	35,000	2,617.61	5,511.00	26,871.39	23.2%
10126500	93005	MAINTENANCE- GR COURT	15,000	0	15,000	109.44	.00	14,890.56	.7%
10126500	93006	MAINTENANCE- PARKS	5,000	0	5,000	.00	.00	5,000.00	.0%
10126500	93007	MAINTENANCE- JAIL	62,000	8,100	70,100	32,664.88	14,290.00	23,145.12	67.0%
10126500	93009	MAINTENANCE- JUSTICE FACILI	75,000	0	75,000	8,046.71	.00	66,953.29	10.7%
10126500	93011	MAINTENANCE- B&G GARAGE	8,000	5,000	13,000	41.47	.00	12,958.53	.3%
10126500	93012	MAINTENANCE- BUILDING	20,100	4,900	25,000	7,124.41	.00	17,875.59	28.5%
10126500	93015	MAINTENANCE- VEHICLES	29,400	7,600	37,000	2,361.42	.00	34,638.58	6.4%
10126500	93017	MAINTENANCE- ELEVATOR	63,900	0	63,900	21,358.90	4,806.08	37,735.02	40.9%
10126500	93028	MAINTENANCE- GROUNDS	27,800	32,200	60,000	1,070.90	.00	58,929.10	1.8%
10126500	93032	MAINTENANCE- JAIL WASH/PAIN	10,000	0	10,000	55.69	.00	9,944.31	.6%
10126500	93033	MAINTENANCE- BUILDING PAINT	11,000	1,000	12,000	858.04	.00	11,141.96	7.2%
10126500	93100	EQUIP MAINTENANCE	78,900	2,100	81,000	-1,478.50	.00	82,478.50	-1.8%
10126500	93101	EQUIP MAINTENANCE- HEALY	4,000	1,000	5,000	1,987.81	3,145.40	-133.21	102.7%
10126500	93102	EQUIP MAINTENANCE- ADMIN	10,000	17,000	27,000	1,257.23	.00	25,742.77	4.7%
10126500	93103	EQUIP MAINTENANCE- ASE	6,300	0	6,300	1,170.24	.00	5,129.76	18.6%

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10126500	93104	EQUIP MAINTENANCE- GR JUSTI		20,000	0	20,000	3,227.55	6,290.80	10,481.65	47.6%
10126500	93105	EQUIP MAINTENANCE- GR COURT		8,000	0	8,000	5,961.52	.00	2,038.48	74.5%
10126500	93106	EQUIP MAINTENANCE- PARKS		8,000	0	8,000	.00	.00	8,000.00	.0%
10126500	93107	EQUIP MAINTENANCE- JAIL		61,000	12,000	73,000	16,331.84	4,718.10	51,950.06	28.8%
10126500	93109	EQUIP MAINTENANCE- JUSTICE		56,900	3,100	60,000	38,029.36	3,542.50	18,428.14	69.3%
10126500	93111	EQUIP MAINTENANCE- B&G GARA		4,000	500	4,500	.00	.00	4,500.00	.0%
10126500	93112	EQUIP MAINTENANCE- ALCOTT		18,500	6,500	25,000	4,864.00	.00	20,136.00	19.5%
10126500	95503	COPY CHARGES		700	0	700	.00	.00	700.00	.0%
10126500	95504	POSTAGE		200	0	200	20.44	.00	179.56	10.2%
10126500	95507	UNIFORM ALLOWANCE		400	4,600	5,000	.00	.00	5,000.00	.0%
10126500	95526	CLOTHING- OTHER		3,000	0	3,000	.00	.00	3,000.00	.0%
10126500	95556	TRAINING- EMPLOYEE		36,000	0	36,000	.00	.00	36,000.00	.0%
10126500	95569	GASOLINE & OIL		39,100	6,900	46,000	7,137.99	.00	38,862.01	15.5%
10126500	95606	MOVING EXPENSE		500	9,500	10,000	.00	.00	10,000.00	.0%
10126500	95636	REFUSE DISPOSAL		5,000	0	5,000	286.23	.00	4,713.77	5.7%
10126500	95650	SNOW REMOVAL		36,000	2,900	38,900	29,847.44	.00	9,052.56	76.7%
10126500	95700	RESERVE FOR FUTURE USE		540,700	-540,700	0	.00	.00	.00	.0%
10126500	97401	B&G FLOORING FUND		40,000	0	40,000	.00	.00	40,000.00	.0%
TOTAL BUILDINGS AND GROUNDS				5,828,400	-138,100	5,690,300	1,137,544.47	42,303.88	4,510,451.65	20.7%
26501 UTILITIES										
10126501	92000	UTILITIES		162,300	-2,300	160,000	.00	.00	160,000.00	.0%
10126501	92101	NATURAL GAS- HEALY		10,700	0	10,700	8,100.50	.00	2,599.50	75.7%
10126501	92102	NATURAL GAS- ADMIN		32,200	0	32,200	16,911.97	.00	15,288.03	52.5%
10126501	92103	NATURAL GAS- ASE		9,200	0	9,200	6,436.50	.00	2,763.50	70.0%
10126501	92104	NATURAL GAS- GULL ROAD JUST		26,900	0	26,900	16,002.99	.00	10,897.01	59.5%
10126501	92105	NATURAL GAS- GULL ROAD COU		12,900	0	12,900	5,395.95	.00	7,504.05	41.8%
10126501	92106	NATURAL GAS- PARKS		85,900	0	85,900	35,452.83	.00	50,447.17	41.3%
10126501	92107	NATURAL GAS- JAIL		107,400	0	107,400	1,057.94	.00	106,342.06	1.0%
10126501	92109	NATURAL GAS- JUSTICE FACILI		71,700	0	71,700	42,963.04	.00	28,736.96	59.9%
10126501	92111	NATURAL GAS- B&G GARAGE		19,300	0	19,300	8,682.76	.00	10,617.24	45.0%
10126501	92112	NATURAL GAS- ALCOTT		39,900	0	39,900	10,673.92	.00	29,226.08	26.8%
10126501	92201	ELECTRIC- HEALY		45,900	0	45,900	9,826.88	.00	36,073.12	21.4%
10126501	92202	ELECTRIC- ADMIN		134,300	0	134,300	31,174.68	.00	103,125.32	23.2%
10126501	92203	ELECTRIC- ASE		25,600	0	25,600	7,799.57	.00	17,800.43	30.5%
10126501	92204	ELECTRIC- GULL ROAD JUSTICE		108,600	0	108,600	14,877.09	.00	93,722.91	13.7%
10126501	92205	ELECTRIC- GULL ROAD COURT		24,800	0	24,800	9,091.20	.00	15,708.80	36.7%
10126501	92206	ELECTRIC- PARKS		211,700	0	211,700	37,415.10	.00	174,284.90	17.7%

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10126501 92207 ELECTRIC- JAIL	366,400	33,600	400,000	87,620.90	.00	312,379.10	21.9%
10126501 92211 ELECTRIC- B&G GARAGE	22,800	0	22,800	4,460.20	.00	18,339.80	19.6%
10126501 92212 ELECTRIC- ALCOTT	111,600	0	111,600	20,663.99	.00	90,936.01	18.5%
10126501 92213 ELECTRIC-JUSTICE FACILITY	259,300	100,000	359,300	83,200.69	.00	276,099.31	23.2%
10126501 92301 WATER- HEALY	18,100	0	18,100	2,142.44	.00	15,957.56	11.8%
10126501 92302 WATER- ADMIN	5,900	0	5,900	708.54	.00	5,191.46	12.0%
10126501 92303 WATER- ASE	16,000	0	16,000	1,428.45	.00	14,571.55	8.9%
10126501 92304 WATER- GULL ROAD JUSTICE	5,900	0	5,900	936.45	.00	4,963.55	15.9%
10126501 92305 WATER- GULL ROAD COURT	3,600	0	3,600	777.23	.00	2,822.77	21.6%
10126501 92306 WATER- PARKS	71,300	0	71,300	6,065.89	.00	65,234.11	8.5%
10126501 92307 WATER- JAIL	41,600	28,700	70,300	18,485.94	.00	51,814.06	26.3%
10126501 92309 WATER- JUSTICE FACILITY	19,000	0	19,000	2,208.50	.00	16,791.50	11.6%
10126501 92311 WATER- B&G GARAGE	8,300	0	8,300	1,832.76	.00	6,467.24	22.1%
10126501 92312 WATER- ALCOTT	7,300	0	7,300	1,659.40	.00	5,640.60	22.7%
10126501 92405 FUEL OIL- GULL ROAD COURT	500	0	500	5,375.00	.00	-4,875.00*****%	
10126501 92407 FUEL OIL- JAIL	3,000	0	3,000	11,400.00	.00	-8,400.00	380.0%
10126501 92413 FUEL OIL- JUSTICE FACILITY	0	0	0	7,200.00	.00	-7,200.00	.0%
TOTAL UTILITIES	2,089,900	160,000	2,249,900	518,029.30	.00	1,731,870.70	23.0%

26600 CORPORATION COUNSEL

10126600 60723 FOIA REVENUE	0	0	0	-302.05	.00	302.05	.0%
10126600 70401 SALARIES- CORPORATE COUNSEL	206,800	0	206,800	44,395.26	.00	162,404.74	21.5%
10126600 70403 SALARIES- CORP COUNSEL MANA	199,300	0	199,300	42,582.39	.00	156,717.61	21.4%
10126600 71000 FRINGE BENEFITS	162,500	0	162,500	34,791.06	.00	127,708.94	21.4%
10126600 72800 OFFICE SUPPLIES	2,500	0	2,500	165.59	.00	2,334.41	6.6%
10126600 80100 CONTRACTUAL SERVICES	56,700	0	56,700	103.28	.00	56,596.72	.2%
10126600 81300 TRANSCRIPT FEES	1,000	0	1,000	.00	.00	1,000.00	.0%
10126600 85507 FEES- FILING	500	0	500	30.00	.00	470.00	6.0%
10126600 86001 TRAVEL	3,000	0	3,000	.00	.00	3,000.00	.0%
10126600 95503 COPY CHARGES	1,000	0	1,000	.00	.00	1,000.00	.0%
10126600 95504 POSTAGE	300	0	300	165.44	.00	134.56	55.1%
10126600 95508 ASSOCIATION DUES & MEMBERSH	3,000	0	3,000	170.00	.00	2,830.00	5.7%
10126600 95556 TRAINING- EMPLOYEE	8,400	0	8,400	165.00	.00	8,235.00	2.0%
10126600 95590 LAW BOOKS/PERIODICALS	6,700	0	6,700	2,221.92	.00	4,478.08	33.2%
TOTAL CORPORATION COUNSEL	651,700	0	651,700	124,487.89	.00	527,212.11	19.1%

26601 LEGAL SERVICES

10126601 80128 CONTRACTUAL- CONTRACT DEFEN	0	40,000	40,000	.00	.00	40,000.00	.0%
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10126601 80202 GENERAL COUNSEL	190,700	0	190,700	3,775.06	.00	186,924.94	2.0%
10126601 80203 LABOR COUNSEL	180,000	0	180,000	11,025.56	.00	168,974.44	6.1%
10126601 95594 LITIGATION EXPENSE - CIVIL	500	0	500	.00	.00	500.00	.0%
TOTAL LEGAL SERVICES	371,200	40,000	411,200	14,800.62	.00	396,399.38	3.6%
27000 HUMAN RESOURCES							
10127000 60703 FEES- ACCESS/ID BADGES	0	0	0	-90.00	.00	90.00	.0%
10127000 60812 FEES- SUBPOENA/GARNISHMENT	0	0	0	-140.00	.00	140.00	.0%
10127000 70400 SALARIES- DIRECTOR	0	127,000	127,000	26,944.77	.00	100,055.23	21.2%
10127000 70402 SALARIES- MANAGER	127,000	-127,000	0	.00	.00	.00	.0%
10127000 70500 SALARIES- OTHER	1,040,800	0	1,040,800	197,836.63	.00	842,963.37	19.0%
10127000 70900 OVERTIME	34,800	0	34,800	4,187.22	.00	30,612.78	12.0%
10127000 71000 FRINGE BENEFITS	481,200	0	481,200	91,747.41	.00	389,452.59	19.1%
10127000 71700 MOBILE DEVICE STIPEND	2,400	0	2,400	600.00	.00	1,800.00	25.0%
10127000 72704 EQUIPMENT- COMPUTERS	2,000	0	2,000	.00	.00	2,000.00	.0%
10127000 72800 OFFICE SUPPLIES	29,600	0	29,600	961.14	.00	28,638.86	3.2%
10127000 72801 OFFICE SUPPLIES- SMALL EQUI	0	0	0	281.87	.00	-281.87	.0%
10127000 72908 SUPPLIES- BADGING	3,000	0	3,000	2,659.54	.00	340.46	88.7%
10127000 80100 CONTRACTUAL SERVICES	91,900	0	91,900	1,091.62	.00	90,808.38	1.2%
10127000 80205 CLASSIFICATION CONSULTANT	14,000	0	14,000	.00	.00	14,000.00	.0%
10127000 86001 TRAVEL	26,000	0	26,000	1,983.30	.00	24,016.70	7.6%
10127000 93100 EQUIP MAINTENANCE	50,000	0	50,000	.00	.00	50,000.00	.0%
10127000 95502 ADVERTISING	22,000	0	22,000	4,758.00	.00	17,242.00	21.6%
10127000 95503 COPY CHARGES	4,500	0	4,500	1,705.69	.00	2,794.31	37.9%
10127000 95504 POSTAGE	3,000	0	3,000	.00	.00	3,000.00	.0%
10127000 95508 ASSOCIATION DUES & MEMBERSH	2,000	0	2,000	.00	.00	2,000.00	.0%
10127000 95509 SUBSCRIPTIONS	7,000	0	7,000	326.56	.00	6,673.44	4.7%
10127000 95555 TRAINING- HR SPONSORED	20,000	0	20,000	1,400.00	.00	18,600.00	7.0%
10127000 95556 TRAINING- EMPLOYEE	31,400	0	31,400	320.00	.00	31,080.00	1.0%
10127000 95561 EMPLOYMENT RECRUITMENT	4,500	0	4,500	261.22	.00	4,238.78	5.8%
10127000 95622 PRE-EMPLOYMENT CHECKS	24,400	0	24,400	2,610.37	.00	21,789.63	10.7%
10127000 95643 SAFETY PROGRAM	5,000	0	5,000	.00	.00	5,000.00	.0%
TOTAL HUMAN RESOURCES	2,026,500	0	2,026,500	339,445.34	.00	1,687,054.66	16.8%
28100 CIRCUIT COURT-TRIAL COURT							
10128100 67624 REIMB.-SALARY STANDARDIZATI	-186,800	0	-186,800	-48,990.00	.00	-137,810.00	26.2%

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10128100 70201 SALARIES- ELECTED	228,700	0	228,700	57,155.10	.00	171,544.90	25.0%
10128100 70500 SALARIES- OTHER	428,800	0	428,800	98,347.00	.00	330,453.00	22.9%
10128100 71000 FRINGE BENEFITS	263,000	0	263,000	62,200.95	.00	200,799.05	23.7%
10128100 86001 TRAVEL	6,800	0	6,800	187.57	.00	6,612.43	2.8%
10128100 95508 ASSOCIATION DUES & MEMBERSH	6,000	0	6,000	1,468.75	.00	4,531.25	24.5%
10128100 95520 CLOTH- ROBES & CLEANING	200	0	200	.00	.00	200.00	.0%
10128100 95556 TRAINING- EMPLOYEE	2,000	0	2,000	812.00	.00	1,188.00	40.6%
TOTAL CIRCUIT COURT-TRIAL COURT	748,700	0	748,700	171,181.37	.00	577,518.63	22.9%
28300 CIRCUIT COURT							
10128300 60102 FUEL COST RECOVERY	0	0	0	-1,511.14	.00	1,511.14	.0%
10128300 60756 FEES- CERTIFIED COPIES	-36,100	0	-36,100	-8,763.00	.00	-27,337.00	24.3%
10128300 60760 FEES- ASSESSMENT	0	0	0	-50.02	.00	50.02	.0%
10128300 60764 FEES- CCF COLLECTION	0	0	0	113.63	.00	-113.63	.0%
10128300 60767 FEES- TRAFFIC	-1,200	0	-1,200	.00	.00	-1,200.00	.0%
10128300 60788 FEES- CRIME VICTIM RIGHTS	-8,000	0	-8,000	-2,067.39	.00	-5,932.61	25.8%
10128300 60802 FEES- JURY	-20,600	0	-20,600	-7,819.92	.00	-12,780.08	38.0%
10128300 60803 FEES- ENTRY	-47,600	0	-47,600	-17,103.39	.00	-30,496.61	35.9%
10128300 60804 FEES- APPEALS	-400	0	-400	-163.89	.00	-236.11	41.0%
10128300 60805 FEES- MOTION	-25,900	0	-25,900	-7,566.62	.00	-18,333.38	29.2%
10128300 60811 FEES- NAME CHANGE	-1,300	0	-1,300	-300.00	.00	-1,000.00	23.1%
10128300 60812 FEES- SUBPOENA/GARNISHMENT	-3,600	0	-3,600	-1,261.22	.00	-2,338.78	35.0%
10128300 60813 FEES-JUVENILE OFFICER	-78,400	0	-78,400	.00	.00	-78,400.00	.0%
10128300 60814 FEES- STATUTORY JURY FEE	-75,200	0	-75,200	.00	.00	-75,200.00	.0%
10128300 60815 FEES-ADOPTION INVESTIGATION	-4,100	0	-4,100	-600.00	.00	-3,500.00	14.6%
10128300 61100 REIMBURSEMENT-ATTORNEY FEE	-40,000	0	-40,000	-3,217.15	.00	-36,782.85	8.0%
10128300 62500 COURT COSTS	-124,100	0	-124,100	-22,152.88	.00	-101,947.12	17.9%
10128300 66001 FEES- BOND PROCESSING	-1,200	0	-1,200	-750.00	.00	-450.00	62.5%
10128300 66300 BOND FORFEITURES & BOND COS	-38,300	0	-38,300	-26,945.00	.00	-11,355.00	70.4%
10128300 67501 MISCELLANEOUS	0	0	0	-135.00	.00	135.00	.0%
10128300 68900 CASH OVER OR SHORT	0	0	0	-20.88	.00	20.88	.0%
10128300 70500 SALARIES- OTHER	3,129,600	0	3,129,600	651,113.19	.00	2,478,486.81	20.8%
10128300 70900 OVERTIME	41,400	0	41,400	6,551.88	.00	34,848.12	15.8%
10128300 71000 FRINGE BENEFITS	1,268,400	0	1,268,400	263,066.02	.00	1,005,333.98	20.7%
10128300 72800 OFFICE SUPPLIES	57,300	0	57,300	8,923.17	1,532.61	46,844.22	18.2%
10128300 72801 OFFICE SUPPLIES- SMALL EQUI	4,500	0	4,500	200.47	.00	4,299.53	4.5%
10128300 80100 CONTRACTUAL SERVICES	12,300	900	13,200	2,810.44	.00	10,389.56	21.3%
10128300 80128 CONTRACTUAL- CONTRACT DEFEN	40,000	-40,000	0	.00	.00	.00	.0%

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10128300	81100	JURY FEES	154,000	43,600	197,600	29,727.30	.00	167,872.70	15.0%
10128300	81300	TRANSCRIPT FEES	61,100	110,200	171,300	39,600.74	.00	131,699.26	23.1%
10128300	81500	FEES- WITNESS	400	0	400	.00	.00	400.00	.0%
10128300	81700	COURT APPOINTED ATTORNEY	594,200	0	594,200	120,761.52	.00	473,438.48	20.3%
10128300	81702	COURT APPOINTED ATTY- DOMES	8,900	0	8,900	1,870.00	.00	7,030.00	21.0%
10128300	82300	INTERPRETER FEES	51,900	0	51,900	5,601.28	.00	46,298.72	10.8%
10128300	83510	LABORATORY SERVICES	400	0	400	13.75	.00	386.25	3.4%
10128300	85000	COMMUNICATIONS	15,100	0	15,100	4,182.28	.00	10,917.72	27.7%
10128300	85504	FEES- LICENSING	251,300	0	251,300	215,149.64	.00	36,150.36	85.6%
10128300	85510	FEES- BANK	7,700	0	7,700	1,261.09	.00	6,438.91	16.4%
10128300	86001	TRAVEL	20,800	0	20,800	728.98	.00	20,071.02	3.5%
10128300	90000	PRINTING	13,500	5,000	18,500	2,346.48	.00	16,153.52	12.7%
10128300	93015	MAINTENANCE- VEHICLES	3,500	0	3,500	133.90	.00	3,366.10	3.8%
10128300	93100	EQUIP MAINTENANCE	12,600	0	12,600	175.04	.00	12,424.96	1.4%
10128300	94100	RENTALS- EQUIPMENT LEASE	15,300	0	15,300	3,572.78	.00	11,727.22	23.4%
10128300	95503	COPY CHARGES	7,000	0	7,000	638.27	.00	6,361.73	9.1%
10128300	95504	POSTAGE	72,600	9,400	82,000	23,131.05	.00	58,868.95	28.2%
10128300	95508	ASSOCIATION DUES & MEMBERSH	5,800	1,500	7,300	707.50	.00	6,592.50	9.7%
10128300	95532	COURT APPTD ATTORNEY APPEAL	36,600	0	36,600	.00	.00	36,600.00	.0%
10128300	95536	CREDIT BUREAU EXPENSE	7,300	0	7,300	1,209.80	.00	6,090.20	16.6%
10128300	95556	TRAINING- EMPLOYEE	9,900	0	9,900	3,669.90	.00	6,230.10	37.1%
10128300	95569	GASOLINE & OIL	800	800	1,600	560.14	.00	1,039.86	35.0%
10128300	95590	LAW BOOKS/PERIODICALS	61,200	0	61,200	16,909.15	.00	44,290.85	27.6%
10128300	95591	LEGAL PUBLICATIONS	14,500	-5,000	9,500	2,488.65	.00	7,011.35	26.2%
10128300	95600	EQUIPMENT	13,500	0	13,500	.00	.00	13,500.00	.0%
10128300	95647	SERVICE OF PROCESS	19,700	5,500	25,200	9,196.56	.00	16,003.44	36.5%
10128300	95653	SPECIAL EVENTS	1,000	0	1,000	.00	.00	1,000.00	.0%
10128300	95677	TAX GARNISHMENT FILINGS	0	22,600	22,600	.00	.00	22,600.00	.0%
10128300	95700	RESERVE FOR FUTURE USE	182,600	-182,600	0	.00	.00	.00	.0%
TOTAL CIRCUIT COURT			5,690,700	-28,100	5,662,600	1,315,987.10	1,532.61	4,345,080.29	23.3%
28301 RESTITUTION									
10128301	61001	RESTITUTION	-445,500	0	-445,500	.00	.00	-445,500.00	.0%
10128301	95671	RESTITUTION PAYOUTS	445,500	0	445,500	.00	.00	445,500.00	.0%
TOTAL RESTITUTION			0	0	0	.00	.00	.00	.0%
28400 CIRCUIT COURT-FAMILY DIVISION									
10128400	67624	REIMB.-SALARY STANDARDIZATI	-45,700	0	-45,700	-12,247.50	.00	-33,452.50	26.8%

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10128400 70201 SALARIES- ELECTED	407,300	0	407,300	104,512.86	.00	302,787.14	25.7%
10128400 70500 SALARIES- OTHER	428,400	0	428,400	95,478.28	.00	332,921.72	22.3%
10128400 71000 FRINGE BENEFITS	334,300	0	334,300	80,056.55	.00	254,243.45	23.9%
10128400 71700 MOBILE DEVICE STIPEND	600	0	600	150.00	.00	450.00	25.0%
10128400 86001 TRAVEL	8,100	0	8,100	.00	.00	8,100.00	.0%
10128400 95508 ASSOCIATION DUES & MEMBERSH	8,500	0	8,500	1,486.25	.00	7,013.75	17.5%
10128400 95520 CLOTH- ROBES & CLEANING	100	0	100	.00	.00	100.00	.0%
10128400 95556 TRAINING- EMPLOYEE	2,500	0	2,500	974.00	.00	1,526.00	39.0%
TOTAL CIRCUIT COURT-FAMILY DIVISION	1,144,100	0	1,144,100	270,410.44	.00	873,689.56	23.6%
28600 DISTRICT COURT							
10128600 54400 DRUNK DRIVING CASE FLOW ASS	-25,000	0	-25,000	.00	.00	-25,000.00	.0%
10128600 60101 COURT RELATED CHARGES- DNA	-100	0	-100	.00	.00	-100.00	.0%
10128600 60724 LATE FEES	-130,000	0	-130,000	-29,641.30	.00	-100,358.70	22.8%
10128600 60728 FEES- REINSTATEMENT	-37,000	0	-37,000	-5,543.40	.00	-31,456.60	15.0%
10128600 60740 FEES- CIVIL DRUG FILING	-75,000	0	-75,000	-14,145.00	.00	-60,855.00	18.9%
10128600 60768 FEES- SCREENING & ASSESSMEN	-8,000	0	-8,000	-813.44	.00	-7,186.56	10.2%
10128600 60788 FEES- CRIME VICTIM RIGHTS	-14,000	0	-14,000	-1,739.79	.00	-12,260.21	12.4%
10128600 60806 FEES- CIVIL	-250,000	0	-250,000	-86,023.50	.00	-163,976.50	34.4%
10128600 60814 FEES- STATUTORY JURY FEE	-14,000	0	-14,000	.00	.00	-14,000.00	.0%
10128600 60900 FEES-JURY DEMAND	-10,000	0	-10,000	-3,600.00	.00	-6,400.00	36.0%
10128600 61000 WRITS (GARN/EXEC/ATTACH/RES	-240,000	0	-240,000	-37,935.00	.00	-202,065.00	15.8%
10128600 62100 PROBATION OVERSIGHT FEES	-65,000	0	-65,000	-20,582.06	.00	-44,417.94	31.7%
10128600 62500 COURT COSTS	-80,000	0	-80,000	-27,494.00	.00	-52,506.00	34.4%
10128600 62507 CR POSTING ADJUSTMENT	0	0	0	1,121.00	.00	-1,121.00	.0%
10128600 65700 ORDINANCE FINES AND COSTS	-650,000	0	-650,000	-195,180.38	.00	-454,819.62	30.0%
10128600 65701 ORDINANCE FINES/COSTS- CITY	-140,000	0	-140,000	-28,778.21	.00	-111,221.79	20.6%
10128600 66001 FEES- BOND PROCESSING	-405,000	0	-405,000	-105,700.68	.00	-299,299.32	26.1%
10128600 66300 BOND FORFEITURES & BOND COS	-40,000	0	-40,000	-8,525.00	.00	-31,475.00	21.3%
10128600 67624 REIMB.-SALARY STANDARDIZATI	-274,000	0	-274,000	-73,485.00	.00	-200,515.00	26.8%
10128600 68900 CASH OVER OR SHORT	0	0	0	-32.00	.00	32.00	.0%
10128600 70201 SALARIES- ELECTED	274,400	0	274,400	68,586.12	.00	205,813.88	25.0%
10128600 70500 SALARIES- OTHER	2,956,600	0	2,956,600	644,612.81	.00	2,311,987.19	21.8%
10128600 70900 OVERTIME	44,000	0	44,000	6,736.17	.00	37,263.83	15.3%
10128600 71000 FRINGE BENEFITS	1,310,000	0	1,310,000	288,554.08	.00	1,021,445.92	22.0%
10128600 71700 MOBILE DEVICE STIPEND	7,000	0	7,000	1,950.00	.00	5,050.00	27.9%
10128600 72800 OFFICE SUPPLIES	80,000	0	80,000	15,863.57	1,611.57	62,524.86	21.8%
10128600 80100 CONTRACTUAL SERVICES	10,000	0	10,000	5,933.00	.00	4,067.00	59.3%

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10128600	81100	JURY FEES	40,000	0	40,000	6,311.40	.00	33,688.60	15.8%
10128600	81500	FEES- WITNESS	1,000	0	1,000	.00	.00	1,000.00	.0%
10128600	82300	INTERPRETER FEES	60,000	0	60,000	11,591.97	.00	48,408.03	19.3%
10128600	85000	COMMUNICATIONS	3,000	0	3,000	2,540.66	.00	459.34	84.7%
10128600	85507	FEES- FILING	25,000	0	25,000	.00	.00	25,000.00	.0%
10128600	85509	FEES- BANK CARD	35,000	0	35,000	2,929.98	.00	32,070.02	8.4%
10128600	86001	TRAVEL	5,000	0	5,000	867.11	.00	4,132.89	17.3%
10128600	90000	PRINTING	30,000	0	30,000	2,545.75	.00	27,454.25	8.5%
10128600	93100	EQUIP MAINTENANCE	30,000	0	30,000	6,127.00	.00	23,873.00	20.4%
10128600	95500	MISCELLANEOUS	30,000	0	30,000	120.00	.00	29,880.00	.4%
10128600	95503	COPY CHARGES	20,000	0	20,000	3,604.29	.00	16,395.71	18.0%
10128600	95504	POSTAGE	150,000	0	150,000	21,856.65	.00	128,143.35	14.6%
10128600	95508	ASSOCIATION DUES & MEMBERSH	20,000	0	20,000	762.06	.00	19,237.94	3.8%
10128600	95533	COURT STORAGE	75,000	0	75,000	13,050.92	.00	61,949.08	17.4%
10128600	95538	DATA PROCESSING	60,000	0	60,000	.00	.00	60,000.00	.0%
10128600	95556	TRAINING- EMPLOYEE	75,000	0	75,000	18,095.51	.00	56,904.49	24.1%
10128600	95581	INSURANCE	400	0	400	55.00	.00	345.00	13.8%
10128600	95590	LAW BOOKS/PERIODICALS	36,300	0	36,300	2,086.40	.00	34,213.60	5.7%
TOTAL DISTRICT COURT			2,920,600	0	2,920,600	486,682.69	1,611.57	2,432,305.74	16.7%
28900 FRIEND OF THE COURT									
10128900	56905	SUPPLEMENTAL	-235,700	0	-235,700	.00	.00	-235,700.00	.0%
10128900	60808	FEES- SERVICE	-196,000	0	-196,000	-61,612.62	.00	-134,387.38	31.4%
10128900	60809	FEES- STATE COURT FUND	-24,700	0	-24,700	-7,817.71	.00	-16,882.29	31.7%
TOTAL FRIEND OF THE COURT			-456,400	0	-456,400	-69,430.33	.00	-386,969.67	15.2%
29400 PROBATE COURT									
10129400	60735	FEES- NOTARY	-100	0	-100	.00	.00	-100.00	.0%
10129400	60756	FEES- CERTIFIED COPIES	-17,100	0	-17,100	-4,487.00	.00	-12,613.00	26.2%
10129400	60807	FEES- GUARDIANSHIP	-7,900	0	-7,900	-2,230.00	.00	-5,670.00	28.2%
10129400	60810	FEES- ESTATE INVENTORY	-69,900	0	-69,900	-17,250.87	.00	-52,649.13	24.7%
10129400	60900	FEES-JURY DEMAND	0	0	0	-90.00	.00	90.00	.0%
10129400	62503	COST ASSESSMENTS	-1,200	0	-1,200	-200.00	.00	-1,000.00	16.7%
10129400	62505	OPEN SAFETY DEPOSIT BOX	-100	0	-100	-20.00	.00	-80.00	20.0%

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10129400 62601 FEES- COPY	-2,800	0	-2,800	-687.00	.00	-2,113.00	24.5%
10129400 67624 REIMB.-SALARY STANDARDIZATI	-560,000	0	-560,000	-142,072.20	.00	-417,927.80	25.4%
10129400 70201 SALARIES- ELECTED	180,800	0	180,800	46,540.92	.00	134,259.08	25.7%
10129400 70500 SALARIES- OTHER	540,600	0	540,600	98,149.67	.00	442,450.33	18.2%
10129400 70900 OVERTIME	4,600	0	4,600	366.14	.00	4,233.86	8.0%
10129400 71000 FRINGE BENEFITS	290,400	0	290,400	58,022.72	.00	232,377.28	20.0%
10129400 72800 OFFICE SUPPLIES	4,500	2,600	7,100	989.54	41.51	6,068.95	14.5%
10129400 72801 OFFICE SUPPLIES- SMALL EQUI	1,500	0	1,500	35.60	.00	1,464.40	2.4%
10129400 80100 CONTRACTUAL SERVICES	2,500	2,000	4,500	50.00	.00	4,450.00	1.1%
10129400 81100 JURY FEES	1,500	0	1,500	265.44	.00	1,234.56	17.7%
10129400 81300 TRANSCRIPT FEES	2,000	0	2,000	.00	.00	2,000.00	.0%
10129400 82100 GUARDIAN AID LITEM FEES	191,300	0	191,300	48,461.00	.00	142,839.00	25.3%
10129400 82300 INTERPRETER FEES	2,500	2,000	4,500	617.30	.00	3,882.70	13.7%
10129400 85000 COMMUNICATIONS	500	0	500	.00	.00	500.00	.0%
10129400 85504 FEES- LICENSING	8,800	26,400	35,200	.00	.00	35,200.00	.0%
10129400 85510 FEES- BANK	1,500	0	1,500	130.00	.00	1,370.00	8.7%
10129400 86001 TRAVEL	7,700	0	7,700	.00	.00	7,700.00	.0%
10129400 90000 PRINTING	2,000	0	2,000	319.59	.00	1,680.41	16.0%
10129400 93100 EQUIP MAINTENANCE	2,000	0	2,000	.00	.00	2,000.00	.0%
10129400 94100 RENTALS- EQUIPMENT LEASE	2,100	0	2,100	390.00	.00	1,710.00	18.6%
10129400 95503 COPY CHARGES	400	500	900	.00	.00	900.00	.0%
10129400 95504 POSTAGE	14,500	1,000	15,500	2,446.76	.00	13,053.24	15.8%
10129400 95508 ASSOCIATION DUES & MEMBERSH	3,200	0	3,200	468.75	.00	2,731.25	14.6%
10129400 95533 COURT STORAGE	2,000	0	2,000	1,720.05	.00	279.95	86.0%
10129400 95556 TRAINING- EMPLOYEE	1,900	0	1,900	167.00	.00	1,733.00	8.8%
10129400 95569 GASOLINE & OIL	0	1,800	1,800	68.80	.00	1,731.20	3.8%
10129400 95590 LAW BOOKS/PERIODICALS	8,600	0	8,600	625.92	.00	7,974.08	7.3%
10129400 95591 LEGAL PUBLICATIONS	1,500	0	1,500	.00	.00	1,500.00	.0%
TOTAL PROBATE COURT	619,800	36,300	656,100	92,798.13	41.51	563,260.36	14.2%
29500 PROBATION							
10129500 72800 OFFICE SUPPLIES	13,000	0	13,000	728.08	.00	12,271.92	5.6%
10129500 80100 CONTRACTUAL SERVICES	2,000	0	2,000	.00	.00	2,000.00	.0%
10129500 93100 EQUIP MAINTENANCE	3,200	0	3,200	.00	.00	3,200.00	.0%
10129500 94100 RENTALS- EQUIPMENT LEASE	4,000	0	4,000	656.58	.00	3,343.42	16.4%
10129500 95503 COPY CHARGES	10,000	0	10,000	1,082.21	.00	8,917.79	10.8%
10129500 95504 POSTAGE	1,500	0	1,500	109.15	.00	1,390.85	7.3%
TOTAL PROBATION	33,700	0	33,700	2,576.02	.00	31,123.98	7.6%

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29600 PROSECUTING ATTORNEY							
10129600 56906 GRANTS-MDHS	-165,000	0	-165,000	.00	.00	-165,000.00	.0%
10129600 62502 SUBPOENA BY MAIL	-12,000	0	-12,000	-3,968.00	.00	-8,032.00	33.1%
10129600 62504 DRIVERS LICENSE RESTORATION	-1,600	0	-1,600	-770.50	.00	-829.50	48.2%
10129600 62604 FEES- RECORD COPYING	-5,000	0	-5,000	-1,827.52	.00	-3,172.48	36.6%
10129600 67614 REIMBURSEMENT-PA 372 COST	-2,600	0	-2,600	-501.21	.00	-2,098.79	19.3%
10129600 70201 SALARIES- ELECTED	202,300	0	202,300	50,555.28	.00	151,744.72	25.0%
10129600 70500 SALARIES- OTHER	2,811,400	0	2,811,400	575,061.88	.00	2,236,338.12	20.5%
10129600 70600 SALARIES- LESS THAN .8 FTE	47,800	0	47,800	.00	.00	47,800.00	.0%
10129600 70900 OVERTIME	19,500	0	19,500	4,622.49	.00	14,877.51	23.7%
10129600 71000 FRINGE BENEFITS	1,213,300	0	1,213,300	252,095.94	.00	961,204.06	20.8%
10129600 71003 FRINGE BENEFITS- MANDATORY	8,000	0	8,000	.00	.00	8,000.00	.0%
10129600 72704 EQUIPMENT- COMPUTERS	4,000	0	4,000	.00	.00	4,000.00	.0%
10129600 72800 OFFICE SUPPLIES	18,000	0	18,000	3,626.15	345.46	14,028.39	22.1%
10129600 81301 STENO/TRANSCRIPTS	1,000	0	1,000	.00	.00	1,000.00	.0%
10129600 81500 FEES- WITNESS	17,500	0	17,500	1,536.35	.00	15,963.65	8.8%
10129600 81501 FEES- EXPERT WITNESS	5,000	0	5,000	300.00	.00	4,700.00	6.0%
10129600 81502 FEES- CCFD WITNESS	500	0	500	.00	.00	500.00	.0%
10129600 81503 FEES- CCFD EXPERT WITNESS	1,000	0	1,000	.00	.00	1,000.00	.0%
10129600 85000 COMMUNICATIONS	2,500	0	2,500	587.44	.00	1,912.56	23.5%
10129600 85504 FEES- LICENSING	93,900	0	93,900	.00	.00	93,900.00	.0%
10129600 86001 TRAVEL	5,000	0	5,000	459.00	.00	4,541.00	9.2%
10129600 90000 PRINTING	16,000	0	16,000	13.84	.00	15,986.16	.1%
10129600 93100 EQUIP MAINTENANCE	500	0	500	.00	.00	500.00	.0%
10129600 94100 RENTALS- EQUIPMENT LEASE	9,000	0	9,000	2,064.98	.00	6,935.02	22.9%
10129600 95503 COPY CHARGES	100	0	100	.00	.00	100.00	.0%
10129600 95504 POSTAGE	27,500	0	27,500	9,153.97	.00	18,346.03	33.3%
10129600 95508 ASSOCIATION DUES & MEMBERSH	51,000	0	51,000	48,957.00	.00	2,043.00	96.0%
10129600 95514 APPELATE & EXTRADITION	1,000	0	1,000	253.00	.00	747.00	25.3%
10129600 95556 TRAINING- EMPLOYEE	6,200	0	6,200	495.00	.00	5,705.00	8.0%
10129600 95590 LAW BOOKS/PERIODICALS	30,000	0	30,000	8,011.76	.00	21,988.24	26.7%
10129600 95617 PERIODICALS & BOOKS	2,000	0	2,000	.00	.00	2,000.00	.0%
TOTAL PROSECUTING ATTORNEY	4,407,800	0	4,407,800	950,726.85	345.46	3,456,727.69	21.6%
29700 JURY BOARD							
10129700 90000 PRINTING	3,000	0	3,000	51.50	.00	2,948.50	1.7%

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10129700 95504 POSTAGE	200	0	200	.00	.00	200.00	.0%
10129700 95584 JURY BOARD	100	0	100	.00	.00	100.00	.0%
TOTAL JURY BOARD	3,300	0	3,300	51.50	.00	3,248.50	1.6%
29800 FAMILY COUNSELING SERVICES							
10129800 49001 LICENSES- MARRIAGE	-20,000	0	-20,000	-2,580.00	.00	-17,420.00	12.9%
TOTAL FAMILY COUNSELING SERVICES	-20,000	0	-20,000	-2,580.00	.00	-17,420.00	12.9%
30200 SHERIFF - FIELD OPERATIONS							
10130200 70700 SALARIES- COMMAND	569,400	0	569,400	124,162.53	.00	445,237.47	21.8%
10130200 70701 SALARIES- FOP	5,534,400	0	5,534,400	1,183,819.05	.00	4,350,580.95	21.4%
10130200 70800 SALARIES- TEMPORARY	163,300	0	163,300	42,729.22	.00	120,570.78	26.2%
10130200 70902 OVERTIME- COMMAND	32,400	0	32,400	987.22	.00	31,412.78	3.0%
10130200 70903 OVERTIME- FOP	500,000	0	500,000	321,099.40	.00	178,900.60	64.2%
10130200 71001 FRINGE BENEFITS- FOP & KCSD	3,583,600	0	3,583,600	878,622.38	.00	2,704,977.62	24.5%
10130200 71002 FRINGE BENEFITS- TEMPORARY	16,200	0	16,200	4,266.31	.00	11,933.69	26.3%
10130200 72702 EQUIPMENT- PHOTOGRAPHY	2,500	0	2,500	.00	.00	2,500.00	.0%
10130200 72800 OFFICE SUPPLIES	4,500	0	4,500	2,138.10	806.20	1,555.70	65.4%
10130200 72801 OFFICE SUPPLIES- SMALL EQUI	3,500	0	3,500	-1,105.93	2,625.65	1,980.28	43.4%
10130200 72906 SUPPLIES- POLICE	85,900	0	85,900	8,039.34	470.39	77,390.27	9.9%
10130200 72907 SUPPLIES- PHOTOGRAPHY	6,000	0	6,000	455.66	153.67	5,390.67	10.2%
10130200 80100 CONTRACTUAL SERVICES	1,500	0	1,500	.00	.00	1,500.00	.0%
10130200 85000 COMMUNICATIONS	74,000	0	74,000	15,553.31	.00	58,446.69	21.0%
10130200 85504 FEES- LICENSING	1,000	0	1,000	1,314.06	.00	-314.06	131.4%
10130200 86001 TRAVEL	500	0	500	.00	.00	500.00	.0%
10130200 93013 MAINTENANCE- SYSTEMS	18,000	0	18,000	18,922.00	.00	-922.00	105.1%
10130200 93015 MAINTENANCE- VEHICLES	199,800	0	199,800	13,707.84	.00	186,092.16	6.9%
10130200 93016 MAINTENANCE- PHOTO EQUIPMEN	2,000	0	2,000	.00	.00	2,000.00	.0%
10130200 93018 MAINTENANCE- RADIO	9,000	0	9,000	.00	.00	9,000.00	.0%
10130200 93100 EQUIP MAINTENANCE	176,600	0	176,600	117,500.38	.00	59,099.62	66.5%
10130200 94100 RENTALS- EQUIPMENT LEASE	9,000	0	9,000	.00	.00	9,000.00	.0%
10130200 95503 COPY CHARGES	8,000	0	8,000	273.31	.00	7,726.69	3.4%
10130200 95507 UNIFORM ALLOWANCE	92,200	0	92,200	323.47	265.60	91,610.93	.6%
10130200 95508 ASSOCIATION DUES & MEMBERSH	1,500	0	1,500	1,500.00	.00	.00	100.0%

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10130200	95525	CLOTHING ALLOWANCE	12,000	0	12,000	.00	.00	12,000.00	.0%
10130200	95528	CONSOLIDATED CRIME LAB	62,000	0	62,000	3,646.87	717.38	57,635.75	7.0%
10130200	95546	DRUG INVESTIGATION/REMEDIAT	5,000	-2,500	2,500	.00	.00	2,500.00	.0%
10130200	95547	DRY CLEAN ALLOWANCE	10,500	0	10,500	660.44	.00	9,839.56	6.3%
10130200	95556	TRAINING- EMPLOYEE	12,000	0	12,000	4,383.05	.00	7,616.95	36.5%
10130200	95563	EVIDENCE TECH EXPENSES	19,000	0	19,000	3,171.20	.00	15,828.80	16.7%
10130200	95569	GASOLINE & OIL	253,700	0	253,700	29,263.78	.00	224,436.22	11.5%
10130200	95582	INTERVIEW SCREENING	19,000	0	19,000	69.00	.00	18,931.00	.4%
10130200	95583	INVESTIGATIONS	8,000	2,500	10,500	8,004.71	.00	2,495.29	76.2%
10130200	95640	REMOTE VISUAL CONTROL	500	0	500	.00	.00	500.00	.0%
10130200	95660	SUBPOENA MAIL- DESIGN	2,100	0	2,100	.00	.00	2,100.00	.0%
TOTAL SHERIFF - FIELD OPERATIONS			11,498,600	0	11,498,600	2,783,506.70	5,038.89	8,710,054.41	24.3%

30500 SHERIFF - ADMIN/SUPPORT

10130500	60101	COURT RELATED CHARGES- DNA	-1,400	0	-1,400	-159.68	.00	-1,240.32	11.4%
10130500	60734	FEES- BAIL/BOND ADMINISTRAT	-14,500	0	-14,500	-4,060.00	.00	-10,440.00	28.0%
10130500	60744	FEES-SEX OFFENDER REGISTRAT	-4,500	0	-4,500	-960.00	.00	-3,540.00	21.3%
10130500	61001	RESTITUTION	0	0	0	-300.00	.00	300.00	.0%
10130500	61002	RESTITUTION- CIRCUIT COURT	-10,000	0	-10,000	-108.89	.00	-9,891.11	1.1%
10130500	62601	FEES- COPY	-28,000	0	-28,000	-4,010.71	.00	-23,989.29	14.3%
10130500	62607	FEES- BOAT LIVERY INSPECTIO	-100	0	-100	.00	.00	-100.00	.0%
10130500	62613	CONTRACT REVENUE- POLICE	-2,700,000	0	-2,700,000	-18,262.50	.00	-2,681,737.50	.7%
10130500	62805	COMMISSIONS- INMATE SUPPLIE	-44,000	0	-44,000	-16,295.93	.00	-27,704.07	37.0%
10130500	62806	COMMISSIONS- PHONE	-50,000	0	-50,000	-137.13	.00	-49,862.87	.3%
10130500	64206	SALES- GUNS AND BADGES	-1,000	0	-1,000	-406.00	.00	-594.00	40.6%
10130500	67501	MISCELLANEOUS	0	0	0	-5,188.74	.00	5,188.74	.0%
10130500	67502	LOST & UNCLAIMED PROPERTY	-1,500	0	-1,500	.00	.00	-1,500.00	.0%
10130500	67607	REIMBURSEMENT-INMATE MEDICA	-18,700	0	-18,700	-10,136.09	.00	-8,563.91	54.2%
10130500	67614	REIMBURSEMENT-PA 372 COST	-9,800	0	-9,800	-2,338.28	.00	-7,461.72	23.9%
10130500	67616	REIMBURSEMENT-STATE PRISONE	-700,000	0	-700,000	-430,885.00	.00	-269,115.00	61.6%
10130500	67622	REIMBURSEMENT-PRISONER DAMA	-500	0	-500	.00	.00	-500.00	.0%
10130500	67627	REIMB.-CARE OF PRISONERS	-60,000	0	-60,000	-9,528.87	.00	-50,471.13	15.9%
10130500	67628	REIMBURSEMENT-CONVEY CONVIC	-4,500	0	-4,500	-129.00	.00	-4,371.00	2.9%
10130500	67629	REIMB.-EXTRADITION RESTITUT	-900	0	-900	.00	.00	-900.00	.0%
10130500	67630	REIMBURSEMENT-SSA INCENTIVE	-6,300	0	-6,300	.00	.00	-6,300.00	.0%
10130500	70201	SALARIES- ELECTED	202,300	0	202,300	50,555.28	.00	151,744.72	25.0%
10130500	70500	SALARIES- OTHER	311,600	0	311,600	65,062.40	.00	246,537.60	20.9%
10130500	70700	SALARIES- COMMAND	472,300	0	472,300	106,774.71	.00	365,525.29	22.6%

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10130500	70701 SALARIES- FOP	397,700	0	397,700	86,222.96	.00	311,477.04	21.7%
10130500	70800 SALARIES- TEMPORARY	3,300	0	3,300	10,207.68	.00	-6,907.68	309.3%
10130500	70900 OVERTIME	3,300	0	3,300	18.25	.00	3,281.75	.6%
10130500	70902 OVERTIME- COMMAND	5,500	0	5,500	261.14	.00	5,238.86	4.7%
10130500	70903 OVERTIME- FOP	11,300	0	11,300	2,202.31	.00	9,097.69	19.5%
10130500	71000 FRINGE BENEFITS	206,900	0	206,900	46,247.04	.00	160,652.96	22.4%
10130500	71001 FRINGE BENEFITS- FOP & KCSD	478,900	0	478,900	105,558.84	.00	373,341.16	22.0%
10130500	71002 FRINGE BENEFITS- TEMPORARY	400	0	400	1,010.55	.00	-610.55	252.6%
10130500	72800 OFFICE SUPPLIES	15,000	0	15,000	7,517.05	1,691.86	5,791.09	61.4%
10130500	72801 OFFICE SUPPLIES- SMALL EQUI	16,700	0	16,700	3,225.46	2,898.19	10,576.35	36.7%
10130500	72906 SUPPLIES- POLICE	5,000	0	5,000	236.17	.00	4,763.83	4.7%
10130500	80100 CONTRACTUAL SERVICES	82,500	0	82,500	46,172.91	.00	36,327.09	56.0%
10130500	80207 AUDITING SERVICES	1,000	0	1,000	.00	.00	1,000.00	.0%
10130500	85000 COMMUNICATIONS	35,000	0	35,000	1,833.55	.00	33,166.45	5.2%
10130500	85508 FEES- ARBITRATION	14,000	0	14,000	.00	.00	14,000.00	.0%
10130500	90000 PRINTING	6,000	0	6,000	2,525.11	.00	3,474.89	42.1%
10130500	93013 MAINTENANCE- SYSTEMS	12,000	0	12,000	1,270.37	.00	10,729.63	10.6%
10130500	93015 MAINTENANCE- VEHICLES	7,500	0	7,500	.00	.00	7,500.00	.0%
10130500	93018 MAINTENANCE- RADIO	6,500	0	6,500	.00	.00	6,500.00	.0%
10130500	93100 EQUIP MAINTENANCE	12,000	0	12,000	750.00	.00	11,250.00	6.3%
10130500	94100 RENTALS- EQUIPMENT LEASE	14,000	0	14,000	2,872.74	.00	11,127.26	20.5%
10130500	95502 ADVERTISING	500	0	500	.00	.00	500.00	.0%
10130500	95503 COPY CHARGES	5,000	0	5,000	509.67	.00	4,490.33	10.2%
10130500	95504 POSTAGE	9,000	0	9,000	765.62	.00	8,234.38	8.5%
10130500	95507 UNIFORM ALLOWANCE	1,000	0	1,000	1,000.00	.00	.00	100.0%
10130500	95508 ASSOCIATION DUES & MEMBERSH	2,600	0	2,600	2,600.00	.00	.00	100.0%
10130500	95525 CLOTHING ALLOWANCE	4,700	0	4,700	.00	.00	4,700.00	.0%
10130500	95542 DISPATCH-800 MHZ SYSTEM	27,500	0	27,500	12,219.60	12,219.60	3,060.80	88.9%
10130500	95547 DRY CLEAN ALLOWANCE	4,000	0	4,000	205.22	.00	3,794.78	5.1%
10130500	95550 TRAINING	7,000	0	7,000	1,484.22	75.54	5,440.24	22.3%
10130500	95556 TRAINING- EMPLOYEE	7,000	0	7,000	541.60	15.02	6,443.38	8.0%
10130500	95569 GASOLINE & OIL	10,000	0	10,000	970.09	.00	9,029.91	9.7%
10130500	95582 INTERVIEW SCREENING	2,400	0	2,400	.00	.00	2,400.00	.0%
10130500	95600 EQUIPMENT	5,000	0	5,000	.00	.00	5,000.00	.0%
10130500	95617 PERIODICALS & BOOKS	500	0	500	.00	.00	500.00	.0%
10130500	95634 RECORDS STORAGE	8,600	0	8,600	.00	.00	8,600.00	.0%
10130500	95670 POLICE INCENTIVE UNCOMMITTE	579,600	0	579,600	.00	.00	579,600.00	.0%
TOTAL SHERIFF - ADMIN/SUPPORT		-660,600	0	-660,600	57,913.72	16,900.21	-735,413.93	-11.3%
35100 SHERIFF - JAIL								
10135100	70500 SALARIES- OTHER	114,600	0	114,600	24,734.97	.00	89,865.03	21.6%

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10135100	70700	SALARIES- COMMAND	482,600	0	482,600	82,880.52	.00	399,719.48	17.2%
10135100	70701	SALARIES- FOP	2,760,600	0	2,760,600	461,564.73	.00	2,299,035.27	16.7%
10135100	70900	OVERTIME	41,600	0	41,600	6,148.30	.00	35,451.70	14.8%
10135100	70902	OVERTIME- COMMAND	7,000	0	7,000	88.12	.00	6,911.88	1.3%
10135100	70903	OVERTIME- FOP	0	0	0	95,604.16	.00	-95,604.16	.0%
10135100	71000	FRINGE BENEFITS	62,500	0	62,500	33,887.98	.00	28,612.02	54.2%
10135100	71001	FRINGE BENEFITS- FOP & KCSD	1,755,100	0	1,755,100	316,602.45	.00	1,438,497.55	18.0%
10135100	72800	OFFICE SUPPLIES	4,000	0	4,000	.00	583.63	3,416.37	14.6%
10135100	72801	OFFICE SUPPLIES- SMALL EQUI	2,000	0	2,000	1,416.45	.00	583.55	70.8%
10135100	72902	SUPPLIES- PHYSICAL REHAB	300	0	300	.00	.00	300.00	.0%
10135100	72905	SUPPLIES- KITCHEN	30,000	0	30,000	6,126.74	.00	23,873.26	20.4%
10135100	72906	SUPPLIES- POLICE	5,000	0	5,000	3,096.30	399.70	1,504.00	69.9%
10135100	72914	SUPPLIES- INMATES	60,000	0	60,000	22,790.76	.00	37,209.24	38.0%
10135100	73101	SUPPLIES- JANITORIAL	50,000	0	50,000	7,379.54	206.27	42,414.19	15.2%
10135100	80100	CONTRACTUAL SERVICES	126,600	0	126,600	9,747.32	.00	116,852.68	7.7%
10135100	83401	HOSPITALIZATION- INMATES	17,500	0	17,500	.00	.00	17,500.00	.0%
10135100	83402	HOSPITALIZATION- MENTAL HEA	8,000	0	8,000	.00	.00	8,000.00	.0%
10135100	83500	MEDICAL EXPENSE	290,000	0	290,000	-222.24	33.99	290,188.25	-.1%
10135100	83502	MENTAL HEALTH EXPENSES	9,000	0	9,000	9,000.00	.00	.00	100.0%
10135100	83504	OTHER AGENCY ARRESTEE MEDIC	2,000	0	2,000	.00	.00	2,000.00	.0%
10135100	83507	AMBULANCE SERVICES	1,000	0	1,000	87.50	.00	912.50	8.8%
10135100	85514	FEES - KIOSK	0	0	0	-3,003.22	.00	3,003.22	.0%
10135100	85515	FEES - INMATE PHONE	0	0	0	-17,004.81	.00	17,004.81	.0%
10135100	86002	TRAVEL- EXTRADITION	33,400	0	33,400	511.98	.00	32,888.02	1.5%
10135100	93012	MAINTENANCE- BUILDING	3,500	0	3,500	3,500.00	.00	.00	100.0%
10135100	93013	MAINTENANCE- SYSTEMS	53,000	0	53,000	53,000.00	.00	.00	100.0%
10135100	93014	MAINTENANCE- OFFICE EQUIPME	500	0	500	.00	.00	500.00	.0%
10135100	93015	MAINTENANCE- VEHICLES	7,500	0	7,500	963.96	.00	6,536.04	12.9%
10135100	93100	EQUIP MAINTENANCE	24,600	0	24,600	7,266.86	.00	17,333.14	29.5%
10135100	95503	COPY CHARGES	3,000	0	3,000	721.32	.00	2,278.68	24.0%
10135100	95507	UNIFORM ALLOWANCE	49,200	0	49,200	-10.00	.00	49,210.00	.0%
10135100	95508	ASSOCIATION DUES & MEMBERSH	1,000	0	1,000	1,000.00	.00	.00	100.0%
10135100	95512	ADULT EDUCATION PROGRAM	2,000	0	2,000	.00	.00	2,000.00	.0%
10135100	95524	CLOTHING & BEDDING	27,000	0	27,000	1,481.60	.00	25,518.40	5.5%
10135100	95527	COMMISSARY	0	0	0	-13,773.89	.00	13,773.89	.0%
10135100	95547	DRY CLEAN ALLOWANCE	6,500	0	6,500	2,415.60	.00	4,084.40	37.2%
10135100	95569	GASOLINE & OIL	18,200	0	18,200	3,324.96	.00	14,875.04	18.3%
10135100	95575	INDIGENT COMMISSARY	1,500	0	1,500	539.23	.00	960.77	35.9%
10135100	95578	INMATE GARDEN	500	0	500	.00	.00	500.00	.0%
10135100	95589	LAUNDRY	14,000	0	14,000	3,338.34	.00	10,661.66	23.8%
10135100	95623	PRISONER HOUSING COSTS	10,000	0	10,000	.00	.00	10,000.00	.0%
10135100	95629	PROVISIONS	417,100	0	417,100	12,274.64	.00	404,825.36	2.9%

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10135100 95640 REMOTE VISUAL CONTROL	2,500	0	2,500	.00	.00	2,500.00	.0%
TOTAL SHERIFF - JAIL	6,504,400	0	6,504,400	1,137,480.17	1,223.59	5,365,696.24	17.5%
42600 EMERGENCY MANAGEMENT							
10142600 58200 LOCAL UNIT CONTRIBUTIONS	-40,000	0	-40,000	.00	.00	-40,000.00	.0%
10142600 70400 SALARIES- DIRECTOR	0	114,800	114,800	25,021.15	.00	89,778.85	21.8%
10142600 70500 SALARIES- OTHER	225,200	-114,800	110,400	12,189.46	.00	98,210.54	11.0%
10142600 70900 OVERTIME	1,700	0	1,700	3,880.52	.00	-2,180.52	228.3%
10142600 70902 OVERTIME- COMMAND	1,000	0	1,000	.00	.00	1,000.00	.0%
10142600 70903 OVERTIME- FOP	2,100	0	2,100	.00	.00	2,100.00	.0%
10142600 71000 FRINGE BENEFITS	90,900	0	90,900	16,436.47	.00	74,463.53	18.1%
10142600 71001 FRINGE BENEFITS- FOP & KCSD	1,700	0	1,700	.00	.00	1,700.00	.0%
10142600 72704 EQUIPMENT- COMPUTERS	8,500	0	8,500	.00	.00	8,500.00	.0%
10142600 72800 OFFICE SUPPLIES	8,600	0	8,600	583.30	616.76	7,399.94	14.0%
10142600 72801 OFFICE SUPPLIES- SMALL EQUI	5,000	0	5,000	650.75	689.27	3,659.98	26.8%
10142600 80100 CONTRACTUAL SERVICES	30,000	0	30,000	2,522.32	.00	27,477.68	8.4%
10142600 85000 COMMUNICATIONS	3,000	0	3,000	.00	.00	3,000.00	.0%
10142600 86001 TRAVEL	40,000	0	40,000	5,035.12	.00	34,964.88	12.6%
10142600 90000 PRINTING	1,500	0	1,500	218.22	.00	1,281.78	14.5%
10142600 93015 MAINTENANCE- VEHICLES	15,000	0	15,000	.00	.00	15,000.00	.0%
10142600 93021 MAINTENANCE- TRAILER	5,000	0	5,000	.00	.00	5,000.00	.0%
10142600 93100 EQUIP MAINTENANCE	15,000	0	15,000	90.00	.00	14,910.00	.6%
10142600 94100 RENTALS- EQUIPMENT LEASE	8,000	0	8,000	.00	.00	8,000.00	.0%
10142600 95503 COPY CHARGES	500	0	500	.00	.00	500.00	.0%
10142600 95504 POSTAGE	200	0	200	.00	.00	200.00	.0%
10142600 95508 ASSOCIATION DUES & MEMBERSH	6,500	0	6,500	5,147.00	.00	1,353.00	79.2%
10142600 95510 MEALS	800	0	800	423.08	.00	376.92	52.9%
10142600 95526 CLOTHING- OTHER	4,000	0	4,000	.00	189.15	3,810.85	4.7%
10142600 95548 EDUCATIONAL MATERIALS	3,000	0	3,000	.00	.00	3,000.00	.0%
10142600 95556 TRAINING- EMPLOYEE	13,000	0	13,000	1,590.00	.00	11,410.00	12.2%
10142600 95558 TRAINING & EXERCISES	8,000	0	8,000	374.03	.00	7,625.97	4.7%
10142600 95569 GASOLINE & OIL	12,000	0	12,000	317.47	.00	11,682.53	2.6%
10142600 95600 EQUIPMENT	22,700	0	22,700	1,184.71	79.96	21,435.33	5.6%
TOTAL EMERGENCY MANAGEMENT	492,900	0	492,900	75,663.60	1,575.14	415,661.26	15.7%
43000 ANIMAL SERVICES & ENFORCEMENT							
10143000 49003 LICENSES- DOG	-480,000	0	-480,000	-318,226.60	.00	-161,773.40	66.3%

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10143000	60720	FEES- RABIES VACCINATION	-8,000	0	-8,000	-50.00	.00	-7,950.00	.6%
10143000	60780	FEES- QUARANTINE	0	0	0	-100.00	.00	100.00	.0%
10143000	60781	FEES- KENNEL INSPECTION	-700	0	-700	.00	.00	-700.00	.0%
10143000	60784	FEES- OWNER SURRENDER	-20,000	0	-20,000	-7,950.00	.00	-12,050.00	39.8%
10143000	60786	FEES- MICROCHIPS	-5,000	0	-5,000	.00	.00	-5,000.00	.0%
10143000	60791	FEES- DISPOSALS	-3,000	0	-3,000	-560.00	.00	-2,440.00	18.7%
10143000	60792	FEES- REDEMPTIONS	-7,000	0	-7,000	-2,090.00	.00	-4,910.00	29.9%
10143000	60793	FEES- BOARD	-12,000	0	-12,000	-3,459.00	.00	-8,541.00	28.8%
10143000	64203	SALES- CATS & DOGS	-30,000	0	-30,000	-5,904.00	.00	-24,096.00	19.7%
10143000	65108	RENTAL- TRAP	-200	0	-200	-30.00	.00	-170.00	15.0%
10143000	70400	SALARIES- DIRECTOR	132,500	0	132,500	28,535.73	.00	103,964.27	21.5%
10143000	70500	SALARIES- OTHER	472,700	0	472,700	104,243.34	.00	368,456.66	22.1%
10143000	70900	OVERTIME	32,600	0	32,600	6,970.15	.00	25,629.85	21.4%
10143000	71000	FRINGE BENEFITS	255,100	0	255,100	55,979.66	.00	199,120.34	21.9%
10143000	71700	MOBILE DEVICE STIPEND	600	0	600	300.00	.00	300.00	50.0%
10143000	72800	OFFICE SUPPLIES	8,500	0	8,500	3,136.89	.00	5,363.11	36.9%
10143000	73101	SUPPLIES- JANITORIAL	10,000	0	10,000	946.73	30.06	9,023.21	9.8%
10143000	80211	VETERINARY SERVICES	32,800	0	32,800	2,309.20	.00	30,490.80	7.0%
10143000	83509	LAB SPECIMENS	6,000	0	6,000	1,984.79	.00	4,015.21	33.1%
10143000	85000	COMMUNICATIONS	20,900	0	20,900	2,376.34	.00	18,523.66	11.4%
10143000	85510	FEES- BANK	12,000	0	12,000	2,668.49	.00	9,331.51	22.2%
10143000	90000	PRINTING	14,000	0	14,000	1,463.80	.00	12,536.20	10.5%
10143000	93013	MAINTENANCE- SYSTEMS	28,800	0	28,800	3,541.65	.00	25,258.35	12.3%
10143000	93015	MAINTENANCE- VEHICLES	15,500	0	15,500	3,539.70	.00	11,960.30	22.8%
10143000	93100	EQUIP MAINTENANCE	8,200	0	8,200	1,096.29	17.98	7,085.73	13.6%
10143000	95504	POSTAGE	20,000	0	20,000	19,050.08	.00	949.92	95.3%
10143000	95507	UNIFORM ALLOWANCE	5,500	0	5,500	409.48	.00	5,090.52	7.4%
10143000	95513	ANIMAL RENDERING	27,000	0	27,000	4,391.66	.00	22,608.34	16.3%
10143000	95543	DOG LICENSES	4,500	0	4,500	71.05	.00	4,428.95	1.6%
10143000	95556	TRAINING- EMPLOYEE	5,000	0	5,000	538.00	.00	4,462.00	10.8%
10143000	95569	GASOLINE & OIL	33,000	0	33,000	2,187.21	.00	30,812.79	6.6%
10143000	95629	PROVISIONS	28,000	0	28,000	9,131.60	.00	18,868.40	32.6%
TOTAL ANIMAL SERVICES & ENFORCEMENT			607,300	0	607,300	-83,497.76	48.04	690,749.72	-13.7%
44200 DRAIN COMMISSIONER									
10144200	49005	PERMITS - DRAIN	-1,200	0	-1,200	-4,380.00	.00	3,180.00	365.0%
10144200	60736	FEES- PLAT REVIEW	-500	0	-500	-500.00	.00	.00	100.0%
10144200	67631	REIMBURSEMENT - INTERNS	0	0	0	-1,186.84	.00	1,186.84	.0%

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10144200	70201	SALARIES- ELECTED	138,400	0	138,400	34,599.78	.00	103,800.22	25.0%
10144200	70500	SALARIES- OTHER	262,200	0	262,200	56,440.44	.00	205,759.56	21.5%
10144200	70800	SALARIES- TEMPORARY	0	0	0	1,999.38	.00	-1,999.38	.0%
10144200	70900	OVERTIME	500	0	500	1,677.80	.00	-1,177.80	335.6%
10144200	71000	FRINGE BENEFITS	160,400	0	160,400	37,147.19	.00	123,252.81	23.2%
10144200	71002	FRINGE BENEFITS- TEMPORARY	0	0	0	197.94	.00	-197.94	.0%
10144200	71700	MOBILE DEVICE STIPEND	1,500	0	1,500	225.00	.00	1,275.00	15.0%
10144200	72700	SUPPLIES & EQUIPMENT	5,600	0	5,600	2,002.86	.00	3,597.14	35.8%
10144200	72704	EQUIPMENT- COMPUTERS	2,000	0	2,000	.00	.00	2,000.00	.0%
10144200	72800	OFFICE SUPPLIES	3,500	0	3,500	1,024.30	.00	2,475.70	29.3%
10144200	80100	CONTRACTUAL SERVICES	500	0	500	.00	.00	500.00	.0%
10144200	80125	CONTRACTUAL- PLAT ADMIN	500	0	500	.00	.00	500.00	.0%
10144200	80201	LEGAL SERVICES	10,000	0	10,000	433.00	.00	9,567.00	4.3%
10144200	80204	ENGINEERING CONSULTANTS	18,000	0	18,000	4,849.17	.00	13,150.83	26.9%
10144200	85000	COMMUNICATIONS	3,100	3,900	7,000	4,068.71	.00	2,931.29	58.1%
10144200	85504	FEES- LICENSING	5,700	0	5,700	.00	.00	5,700.00	.0%
10144200	86001	TRAVEL	1,000	0	1,000	.00	.00	1,000.00	.0%
10144200	90000	PRINTING	500	0	500	.00	.00	500.00	.0%
10144200	93015	MAINTENANCE- VEHICLES	4,000	0	4,000	.00	.00	4,000.00	.0%
10144200	95500	MISCELLANEOUS	1,600	0	1,600	957.30	.00	642.70	59.8%
10144200	95503	COPY CHARGES	200	0	200	.00	.00	200.00	.0%
10144200	95504	POSTAGE	1,100	0	1,100	20.21	.00	1,079.79	1.8%
10144200	95556	TRAINING- EMPLOYEE	7,200	0	7,200	2,868.56	.00	4,331.44	39.8%
10144200	95569	GASOLINE & OIL	4,000	0	4,000	109.75	.00	3,890.25	2.7%
10144200	95619	PHASE II STORMWATER COMPLIA	17,000	-3,900	13,100	197.36	.00	12,902.64	1.5%
10144200	95654	SPECIAL PROJECTS	5,000	0	5,000	.00	.00	5,000.00	.0%
10144200	95674	MS4 COMPLIANCE	0	20,000	20,000	3,050.00	.00	16,950.00	15.3%
TOTAL DRAIN COMMISSIONER			651,800	20,000	671,800	145,801.91	.00	525,998.09	21.7%
44500 DRAINS-PUBLIC BENEFIT									
10144500	95800	APPROPRIATION	85,000	0	85,000	49,861.24	.00	35,138.76	58.7%
TOTAL DRAINS-PUBLIC BENEFIT			85,000	0	85,000	49,861.24	.00	35,138.76	58.7%
56800 SOIL CONSERVATION									
10156800	49007	PERMITS- SOIL EROSION	-50,000	0	-50,000	-10,700.00	.00	-39,300.00	21.4%

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10156800 60798 FEE-SOIL EROSION VIOLATION	-500	0	-500	.00	.00	-500.00	.0%
10156800 70500 SALARIES- OTHER	232,300	0	232,300	50,337.98	.00	181,962.02	21.7%
10156800 70900 OVERTIME	2,100	0	2,100	548.69	.00	1,551.31	26.1%
10156800 71000 FRINGE BENEFITS	93,800	0	93,800	20,374.66	.00	73,425.34	21.7%
10156800 71700 MOBILE DEVICE STIPEND	300	0	300	75.00	.00	225.00	25.0%
10156800 72800 OFFICE SUPPLIES	1,500	0	1,500	.00	.00	1,500.00	.0%
10156800 80201 LEGAL SERVICES	400	0	400	.00	.00	400.00	.0%
10156800 80204 ENGINEERING CONSULTANTS	400	0	400	.00	.00	400.00	.0%
10156800 85000 COMMUNICATIONS	1,300	0	1,300	134.24	.00	1,165.76	10.3%
10156800 85504 FEES- LICENSING	500	0	500	.00	.00	500.00	.0%
10156800 85510 FEES- BANK	1,700	0	1,700	259.35	.00	1,440.65	15.3%
10156800 86001 TRAVEL	1,300	0	1,300	.00	.00	1,300.00	.0%
10156800 90000 PRINTING	200	0	200	.00	.00	200.00	.0%
10156800 93015 MAINTENANCE- VEHICLES	1,500	0	1,500	.00	.00	1,500.00	.0%
10156800 95500 MISCELLANEOUS	500	0	500	.00	.00	500.00	.0%
10156800 95503 COPY CHARGES	200	0	200	.00	.00	200.00	.0%
10156800 95504 POSTAGE	200	0	200	.00	.00	200.00	.0%
10156800 95556 TRAINING- EMPLOYEE	1,000	0	1,000	.00	.00	1,000.00	.0%
10156800 95569 GASOLINE & OIL	3,000	0	3,000	313.09	.00	2,686.91	10.4%
TOTAL SOIL CONSERVATION	291,700	0	291,700	61,343.01	.00	230,356.99	21.0%

60100 HEALTH DEPARTMENT-ADMIN

10160100 60790 FEES- CERTIFICATE OF FREE S	-6,500	0	-6,500	-1,490.00	.00	-5,010.00	22.9%
10160100 70400 SALARIES- DIRECTOR	174,500	0	174,500	32,640.59	.00	141,859.41	18.7%
10160100 70500 SALARIES- OTHER	474,600	0	474,600	46,712.64	.00	427,887.36	9.8%
10160100 71000 FRINGE BENEFITS	259,700	0	259,700	31,781.29	.00	227,918.71	12.2%
10160100 71700 MOBILE DEVICE STIPEND	1,200	0	1,200	150.00	.00	1,050.00	12.5%
10160100 72704 EQUIPMENT- COMPUTERS	2,000	0	2,000	.00	.00	2,000.00	.0%
10160100 72800 OFFICE SUPPLIES	6,000	5,000	11,000	2,225.18	51.74	8,723.08	20.7%
10160100 80100 CONTRACTUAL SERVICES	124,700	0	124,700	26,254.06	166.00	98,279.94	21.2%
10160100 82300 INTERPRETER FEES	600	0	600	.00	.00	600.00	.0%
10160100 85000 COMMUNICATIONS	600	0	600	80.02	.00	519.98	13.3%
10160100 86001 TRAVEL	2,000	0	2,000	9.57	.00	1,990.43	.5%
10160100 90000 PRINTING	300	0	300	.00	.00	300.00	.0%
10160100 93015 MAINTENANCE- VEHICLES	500	0	500	.00	.00	500.00	.0%
10160100 95502 ADVERTISING	1,500	0	1,500	.00	.00	1,500.00	.0%
10160100 95503 COPY CHARGES	2,200	0	2,200	402.37	.00	1,797.63	18.3%
10160100 95504 POSTAGE	200	0	200	2.29	.00	197.71	1.1%

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10160100 95508 ASSOCIATION DUES & MEMBERSH	7,900	0	7,900	.00	.00	7,900.00	.0%
10160100 95509 SUBSCRIPTIONS	600	0	600	518.33	.00	81.67	86.4%
10160100 95556 TRAINING- EMPLOYEE	7,900	0	7,900	.00	.00	7,900.00	.0%
10160100 95569 GASOLINE & OIL	500	0	500	86.30	.00	413.70	17.3%
10160100 95646 SECURITY	70,000	0	70,000	11,280.32	.00	58,719.68	16.1%
10160100 95669 SERVICE FEES	700	0	700	.00	.00	700.00	.0%
TOTAL HEALTH DEPARTMENT-ADMIN	1,131,700	5,000	1,136,700	150,652.96	217.74	985,829.30	13.3%
64800 MEDICAL EXAMINER							
10164800 49004 PERMITS- CREMATION	-120,000	0	-120,000	-21,450.00	.00	-98,550.00	17.9%
10164800 80120 CONTRACTUAL- OPERTATIONS	899,000	0	899,000	224,649.75	.00	674,350.25	25.0%
10164800 95504 POSTAGE	200	0	200	.00	.00	200.00	.0%
TOTAL MEDICAL EXAMINER	779,200	0	779,200	203,199.75	.00	576,000.25	26.1%
64900 MENTAL HEALTH							
10164900 95800 APPROPRIATION	1,550,400	0	1,550,400	387,600.00	.00	1,162,800.00	25.0%
10164900 95806 APPROPRIATION- SWMBH	798,600	0	798,600	.00	.00	798,600.00	.0%
TOTAL MENTAL HEALTH	2,349,000	0	2,349,000	387,600.00	.00	1,961,400.00	16.5%
67000 SOCIAL SERVICES BOARD							
10167000 83403 HOSPITALIZATION- INDIGENT	31,000	0	31,000	.00	.00	31,000.00	.0%
TOTAL SOCIAL SERVICES BOARD	31,000	0	31,000	.00	.00	31,000.00	.0%
68100 VETERANS' BURIALS							
10168100 83300 VETERANS BURIAL	15,000	0	15,000	2,400.00	.00	12,600.00	16.0%
TOTAL VETERANS' BURIALS	15,000	0	15,000	2,400.00	.00	12,600.00	16.0%

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68300 VETERAN'S SERVICE OFFICE							
10168300 70500 SALARIES- OTHER	146,500	0	146,500	30,664.93	.00	115,835.07	20.9%
10168300 71000 FRINGE BENEFITS	58,600	0	58,600	12,305.97	.00	46,294.03	21.0%
10168300 71700 MOBILE DEVICE STIPEND	600	0	600	150.00	.00	450.00	25.0%
10168300 72704 EQUIPMENT- COMPUTERS	200	0	200	.00	.00	200.00	.0%
10168300 72800 OFFICE SUPPLIES	600	0	600	.00	.00	600.00	.0%
10168300 86001 TRAVEL	500	0	500	.00	.00	500.00	.0%
10168300 95508 ASSOCIATION DUES & MEMBERSH	400	0	400	200.00	.00	200.00	50.0%
10168300 95556 TRAINING- EMPLOYEE	3,100	0	3,100	10.44	.00	3,089.56	.3%
TOTAL VETERAN'S SERVICE OFFICE	210,500	0	210,500	43,331.34	.00	167,168.66	20.6%
70100 PLANNING							
10170100 58200 LOCAL UNIT CONTRIBUTIONS	-18,000	0	-18,000	.00	.00	-18,000.00	.0%
10170100 64207 SALES- MAPS AND DATA	-2,000	0	-2,000	-90.00	.00	-1,910.00	4.5%
10170100 70400 SALARIES- DIRECTOR	131,000	0	131,000	28,023.92	.00	102,976.08	21.4%
10170100 70500 SALARIES- OTHER	389,300	0	389,300	77,201.97	.00	312,098.03	19.8%
10170100 71000 FRINGE BENEFITS	208,100	0	208,100	42,090.36	.00	166,009.64	20.2%
10170100 72704 EQUIPMENT- COMPUTERS	2,000	0	2,000	.00	.00	2,000.00	.0%
10170100 72800 OFFICE SUPPLIES	3,800	0	3,800	1,988.37	5.99	1,805.64	52.5%
10170100 80100 CONTRACTUAL SERVICES	86,200	0	86,200	.00	.00	86,200.00	.0%
10170100 85000 COMMUNICATIONS	400	0	400	.00	.00	400.00	.0%
10170100 86001 TRAVEL	600	0	600	182.05	.00	417.95	30.3%
10170100 90000 PRINTING	200	0	200	.00	.00	200.00	.0%
10170100 93013 MAINTENANCE- SYSTEMS	19,700	0	19,700	650.00	.00	19,050.00	3.3%
10170100 95503 COPY CHARGES	800	0	800	.00	.00	800.00	.0%
10170100 95504 POSTAGE	300	0	300	3.04	.00	296.96	1.0%
10170100 95508 ASSOCIATION DUES & MEMBERSH	10,500	0	10,500	1,239.40	.00	9,260.60	11.8%
10170100 95509 SUBSCRIPTIONS	8,300	0	8,300	7,500.00	.00	800.00	90.4%
10170100 95556 TRAINING- EMPLOYEE	15,700	0	15,700	938.74	.00	14,761.26	6.0%
TOTAL PLANNING	856,900	0	856,900	159,727.85	5.99	697,166.16	18.6%
71000 COOPERATIVE EXTENSION							
10171000 70500 SALARIES- OTHER	53,200	0	53,200	11,574.55	.00	41,625.45	21.8%

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FLEXIBLE PERIOD REPORT

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FROM 2026 01 TO 2026 13

	ORIGINAL APPROP	TRANFRS/ ADJSTMTS	REVISED BUDGET	ACTUALS	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
10171000 71000 FRINGE BENEFITS	21,300	0	21,300	4,629.81	.00	16,670.19	21.7%
10171000 80100 CONTRACTUAL SERVICES	246,800	-15,000	231,800	115,892.50	.00	115,907.50	50.0%
10171000 86001 TRAVEL	100	0	100	.00	.00	100.00	.0%
10171000 94000 RENT	51,900	0	51,900	12,975.00	.00	38,925.00	25.0%
10171000 95556 TRAINING- EMPLOYEE	200	0	200	.00	.00	200.00	.0%
10171000 95653 SPECIAL EVENTS	0	15,000	15,000	.00	.00	15,000.00	.0%
TOTAL COOPERATIVE EXTENSION	373,500	0	373,500	145,071.86	.00	228,428.14	38.8%
71100 REGISTER OF DEEDS							
10171100 56903 MSSR	-1,900	0	-1,900	-438.24	.00	-1,461.76	23.1%
10171100 60727 FEES- RECORDING	-734,200	0	-734,200	-168,218.00	.00	-565,982.00	22.9%
10171100 60733 FEES- DATA PROCESS ACCESS	-20,000	0	-20,000	-3,843.96	.00	-16,156.04	19.2%
10171100 60777 FEES- REAL ESTATE TRANSFER	-1,524,900	0	-1,524,900	-400,495.15	.00	-1,124,404.85	26.3%
10171100 60797 FEES- SEARCH SUBSCRIPTIONS	-21,000	0	-21,000	-16,011.64	.00	-4,988.36	76.2%
10171100 60816 FEES-RECORD SEARCHES	-5,000	0	-5,000	-1,580.00	.00	-3,420.00	31.6%
10171100 62602 FEES- WEB COPIES	-200,000	0	-200,000	-46,128.00	.00	-153,872.00	23.1%
10171100 62604 FEES- RECORD COPYING	-8,000	0	-8,000	-1,622.00	.00	-6,378.00	20.3%
10171100 70201 SALARIES- ELECTED	74,800	0	74,800	18,711.18	.00	56,088.82	25.0%
10171100 70500 SALARIES- OTHER	411,100	0	411,100	88,770.39	.00	322,329.61	21.6%
10171100 70900 OVERTIME	17,800	0	17,800	4,119.98	.00	13,680.02	23.1%
10171100 71000 FRINGE BENEFITS	201,500	0	201,500	44,740.61	.00	156,759.39	22.2%
10171100 71700 MOBILE DEVICE STIPEND	1,000	0	1,000	300.00	.00	700.00	30.0%
10171100 72800 OFFICE SUPPLIES	5,400	0	5,400	2,292.30	.00	3,107.70	42.5%
10171100 80100 CONTRACTUAL SERVICES	600	0	600	134.18	.00	465.82	22.4%
10171100 80201 LEGAL SERVICES	8,000	0	8,000	.00	.00	8,000.00	.0%
10171100 85000 COMMUNICATIONS	300	0	300	.00	.00	300.00	.0%
10171100 85504 FEES- LICENSING	30,000	0	30,000	124.57	.00	29,875.43	.4%
10171100 86001 TRAVEL	5,000	0	5,000	209.15	.00	4,790.85	4.2%
10171100 90000 PRINTING	2,000	0	2,000	.00	399.60	1,600.40	20.0%
10171100 95502 ADVERTISING	5,000	0	5,000	629.61	.00	4,370.39	12.6%
10171100 95504 POSTAGE	1,500	0	1,500	112.17	.00	1,387.83	7.5%
10171100 95508 ASSOCIATION DUES & MEMBERSH	1,700	0	1,700	890.00	.00	810.00	52.4%
10171100 95556 TRAINING- EMPLOYEE	9,600	0	9,600	437.45	.00	9,162.55	4.6%
10171100 95620 PLAT INSPECTIONS	100	0	100	.00	.00	100.00	.0%
10171100 95632 RECORDS CONVERSION	11,000	0	11,000	5,004.43	.00	5,995.57	45.5%
10171100 95633 RECORDS PRESERVATION	5,000	0	5,000	3,721.68	.00	1,278.32	74.4%
TOTAL REGISTER OF DEEDS	-1,723,600	0	-1,723,600	-468,139.29	399.60	-1,255,860.31	27.1%

72800 ECONOMIC DEVELOPMENT

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FROM 2026 01 TO 2026 13

	ORIGINAL APPROP	TRANFRS/ ADJSTMTS	REVISED BUDGET	ACTUALS	ENCUMBRANCES	AVAILABLE BUDGET	PCT USED
10172800 95800 APPROPRIATION	75,000	0	75,000	.00	.00	75,000.00	.0%
TOTAL ECONOMIC DEVELOPMENT	75,000	0	75,000	.00	.00	75,000.00	.0%
93100 TRANSFERS IN							
10193100 69928 TRANSFERS IN- FUND 229	-90,000	0	-90,000	-22,500.00	.00	-67,500.00	25.0%
10193100 69931 TRANSFERS IN- FUND 516	-1,500,000	0	-1,500,000	.00	.00	-1,500,000.00	.0%
TOTAL TRANSFERS IN	-1,590,000	0	-1,590,000	-22,500.00	.00	-1,567,500.00	1.4%
96600 TRANSFERS OUT							
10196600 99503 TRANSFER OUT- FUND 215	1,806,800	-48,200	1,758,600	.00	.00	1,758,600.00	.0%
10196600 99504 TRANSFER OUT- FUND 221	2,937,500	0	2,937,500	.00	.00	2,937,500.00	.0%
10196600 99506 TRANSFER OUT- FUND 276	184,500	0	184,500	.00	.00	184,500.00	.0%
10196600 99510 TRANSFER OUT- FUND 260	1,181,900	0	1,181,900	.00	.00	1,181,900.00	.0%
10196600 99511 TRANSFER OUT- FUND 269	98,700	0	98,700	.00	.00	98,700.00	.0%
10196600 99518 TRANSFER OUT- FUND 272	643,600	0	643,600	.00	.00	643,600.00	.0%
10196600 99519 TRANSFER OUT- FUND 292	5,996,700	0	5,996,700	.00	.00	5,996,700.00	.0%
10196600 99521 TRANSFER OUT- FUND 370	3,432,000	0	3,432,000	.00	.00	3,432,000.00	.0%
10196600 99522 TRANSFER OUT- FUND 401	200,000	0	200,000	.00	.00	200,000.00	.0%
10196600 99523 TRANSFER OUT- FUND 409	260,000	0	260,000	.00	.00	260,000.00	.0%
10196600 99524 TRANSFER OUT- FUND 611	600,000	0	600,000	.00	.00	600,000.00	.0%
10196600 99527 TRANSFER OUT- FUND 677	1,584,000	0	1,584,000	.00	.00	1,584,000.00	.0%
10196600 99532 TRANSFER OUT- FUND 396	1,000	0	1,000	.00	.00	1,000.00	.0%
10196600 99534 TRANSFER OUT- FUND 208	120,000	0	120,000	.00	.00	120,000.00	.0%
10196600 99537 TRANSFER OUT- FUND 610	50,000	0	50,000	.00	.00	50,000.00	.0%
10196600 99538 TRANSFER OUT- FUND 296	0	140,700	140,700	.00	.00	140,700.00	.0%
10196600 99548 TRANSFER OUT- FUND 631	1,240,000	0	1,240,000	.00	.00	1,240,000.00	.0%
TOTAL TRANSFERS OUT	20,336,700	92,500	20,429,200	.00	.00	20,429,200.00	.0%
TOTAL GENERAL FUND	0	0	0	10,112,830.07	123,189.86	-10,236,019.93	.0%
TOTAL REVENUES	-96,798,100	-474,600	-97,272,700	-5,929,001.06	.00	-91,343,698.94	
TOTAL EXPENSES	96,798,100	474,600	97,272,700	16,041,831.13	123,189.86	81,107,679.01	
GRAND TOTAL	0	0	0	10,112,830.07	123,189.86	-10,236,019.93	.0%

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REPORT OPTIONS

	Field #	Total	Page Break	
Sequence 1	1	Y	N	From Yr/Per: 2026/ 1
Sequence 2	4	Y	N	To Yr/Per: 2026/13
Sequence 3	0	N	N	Budget Year: 2026
Sequence 4	0	N	N	Print totals only: N
				Format type: 1
				Double space: N
Report title:				Suppress zero bal accts: Y
				Amounts/totals exceed 999 million dollars: N
FLEXIBLE PERIOD REPORT				Roll projects to object: N
				Print journal detail: N
Includes accounts exceeding 0% of budget.				From Yr/Per: 2025/ 1
Print Full or Short description: F				To Yr/Per: 2025/13
Print full GL account: N				Include budget entries: Y
Sort by full GL account: N				Incl encumb/liq entries: Y
Print Revenues-Version headings: N				Sort by JE # or PO #: J
Print revenue as credit: Y				Detail format option: 1
Print revenue budgets as zero: Y				Multiyear view: D

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**COUNTY OF KALAMAZOO
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED
DECEMBER 31, 2024**

County of
Kalamazoo,
Michigan



Year Ended
December 31, 2024

Annual
Comprehensive
Financial Report
and Single Audit
Act Compliance

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Prepared by:

County Administrator/Controller
Dr. Kevin A. Catlin, DPA

Finance Director
Ryan Post

Deputy Finance Director
Philip Chajkowski

COUNTY OF KALAMAZOO, MICHIGAN

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INTRODUCTORY SECTION

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COUNTY OF KALAMAZOO, MICHIGAN

LIST OF OFFICIALS

For the Year Ended December 31, 2024

COUNTY BOARD OF COMMISSIONERS

- Tami Rey – Chairperson
- John Taylor – Vice Chairperson
- John Gisler
- Jeff Heppler – Vice Chair Pro Tem
- Monteze Morales
- Abigail Wheeler
- Jen Strebs
- Wendy Mazer
- Dale Deleeuw

CIRCUIT COURT JUDGES

- Gary C. Giguere, Jr. – Chief Judge of Circuit and Probate Courts
- Paul J. Bridenstine
- Rebecca J D'Angelo
- Pamela L. Lightvoet
- Kenneth N. Barnard
- Scott Pierangeli

DISTRICT COURT JUDGES

- Kathleen P. Hemingway – Chief Judge
- Christopher T. Haenicke
- Richard A. Santoni
- Alisa Parker-LaGrone – Chief Judge Pro Tempore
- Namita Sharma – serving in Circuit Court
- Becket J. Jones
- Tiffany Ankley

PROBATE JUDGES

- Curtis J. Bell
- G. Scott Pierangeli – Chief Judge Pro Tempore
- Tiffany A. Ankley – Chief Judge Pro Tempore, serving in District Court

OTHERS

- Prosecutor – Jeffrey Getting
- Sheriff – Richard Fuller
- County Clerk/Register of Deeds – Meredith Place
- Treasurer – Thomas Whitener
- Drain Commissioner – Jason Weirisma
- Surveyor – Gary Hahn

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OFFICE OF THE ADMINISTRATOR

June 24, 2025

Board of Commissioners and Residents
County of Kalamazoo, Michigan
Kalamazoo, Michigan 49007

Members of the County Board of Commissioners and Residents:

We are pleased to submit the Annual Comprehensive Financial Report of the County of Kalamazoo, Michigan (the County), for the year ended December 31, 2024. The basic financial statements included in this report have been audited by Rehmann Robson LLC, an independent firm of licensed certified public accountants. This report is prepared for the purpose of disclosing the County's financial condition to its electorate, elected officials, and other interested parties.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making those representations, management of the County has established a comprehensive internal control framework designed to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

One of the goals of the County's audited financial statements is to provide reasonable assurance that the financial statements for the year ended December 31, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures reported in the financial statements; assessing the accounting principles used and any significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion and that the County's financial statements for the year ended December 31, 2024, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

GAAP requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

The County of Kalamazoo, Michigan, the ninth most populous county in the state of Michigan, encompasses an area of approximately 576 square miles with the 2022 estimated census population of 261,173 and is located in the southwest portion of Michigan's Lower Peninsula. It is approximately 75 miles southwest of Lansing, the state capital. The County is empowered by the state to levy a property tax on real and personal properties located within the County.

The County is composed of 15 townships, 5 villages, and 4 cities. The County seat is located in the City of Kalamazoo, which is the largest municipality in the County. The County was organized as a county by the territorial legislature on July 30, 1830.

The area has a diversified employment base adding to the strength of the local economy. Major employers in the area are found in the pharmaceutical, banking, health and education sectors.

The County is governed by the County Board of Commissioners (the County Board), which in 2024, consisted of 9 members. The County Board is responsible for establishing policies, adopting the budget, appointing committee memberships, and hiring the County Administrator/Controller and Corporation Counsel. The Administrator/Controller is responsible for carrying out the policies set forth by the County Board and overseeing the day-to-day operations of the County. The County Board is elected on a partisan basis every two years from districts of approximately the same size. The other five elected officers of the County are elected on a partisan basis serving four-year terms.

The County provides a full range of municipal services. These services are either mandated by the state statute or authorized by the County Board. These include legislative, judicial, public works, public safety, health, welfare, cultural, recreation, transportation, public improvements, and general administrative services.

The annual budget serves as the foundation for the County's financial planning and control. All departments of the County are required to submit requests for appropriations to the Administrator/Controller. These requests form the basis for the development of a proposed budget. The Administrator/Controller will present to the County Board a recommended budget for consideration and deliberation. After the review is completed, a public hearing will be held at an annual meeting and the budget will be adopted. The budget is appropriated at the departmental level. The budget is prepared at the fund, department, and account level. Department directors may request transfers within fund appropriations under their administrative control. Transfers of appropriations between departments or funds require approval of the board. Appropriation increases also require approval by the County Board. Budget-to-actual comparisons are provided in this report for each individual special revenue fund for which an appropriated annual budget has been adopted. The General Fund, Law Enforcement Fund,

General Grants Fund, opioid Settlement Fund, Community Economic Development Special Grants Fund are found on pages 48-52 as part of the basic financial statements for the governmental funds. For special revenue funds, other than the General Fund, Law Enforcement Fund, General Grants Fund, Opioid Settlement Fund, Community Economic Development Special Grants Fund, this comparison is found starting on page 156.

Financial Condition Factors

Short Term Factors Affecting Budget

Over time, the County has managed to collectively remain sustainable. The area has a diversified employment base adding to the strength of the local economy. Major employers in the area are found in the pharmaceutical, banking, health, and education sectors.

Forecasting and budgetary stewardship have allowed the County to proactively make budgetary decisions to minimize reactionary impacts to core services. A large percentage of County revenue comes from the state and local property taxes. With these realities in mind, budget recommendations focus on continuing the prudent, long-term fiscal policies of the Board of Commissioners, supporting mandated and essential services, and protecting the public safety and welfare.

Long Term Financial Planning

The County completes a five-year analysis during each budget cycle and updates them frequently to ensure that budgetary impacts are considered. Based on these projections and economic indicators, budget policies have been adopted to implement a baseline spending reduction. The Board of Commissioners is committed to ensuring the long-term fiscal stability of the County. The County has operated cautiously over the past several years making sound financial decisions. The County monitors budgetary spending throughout the year. Quarterly projections are prepared, and spending goals are reviewed based on analysis. Future forecasting projects expenditures to outpace revenues. The County will continue to align expenditure to these indicators. Cautious and deliberate budgeting decisions and ongoing monitoring of revenues and expenditures must continue, or the County may find it necessary to reduce services to balance the budget with expectations that the federal government is considering cuts to various programs the county is a beneficiary of.

Capital Improvement

The Board of Commissioners reviews annual funding requests for routine capital improvement items. For major capital items, a Facilities Master plan has been established but is in the process of being updated. The primary mission of this plan is to account for and develop a county-wide strategy for facilities. This completed project included a property manual update with physical descriptions of all buildings, a facilities audit with planned maintenance, and projected long-term capital improvement requirements. The plan is a working document that guides long term asset construction and renovation projects.

Relevant Financial Policies

The Budget Stabilization Policy was adopted in 1980. Currently, this fund retains \$3 million. This reserve was established to ensure an amount was encumbered for an unforeseen situation, which could create an inability to balance revenues and expenditures in future budget adoptions. It is the intent of the policy that any amount utilized for these situations requires a plan of action for reimbursement to the fund.

To solidify the Board of Commissioners' commitment to responsible fiscal stewardship, a revised Fund Balance Policy was adopted on December 5, 2023, effective January 1, 2025. In alignment with Governmental Accounting Standards Board Statement No. 54, the County targets an unassigned General Fund balance equal to 20% to 25% of General Operating Revenues. If the unassigned fund balance fluctuates above or below this target by 5% or more, Administration will present corrective recommendations to the Board to restore alignment with the policy.

In recent years, the County Administration has worked thoughtfully to encapsulate the Board's direction to invest in strategic initiatives and community programs, rather than allow excess reserves to accumulate unutilized. Recognizing that unspent revenues from prior fiscal years present a meaningful opportunity for reinvestment, the Board adopted a new "golden ratio" framework as part of the revised Fund Balance Policy. Under this approach, any funds exceeding the 20% threshold are no longer treated as idle surpluses but are instead automatically restricted for non-operational, future-focused investments. These are apportioned into four dedicated buckets:

- 20% to Fleet Replacement (Fund 401)
- 20% to Large Capital (Fund 407)
- 30% to Capital Projects (Fund 401)
- 30% to Board Priorities (Fund 101)

This strategic allocation process ensures that any excess funds are channeled into areas that sustain the County's infrastructure, advance strategic goals, and reflect the evolving priorities of the Board. By codifying this structure into policy, the County has created a transparent, disciplined mechanism for reinvesting public dollars with intention and impact.

Major Initiatives

Budgetary pressures have continued to be placed on the County. Long-term pressures resulted from revenue streams which do not grow at the pace of expenditure needs and long-term facility needs. To remain committed to providing essential services, a strategic initiative has been outlined and utilized. The County has created a strategic plan that is reviewed to emphasize framework in the following areas: deliver consistent high-quality programs and services, strengthen engagement in our community and build a relationship-focused culture. In 2024, the following strategic initiatives were prioritized.

- **Employee Benefit Enhancements**

In alignment with Kalamazoo County’s commitment to being an employer of choice, the Board of Commissioners approved several employee benefit enhancements in 2024 to support workforce wellbeing, retention, and recruitment. These enhancements included:

- Twelve weeks of fully paid parental leave for eligible employees to support growing families.
- Increased orthodontia and vision coverage, improving access to preventative and corrective care.
- Expanded tuition assistance, increasing the annual maximum benefit from \$2,000 to \$5,000, inclusive of tuition and related fees, to encourage ongoing professional development.
- Additional bereavement leave and the introduction of annual leave cash-out options, offering greater flexibility in time-off management.
- Implementation of the Rule of 80 retirement benefit provision, allowing eligible employees whose age and years of service total 80 to retire with full benefits, providing an equitable path to retirement security.

These initiatives reflect the Board’s strategic priority to foster an engaged, healthy, and future-ready workforce.

- **New Strategic Plan and DEI**

Diversity, Equity, and Inclusion (DEI) is not only a key initiative in Kalamazoo County Government—it is the **first and foundational pillar** of the County’s 2025–2029 Strategic Plan. The Board of Commissioners recognizes that advancing equity is essential to delivering consistent, high-quality public service, strengthening community engagement, and fostering a thriving, people-centered organization.

To institutionalize this commitment, the Board appointed the County’s inaugural **DEI Director** in 2022 and established the **DEI Community Advisory Committee**, which provides critical guidance on ensuring County policies, systems, and services are equitable, inclusive, and culturally responsive. Together, these entities review internal practices, identify potential barriers to access, and recommend corrective strategies that ensure fairness in both service delivery and workplace culture.

In 2023, the DEI Office further expanded its efforts by facilitating equity-focused training programs, promoting inclusive leadership practices, and supporting departments in embedding equity into operational decision-making. These initiatives reflect the County’s belief that a more

inclusive organization fosters greater collaboration, innovation, and trust among staff and with the communities we serve.

This work aligns with and reinforces the County’s three additional strategic pillars:

- Deliver consistent, high-quality programs and services
- Strengthen engagement in our community
- Foster a thriving, collaborative, people-centered culture

By elevating DEI as the lens through which all other goals are pursued, Kalamazoo County Government is not only building a more inclusive institution—it is also creating the foundation for more responsive, accountable, and effective governance.

- **New Veterans Millage and Program Expansion**

In 2023, Kalamazoo County voters approved a new Veterans Millage to support and expand services for local veterans. Administered through the Department of Health and Community Services—Veterans Service Office, this dedicated funding stream has allowed the County to broaden outreach, improve access to benefits, and enhance assistance for veterans and their families. These services include housing support, emergency financial aid, and case management, underscoring the County’s unwavering commitment to honoring those who have served.

- **Justice Center**

In April of 2017, Kalamazoo County Government entered into an agreement for a real estate transfer, initiating the development of a future downtown County facility. A project Owner’s Representative and Architect were selected during 2017, and programming to assess the space needs of staff located within the Michigan Avenue Courthouse, Crosstown Complex, and Administration Building commenced. Due to cost constraints, it was determined that the new facility would consolidate the staff from the Michigan Avenue Courthouse and Crosstown Complex.

Design work began in 2019 and continued into the spring of 2020, with construction documents finalized in the fall of 2020. The project was bid out in December 2020, and construction officially began in the spring of 2021. Construction advanced through 2022 and 2023, culminating in the official opening of the Justice Center in December 2024. This milestone represents the largest capital investment in the County’s history and serves as a cornerstone for improving access to justice and public service delivery.



Transitional Housing Facility Acquisition

As part of its broader affordable housing strategy, Kalamazoo County acquired a former hotel in 2023 to be repurposed as a transitional family housing shelter. This facility will provide temporary housing and supportive services to families experiencing homelessness or housing insecurity. The acquisition aligns with the goals of the County's housing millage and represents a meaningful step toward reducing homelessness, improving housing stability, and supporting children and families in crisis.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Kalamazoo, Michigan, for its annual comprehensive financial report for the fiscal year ended December 31, 2023. This was the twenty sixth consecutive year that the government has achieved this prestigious award. To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

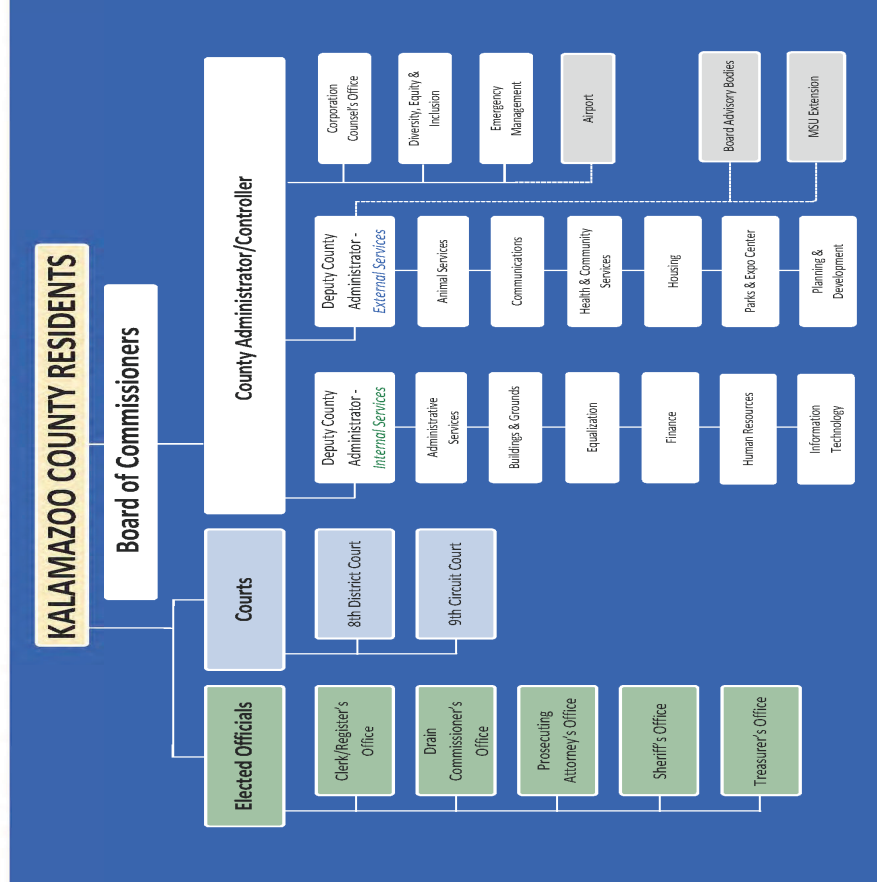
A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

The preparation of this report on a timely basis would not have been accomplished without the cooperation of all involved in the financial accounting process. We want to thank members of the Kalamazoo County Board of Commissioners for your interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,


Dr. Kevin A. Catlin
County Administrator/Controller


Ryan J. Post
Finance Director





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

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C-11

Presented to

**County of Kalamazoo
Michigan**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill
Executive Director/CEO

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

June 24, 2025

Honorable Members of the
Board of Commissioners
of the County of Kalamazoo, Michigan
Kalamazoo, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kalamazoo, Michigan** (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund and each major special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the following entities, which represent the indicated percentages of total aggregate discretely presented component units:

	Percent of Assets and Deferred Outflows	Percent of Revenues	Percent of Net Position
Kalamazoo County Transportation Authority	0.2%	4.2%	0.0%
Central County Transportation Authority	16.2%	37.7%	17.4%
Kalamazoo County Road Commission	74.0%	51.8%	73.0%
Kalamazoo County Public Housing Commission	0.6%	0.5%	0.6%



2330 E. Paris Ave SE, Grand Rapids, MI 49546 616.975.4100

Those statements were audited by other auditors whose reports thereon were furnished to us, and our opinions, insofar as they relate to the amounts included for the above entities, are based solely on the reports of the other auditors.

Implementation of GASB Statement No. 101

As described in Note 20, the County implemented the provisions of GASB Statement No. 101, *Compensated Absences*, in the current year. Accordingly, beginning net position of the governmental activities was restated. Our opinion is not modified with respect to this matter.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Independent Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet 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. The financial statements of the Kalamazoo County Transportation Authority were not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

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

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 County'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.

Independent Auditors' 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 auditors' 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 GAAS and *Government 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 GAAS and *Government 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 County'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 County'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 the schedules for the pension and other postemployment benefit plans, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 County's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



MANAGEMENT'S DISCUSSION AND ANALYSIS

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As management of the County of Kalamazoo, Michigan (the "County" or the "government"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

• Total net position	\$ 342,444,313
• Change in total net position	21,611,077
• Fund balances, governmental funds	118,038,108
• Change in fund balances, governmental funds	5,467,054
• Unassigned fund balance, general fund	30,128,682
• Change in fund balance, general fund	(20,186,542)
• General obligation bonds	135,425,000
• Change in general obligation bonds	(4,080,000)

Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, public works, health and welfare, cultural and recreation, judicial and community and economic development. The business-type activities of the County include the operations of the Kalamazoo/Battle Creek International Airport, Delinquent Tax Revolving Funds, the Local Government Public Works Financing Fund and the Tax Reversion Fund.

The government-wide financial statements include not only the County itself (known as the primary government), but also the following legally separate entities: Transportation Authority, Central County Transportation Authority, Road Commission, Drainage Districts, Land Bank Authority, Lake Level Districts, Public Housing Commission, and Brownfield Redevelopment Authority. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and change in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains various individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and change in fund balances for the General Fund, Law Enforcement Fund, General Grants Fund, Opoid Settlement Fund, Community Economic Development Special Grants Fund, and the Capital Projects Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General Fund and special revenue funds. Budgetary comparison statements or schedules have been provided for the General and special revenue funds to demonstrate compliance with this budget.

Proprietary Funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the Airport Fund, the Delinquent Tax Revolving Fund, the Local Government Public Works Financing Fund and the Tax Reversion Fund. Internal service funds are used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its employee benefits program, technology systems, central stores activity, local site remediation and insurance. Because these services predominately benefit governmental rather than business-type activities, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Airport Fund, the Delinquent Tax Revolving Fund, and the Local Government Public Works Financing Fund, each considered to be a major fund of the County, as well as the Tax Reversion Fund, the only nonmajor enterprise fund. The County's internal service funds are presented in the proprietary fund financial statements in the Governmental Activities - Internal Service Funds column. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

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

COUNTY OF KALAMAZOO, MICHIGAN

Management's Discussion and Analysis

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its obligation to provide pension and other postemployment benefits to its employees.

The combining and individual fund financial statements and schedules referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As previously stated, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$342,444,313 at the close of the most recent fiscal year.

	Governmental Activities		Net Position		
	2024	2023	Business-type Activities		Total
Current and other assets	\$ 237,497,840	\$ 242,741,439	\$ 85,778,529	\$ 87,622,888	\$ 323,276,369
Capital assets, net	192,400,580	187,422,318	60,243,674	57,011,518	252,644,254
Total assets	429,898,420	430,163,757	146,022,203	144,634,406	574,798,163
Total deferred outflows of resources	9,363,734	10,967,241	175,129	192,620	11,159,861
Long-term liabilities	98,126,281	102,123,087	56,213,789	57,165,668	154,340,070
Other liabilities	35,642,590	51,091,881	2,946,729	4,037,889	38,589,319
Total liabilities	133,768,871	153,214,968	59,160,518	61,203,557	192,929,389
Total deferred inflows of resources	47,300,367	45,680,982	2,785,417	3,064,681	48,745,663
Net position					
Net investment in capital assets	104,812,009	89,460,548	60,210,769	55,564,216	165,022,778
Restricted	54,825,084	52,561,272	465,167	715,886	55,290,251
Unrestricted	98,555,823	100,213,228	23,575,461	24,278,686	122,131,284
Total net position	\$ 258,192,916	\$ 242,235,048	\$ 84,251,397	\$ 80,558,788	\$ 342,444,313
					\$ 322,793,836

COUNTY OF KALAMAZOO, MICHIGAN

Management's Discussion and Analysis

A substantial portion of the County's net position, \$165,022,778 (48.2%), reflects its investment in capital assets (e.g., land, in progress assets, intangible easements, land improvements, buildings and improvements, furniture, machinery and equipment, vehicles and books), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position of \$55,290,251 (16.1%) represents resources that are subject to external restrictions on how they may be used. The County may use the remaining balance of unrestricted net position of \$122,131,284 (35.7%) to meet its ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net position, both for the government as a whole, and for its separate governmental and business-type activities.

COUNTY OF KALAMAZOO, MICHIGAN

Management's Discussion and Analysis

	Governmental Activities		Change in Net Position			Total
	2024	2023	2024	2023	2023	
Program revenues:						
Charges for services	\$ 14,635,093	\$ 21,352,218	\$ 6,669,791	\$ 6,453,926	\$ 21,304,884	\$ 27,806,144
Operating grants and contributions	48,686,247	41,134,260	6,756,981	6,844,402	55,443,228	47,978,662
Capital grants and contributions	-	-	317,407	667,033	317,407	667,033
General revenues:						
Property taxes	88,544,462	82,968,645	-	-	88,544,462	82,968,645
SLFRF	10,283,658	15,687,219	-	-	10,283,658	15,687,219
State revenue sharing	6,345,224	5,918,335	-	-	6,345,224	5,918,335
Other taxes	3,541,750	3,503,962	-	-	3,541,750	3,503,962
Other	10,135,805	10,585,385	27	1,383	10,135,832	10,586,768
Total revenues	182,172,239	181,150,024	13,744,206	13,966,744	195,916,445	195,116,768
Expenses:						
General government	25,596,365	29,738,776	-	-	25,596,365	29,738,776
Public safety	43,895,620	35,279,740	-	-	43,895,620	35,279,740
Public works	788,209	410,873	-	-	788,209	410,873
Health and welfare	38,441,739	33,934,701	-	-	38,441,739	33,934,701
Cultural and recreation	5,643,040	4,668,414	-	-	5,643,040	4,668,414
Judicial	41,739,618	30,125,068	-	-	41,739,618	30,125,068
Community and economic development	7,920,364	2,779,030	-	-	7,920,364	2,779,030
Interest and fiscal charges	2,149,816	2,192,528	-	-	2,149,816	2,192,528
Airport operations	-	-	7,669,302	7,294,587	7,669,302	7,294,587
Local government public works financing	-	-	1,414	2,370	1,414	2,370
Tax reversion	-	-	459,881	280,279	459,881	280,279
Total expenses	166,174,771	139,129,130	8,130,597	7,577,236	174,305,368	146,706,366
Change in net position, before transfers	15,997,468	42,020,894	5,613,609	6,389,508	21,611,077	48,410,402
Transfers	1,921,000	1,500,000	(1,921,000)	(1,500,000)	-	-
Change in net position	17,918,468	43,520,894	3,692,609	4,889,508	21,611,077	48,410,402
Net position:						
Beginning of year	242,235,048	198,714,154	80,558,788	75,669,280	322,793,836	274,383,434
Restatement	(1,960,600)	-	-	-	(1,960,600)	-
End of year	\$ 258,192,916	\$ 242,235,048	\$ 84,251,397	\$ 80,558,788	\$ 342,444,313	\$ 322,793,836

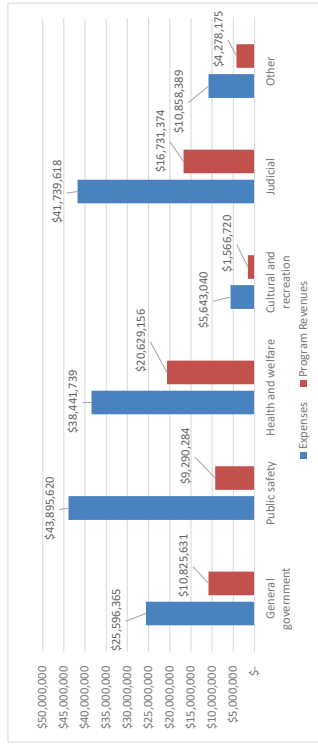
COUNTY OF KALAMAZOO, MICHIGAN

Management's Discussion and Analysis

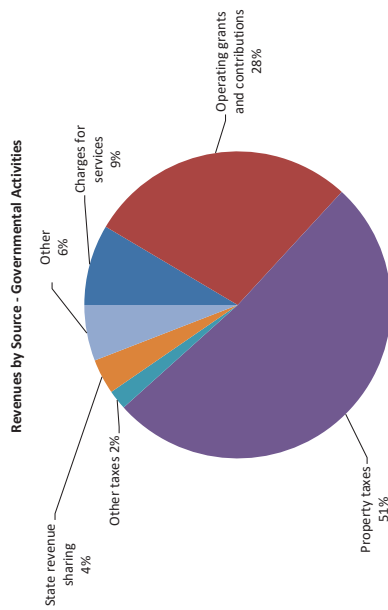
Governmental Activities. Governmental activities increased the County's net position by \$17,918,468, as compared to a prior year increase of \$43,520,894. Key elements of this increase consisted of the following:

- Charges for services decreased by \$6,717,125, primarily as a result of the decrease in Opioid Settlement Revenue dollars.
- Operating grants increased by \$7,551,987, which is largely due to increase in federal and state grant funding related to health, child care and community corrections.
- Property taxes increased by \$5,575,817, which is largely due to an overall increase of 8.17% to the taxable value in Kalamazoo County.
- The County continued to spend the Coronavirus State and Local Fiscal Recovery Funds during the year and as such as recognized revenue of \$10,283,658.
- Overall expenses increased by \$27,045,641, mainly due to expenses for 2024 included \$10,283,658 that was expended under the American Rescue Plan spending ("SLFRF").

Expenses and Program Revenues - Governmental Activities



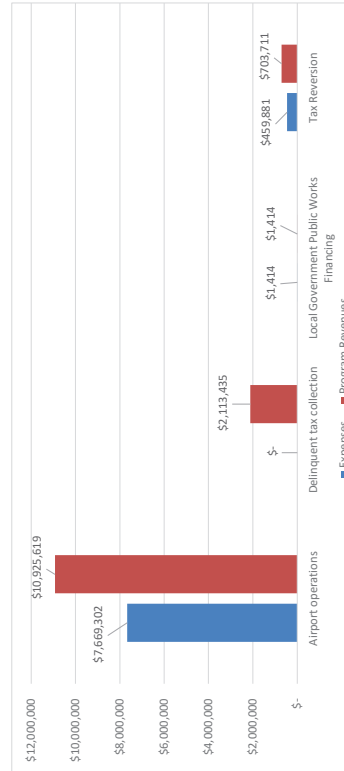
Management's Discussion and Analysis



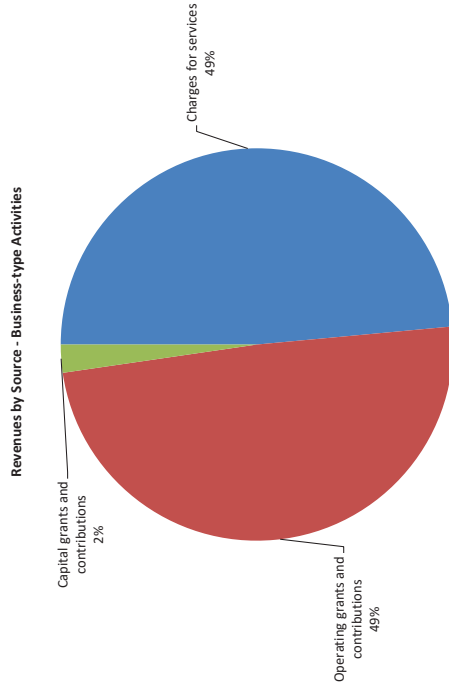
Business-type Activities. Business-type activities increased the County's net position by \$3,692,609, as compared to a prior year increase of \$4,889,508. Key elements of this increase consisted of the following:

- Charges for services increased by \$215,865, primarily as a result of interest income in the Delinquent Tax Revolving Fund.
- Capital grants and contributions decreased by \$349,626, primarily a reduction in ongoing projects with the State of Michigan at the Airport.
- Overall expenses increased by \$553,361, mainly due to expenses for 2024 included \$10,283,658 that was expended under the American Rescue Plan spending ("SLFRP").

Expenses and Program Revenues - Business-type Activities



Management's Discussion and Analysis



Financial Analysis of the County's Funds

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

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

Fund balance components have been classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed on the use of the resources of the fund.

Nonspendable fund balances make up \$463,820 (0.4%) of the fund balance. Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The County's inventories, prepaids and advances to component units are nonspendable.

Restricted fund balances make up \$32,344,090 (27.4%) of the fund balance. Spending of these resources is constrained by externally imposed (statutory, bond covenant, contracts, or grantors) limitations on their use. The amounts are for budget stabilization, debt service, capital, and special revenue funds.

Committed fund balances make up \$2,470,763 (2.1%) of the fund balance. Spending of these resources is for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners (the government's highest level of decision-making authority). A formal resolution of the Board of Commissioners is required to establish, modify, or rescind a fund balance commitment.

Management's Discussion and Analysis

Assigned fund balance makes up \$52,630,753 (44.6%) of the fund balance. These funds are primarily assigned for Capital Projects Fund capital expenditures.

Unassigned fund balance represents the General Fund remaining fund balance. The General Fund unassigned fund balance is available to support general operations of the County. The unassigned amount of \$30,128,682 represents 25.5% of the total governmental fund balances.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$30,128,682, while total fund balance amounted to \$35,923,097. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and transfers out. Unassigned fund balance represents 27.2% of total General Fund expenditures and transfers out, while total fund balance represents 32.4% of that same amount.

The fund balance of the County's General Fund decreased by \$20,186,542 during the current fiscal year. The following are the reasons for change: Kalamazoo County's amended Fund Balance Policy included the Golden Ratio Policy where transfers from the General Fund were sent to select Funds (such as Capital Projects, Building Municipal and Employee Benefits) as approved by the County Board of Commissioners.

The Law Enforcement Fund accounts for specific revenue derived from a special voter-approved millage, state and federal grants, and charges for services, and are to be expended as dictated by legal, regulatory, or administrative requirements. At the end of the current fiscal year, total fund balance of the Law Enforcement Fund was \$718,832. The fund balance of the County's Law Enforcement Fund increased by \$80,977 during the current fiscal year. The key contributor to the increase was not using the nearly \$900,000 relating to approved capital spending from the year before.

The General Grants Fund accounts for American Rescue Plan Act and other grant programs. At the end of the current fiscal year, total fund balance of the General Grants Fund was \$3,465,847, an increase of \$1,073,733. The key factor in this change is related to investment earnings due to improved market conditions.

The Opioid Settlement Fund accounts the revenue received from opioid settlement. At the end of the current fiscal year, total fund balance of this fund was \$4,786,450, an increase in the current year of \$1,793,194. The key factor in this change is the start of collecting and recognizing revenue related to these settlements.

The Community Economic Development Special Grant Funds was established to account for the tax collections received and distributed to the Public Housing Commission. At the end of the current fiscal year, total fund balance of the Community Economic Development Special Grant Fund was \$12,957,298, an increase of \$2,872,909. The key factor in this change is related to the Housing Millage Fund.

The Capital Projects Fund was established to account for renovation/construction projects performed on the County facilities and for the purchase of capital improvement equipment. These projects are funded primarily by the General Fund. The County continues to transfer a portion of the State Shared Revenue payments into the Capital Projects Fund to pay for capital facility needs. The fund balance increased by \$20,397,029, bringing the total fund balance to \$40,438,551. The key factor in the increase was \$22.7 million transfer in to the fund.

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

Management's Discussion and Analysis

Unrestricted net position of the Airport Fund at the end of the year amounted to \$3,229,977. The net position for the Delinquent Tax Revolving Fund amounted to \$18,021,425 and the net position for the Local Government Public Works Financing Fund totaled \$0. The Airport Fund had a total increase in net position of \$3,216,135 (primarily as a result of state and local fiscal recovery funding), the Delinquent Tax Revolving Fund experienced an increase in net position of \$192,462 (primarily as a result of tax collections in excess of transfers out to other funds), and the Local Government Public Works Financing Fund saw no change in net position from prior year. Other factors concerning the finances of these three funds have already been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

The original General Fund budget projected a use of \$3,696,000 of fund balance. The final amended budget planned for a \$31,121,600 decrease in fund balance. The actual decrease in fund balance was \$20,186,542. Significant changes between original and final amended budget are as follows:

- The budget for public safety expenditures was increased by \$2,279,100. The increase is related to public safety wages.
- The budget for transfers out was increased by \$24,659,400, primarily related to adjusting salary and fringe budgets based on projected actuals. The following are the reasons for change: Kalamazoo County's amended Fund Balance Policy included the Golden Ratio Policy where transfers from the General Fund were sent to select Funds (such as Capital Projects, Building Municipal and Employee Benefits) as approved by the County Board of Commissioners.

Significant differences between actual and final amended budget amounts are as follows:

Revenues

Taxes - \$1,167,156 over budget. This revenue overage is due to a 8.17% actual growth rate in taxable value. A 4.0% rate was used for budgeting purposes.

Investment earnings - \$3,053,402 over budget. This revenue overage is due to investment selections and market conditions that provided earnings higher than projected.

Expenditures and Other Financing Sources (Uses)

General government - \$1,252,708 under budget. This activity was under budget primarily due to not using \$995,800 relating to the projected salary pool shortfall as a result of the SEGAL study implementation.

Public safety - \$1,472,552 under budget. This activity was under budget primarily due to overall cautious spending by the Sheriff's Department

Other - \$979,030 under budget. This activity was under budget primarily due to unused restricted reserve.

Transfers out - \$2,508,128 under budget. This is primarily due to a lower need for General Fund support by various funds including the Child Care Fund in the amount of \$451,341, the Health Fund in the amount of \$736,567 and the Friend of the Court Fund in the amount of \$291,038, Grants Fund of \$174,339 and the OCC Fund of \$190,000.

COUNTY OF KALAMAZOO, MICHIGAN

Management's Discussion and Analysis

Capital Assets and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of December 31, 2024, amounts to \$252,644,254 (net of accumulated depreciation/amortization). This investment in capital assets includes land, in process assets, intangible easements, land improvements, building and improvements, furniture, machinery and equipment, vehicles, books and subscription assets. The total increase in the County's investment in capital assets for the current fiscal year was \$8,210,418 (an increase of 2.7% for governmental activities and an increase of 5.7% for business-type activities).

Significant additions to capital assets are as follows:

- Downtown Justice Facility moved from construction in progress to buildings and improvements and furniture, machinery and equipment.
- New phone system for the entire County and Imagesoft for District Court.
- Airport improvements moved from construction in progress to building and improvements and furniture, machinery and equipment

	Capital Assets (Net of Depreciation/Amortization)					
	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 8,589,789	\$ 5,070,717	\$ 5,323,562	\$ 5,323,562	\$ 13,913,351	\$ 10,394,279
Construction in progress	4,477,797	93,330,097	8,899,871	16,022,663	13,377,668	109,352,760
Intangible easements	147,493	147,493	-	-	147,493	147,493
Land improvements	4,358,316	5,001,513	15,109,006	11,502,419	19,467,322	16,503,932
Buildings and improvements	162,201,181	78,134,544	29,681,858	22,942,971	191,883,039	101,077,515
Furniture, machinery and equipment	9,093,629	2,276,477	418,653	310,197	9,512,282	2,586,674
Vehicles	1,611,495	1,426,479	810,724	909,706	2,422,219	2,336,185
Subscription assets	1,920,880	2,034,998	-	-	1,920,880	2,034,998
Total	\$ 192,400,580	\$ 187,422,318	\$ 60,243,674	\$ 57,011,518	\$ 252,644,254	\$ 244,433,836

Additional information on the County's capital assets can be found in Note 7 of this report.

COUNTY OF KALAMAZOO, MICHIGAN

Management's Discussion and Analysis

Long-term Debt. At the end of the current fiscal year, the County had total long-term debt outstanding of \$151,566,881, a decrease of \$838,604 from the prior year, due to the payment of annual debt requirements.

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds	\$ 81,090,000	\$ 84,180,000	\$ 54,335,000	\$ 55,325,000	\$ 135,425,000	\$ 139,505,000
Bond premium/discount	3,982,865	4,279,891	1,619,527	1,678,778	5,602,392	5,958,669
Compensated absences	10,285,428	6,811,965	254,061	129,851	10,539,489	6,941,816
Total	\$ 95,358,293	\$ 95,271,856	\$ 56,208,588	\$ 57,133,629	\$ 151,566,881	\$ 152,405,485

The County maintains an "AA+" rating from Standard & Poor's and "Aa3" rating from Moody's for its general obligation debt. State statutes limit the amount of general obligation debt a governmental entity may issue to 10% of its total state equalized valuation.

The current debt limitation for the County is \$1,542,661,669 which is significantly higher than the County's outstanding general obligation debt. Additional information on the County's long-term obligations is found in Note 8.

Economic Factors and Next Year's Budget and Rates

- The unemployment rate for the County as of March 2025 is 4.9% which is a 1.4% increase from March 2024. This is lower than the state average of 5.4%.
- While inflationary trends in the region compare favorable to national indices, rates of inflation continue to be high and will be monitored closely.

These factors were considered in preparing and monitoring the County's budget for the 2025 fiscal year.

At calendar year end, the unassigned fund balance in the General Fund was \$30,128,682. This has allowed the County to adopt a balanced budget and eliminates the need to raise taxes or charges above the current recommended levels during the 2025 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, may be addressed to the Finance Director, Kalamazoo County Government, 201 West Kalamazoo Ave, Room 402, Kalamazoo, MI 49007.

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Net Position

December 31, 2024

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Assets				
Cash and cash equivalents	\$ 41,299,393	\$ 15,226,153	\$ 56,525,546	\$ 18,660,386
Restricted cash	-	205,416	205,416	416,853
Investments	105,929,549	550	105,930,099	3,696,259
Restricted investments	15,288,374	-	15,288,374	-
Receivables	59,366,861	69,784,785	129,151,646	26,014,439
Restricted receivables	-	23,329	23,329	-
Internal balances	(203,102)	203,102	-	-
Advances to component unit	202,798	-	202,798	-
Other assets	1,175,181	98,772	1,273,953	3,995,698
Net pension asset	14,438,786	236,422	14,675,208	4,433,289
Net other postemployment benefit asset	-	-	-	1,048,706
Capital assets not being depreciated/amortized	13,215,079	14,223,433	27,438,512	35,893,851
Capital assets being depreciated/amortized, net	179,185,501	46,020,241	225,205,742	247,796,283
Total assets	429,898,420	146,022,203	575,920,623	341,955,764
Deferred outflows of resources				
Deferred charge on refunding	102,037	-	102,037	-
Deferred pension amounts	7,571,203	146,756	7,717,959	3,325,027
Deferred other postemployment benefit amounts	1,690,494	28,173	1,718,667	450,336
Total deferred outflows of resources	9,363,734	175,129	9,538,863	3,775,363
Liabilities				
Accounts payable and accrued liabilities	16,926,784	2,945,350	19,872,034	5,265,962
Accrued interest on primary government	-	-	-	202,798
Unearned revenue	18,715,806	1,479	18,717,285	2,432,950
Bonds, notes and other long-term liabilities:				
Due within one year	10,692,580	1,259,812	11,952,392	3,135,918
Due in more than one year	86,264,807	54,948,716	141,213,583	61,800,249
Net other postemployment benefit liability (due in more than one year)	1,168,894	5,201	1,174,095	-
Total liabilities	133,768,871	59,160,518	192,929,389	72,837,877
Deferred inflows of resources				
Deferred lease amounts	126,034	2,673,781	2,799,815	82,531
Property taxes levied for subsequent period	38,265,036	-	38,265,036	1,074,478
Deferred pension amounts	2,834,483	80,265	2,914,748	630,490
Deferred other postemployment benefit amounts	6,074,814	31,371	6,106,185	622,584
Total deferred inflows of resources	47,300,367	2,785,417	50,085,784	2,410,083
Net position				
Net investment in capital assets	104,812,009	60,210,769	165,022,778	225,163,791
Restricted for:				
Public safety	1,991,824	-	1,991,824	-
Health and welfare	17,098,479	-	17,098,479	-
Cultural and recreation	7,309	-	7,309	-
Judicial	800	-	800	-
Community and economic development	12,963,273	-	12,963,273	-
Debt service	91,717	-	91,717	-
Capital projects	-	228,745	228,745	-
Pension	14,438,786	236,422	14,675,208	4,433,289
Other postemployment benefit	-	-	-	1,048,706
Budget stabilization	3,004,073	-	3,004,073	-
Other state mandated programs	5,228,823	-	5,228,823	-
Debt or specified purposes	-	-	-	68,112
Investment and insurance escrow reserves	-	-	-	36,744
Public safety	-	-	-	469,266
Unrestricted	98,555,823	23,575,461	122,131,284	38,934,209
Total net position	\$ 258,192,916	\$ 84,251,397	\$ 342,444,313	\$ 270,483,167

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

BASIC FINANCIAL STATEMENTS

Statement of Activities
For the Year Ended December 31, 2024

continued...

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Statement of Activities
For the Year Ended December 31, 2024

concluded

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

COUNTY OF KALAMAZOO, MICHIGAN

Balance Sheet
Governmental Funds
December 31, 2024

	General Fund	Law Enforcement	General Grants
Assets			
Cash and cash equivalents	\$ -	\$ 46,606	\$ 4,081,459
Investments	87,234,818	2,223,699	-
Restricted investments	-	-	15,288,374
Receivables:			
Accounts	777,919	17,500	-
Taxes	2,180,655	15,400,363	-
Due from other governments	2,803,770	29,567	-
Leases	131,618	-	-
Accrued interest	1,358,922	18,366	-
Advances to component units	202,798	-	-
Inventories	40,020	-	-
Prepays and other assets	76,761	-	-
Total assets	\$ 94,805,281	\$ 17,736,101	\$ 19,369,833
Liabilities			
Negative equity in pooled cash and cash equivalents	\$ 52,737,334	\$ -	\$ -
Accounts payable	2,171,420	67,845	611,332
Accrued liabilities	2,169,596	689,127	4,280
Due to other governments	-	-	-
Deposits payable	230,844	-	-
Unearned revenue	100	27,248	15,288,374
Total liabilities	57,309,294	784,220	15,903,986
Deferred inflows of resources			
Deferred lease amounts	126,034	-	-
Property taxes levied for subsequent period	-	16,212,484	-
Unavailable revenue - opioid settlement	-	-	-
Unavailable revenue - property taxes	1,446,856	20,565	-
Total deferred inflows of resources	1,572,890	16,233,049	-
Fund balances			
Nonspendable	319,579	-	-
Restricted	3,004,073	718,832	3,465,847
Committed	2,470,763	-	-
Assigned	-	-	-
Unassigned	30,128,682	-	-
Total fund balances	35,923,097	718,832	3,465,847
Total liabilities, deferred inflows of resources and fund balances	\$ 94,805,281	\$ 17,736,101	\$ 19,369,833

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

	Opioid Settlement	Community Economic Development Special Grants	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
	\$ 4,799,258	\$ 13,421,666	\$ 29,227,947	\$ 24,635,723	\$ 76,212,659
	-	-	11,686,162	14,080	101,156,759
	-	-	-	-	15,288,374
	8,292,080	-	11,900	1,713,543	10,812,942
	-	7,977,466	-	12,966,938	38,525,422
	-	-	-	4,333,072	7,166,409
	-	-	-	-	131,618
	-	-	342,778	-	1,720,066
	-	-	-	-	202,798
	-	-	-	936	40,956
	-	136,632	-	6,673	220,066
	\$ 13,091,338	\$ 21,535,764	\$ 41,268,787	\$ 43,670,965	\$ 251,478,069
	\$ -	\$ -	\$ -	\$ 759,159	\$ 53,496,493
	785	157,011	830,236	4,411,397	8,250,026
	12,023	13,109	-	1,345,937	4,234,072
	-	-	-	331,734	331,734
	-	-	-	7,491	238,335
	-	-	-	3,400,084	18,715,806
	12,808	170,120	830,236	10,255,802	85,266,466
	-	-	-	-	126,034
	-	8,402,371	-	13,650,181	38,265,036
	8,292,080	-	-	-	8,292,080
	-	5,975	-	16,949	1,490,345
	8,292,080	8,408,346	-	13,667,130	48,173,495
	-	136,632	-	7,609	463,820
	4,786,450	12,820,666	-	7,548,222	32,344,090
	-	-	-	-	2,470,763
	-	-	40,438,551	12,192,202	52,630,753
	-	-	-	-	30,128,682
	4,786,450	12,957,298	40,438,551	19,748,033	118,038,108
	\$ 13,091,338	\$ 21,535,764	\$ 41,268,787	\$ 43,670,965	\$ 251,478,069

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation

Fund Balances of Governmental Funds
to Net Position of Governmental Activities
December 31, 2024

Fund balances - total governmental funds

\$ 118,038,108

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources, and therefore are not reported in the fund statements.

Capital assets not being depreciated/amortized 13,215,079
Capital assets being depreciated/amortized, net 179,185,501
Less: amounts accounted for in internal service funds (553,804)

The focus of governmental funds is on short-term financing. Accordingly, some assets will not be available to pay for current-period expenditures. Those assets (such as certain receivables) are offset by deferred inflows of resources in the governmental funds, and thus are not included in fund balance.

Deferred inflows of resources for opioid settlement 8,292,080
Deferred inflows of resources for property taxes receivable 1,490,345

Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. The assets and liabilities of certain internal service funds are included in governmental activities.

Net position of governmental activities accounted for in internal service funds:

Total internal service fund net position 22,333,587
Internal service fund net position accounted for in business-type activities (203,102)

Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.

Bonds payable (81,090,000)
Subscription liability (1,599,094)
Bond premiums/discounts, net (3,982,865)
Deferred charge on bond refunding 102,037
Compensated absences (10,285,428)
Less: amounts accounted for in internal service funds 65,482
Accrued interest on long-term debt (437,302)

Certain pension and other postemployment benefit-related amounts, such as the net pension asset, net other postemployment benefit liability and deferred amounts are not due and payable in the current period or do not represent current financial resources and therefore are not reported in the funds.

Net pension asset 14,438,786
Net other postemployment benefit liability (1,168,894)
Deferred outflows of resources related to the net pension asset 7,571,203
Deferred outflows of resources related to the net other postemployment benefit liability 1,690,494
Deferred inflows of resources related to the net pension asset (2,834,483)
Deferred inflows of resources related to the net other postemployment benefit liability (6,074,814)

Net position of governmental activities

\$ 258,192,916

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balances
Governmental Funds
For the Year Ended December 31, 2024

	General Fund	Law Enforcement	General Grants
Revenues			
Taxes	\$ 51,984,356	\$ 15,181,763	\$ -
Licenses and permits	659,131	-	-
Intergovernmental	19,043,026	625,987	10,283,658
Charges for services	6,625,961	-	-
Fines and forfeitures	1,017,508	-	-
Investment earnings	5,253,402	68,380	1,073,732
Contributions, grants and reimbursements	1,222	-	-
Other	3,767,640	-	-
Total revenues	88,352,246	15,876,130	11,357,390
Expenditures			
Current:			
General government	18,806,692	-	8,153,787
Public safety	21,636,648	9,171,214	-
Public works	703,384	-	-
Health and welfare	5,587,491	639,345	-
Cultural and recreation	-	-	-
Judicial	16,792,158	5,092,608	-
Community and economic development	1,563,516	-	-
Other	147,170	-	-
Debt service:			
Principal	398,132	68,337	20,040
Interest and fiscal charges	45,714	11,608	543
Capital outlay	-	-	2,147,932
Total expenditures	65,682,905	14,983,112	10,322,302
Revenues over (under) expenditures	22,669,341	893,018	1,035,088
Other financing sources (uses)			
Transfers in	2,023,500	7,959	-
Transfers out	(45,266,072)	(220,000)	-
Issuance of long-term liabilities	229,593	-	38,645
Proceeds from sale of capital assets	157,096	-	-
Total other financing sources (uses)	(42,855,883)	(212,041)	38,645
Net change in fund balances	(20,186,542)	680,977	1,073,733
Fund balances, beginning of year, as previously reported	56,109,639	37,855	2,392,114
Change in financial reporting entity	-	-	-
Fund balances, beginning of year, as adjusted	56,109,639	37,855	2,392,114
Fund balances, end of year	\$ 35,923,097	\$ 718,832	\$ 3,465,847

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

	Opioid Settlement	Community Economic Development Special Grants	Capital Projects	(Formerly Major Fund) Justice Facility Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$	-	\$ 7,864,513	\$ -	-	\$ 16,928,600	\$ 91,959,232
-	-	-	-	-	918,447	1,577,578
-	-	722,700	-	-	32,227,739	62,903,110
2,185,363	-	-	-	-	4,448,819	13,260,143
-	-	-	-	-	-	1,017,508
-	-	-	2,937,537	-	5,498	9,338,549
-	-	-	1,200,000	-	1,210,797	2,412,019
1,000	-	-	-	-	50,291	3,818,931
Total revenues	2,186,363	8,587,213	4,137,537	-	55,790,191	186,287,070
-	-	-	-	-	23,998	26,984,477
-	-	-	-	-	12,972,169	43,782,031
-	-	-	-	-	-	703,384
393,169	-	-	-	-	31,491,252	38,111,257
-	-	-	-	-	4,890,897	4,890,897
-	-	-	-	-	14,384,416	36,269,182
-	5,700,764	-	-	-	1,035,834	8,300,114
-	-	-	-	-	-	147,170
-	-	-	-	-	3,152,065	3,760,448
-	13,390	-	108,484	-	2,388,975	2,457,809
-	-	-	10,969	-	4,469,847	13,019,320
-	38,795	-	6,362,746	-	-	-
Total expenditures	393,169	5,752,549	6,482,199	-	74,809,453	178,426,089
1,793,194	2,834,264	(2,344,662)	-	-	(19,019,262)	7,860,981
-	-	-	22,749,650	-	25,276,328	50,057,437
-	-	-	(7,959)	-	(7,459,956)	(52,953,987)
-	38,645	-	-	-	38,644	345,527
-	-	-	-	-	-	157,096
-	-	-	-	-	17,855,016	(2,393,927)
-	38,645	22,741,691	-	-	(1,164,246)	5,467,054
1,793,194	2,872,909	20,397,029	-	-	19,996,813	112,571,054
2,993,256	-	20,041,522	\$ 11,599,855	-	1,515,466	-
-	10,084,389	-	(11,599,855)	-	-	-
2,993,256	10,084,389	20,041,522	-	-	20,912,279	112,571,054
\$ 4,786,450	\$ 12,957,298	\$ 40,438,551	\$ -	\$ -	\$ 19,748,033	\$ 118,038,108

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation

Net Change in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
For the Year Ended December 31, 2024

Net change in fund balances - total governmental funds \$ 5,467,054

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense.

Capital assets purchased/constructed	11,797,541
Depreciation/amortization expense	(6,418,514)
Proceeds from sale of capital assets	(157,096)
Loss on sale of capital assets	(197,671)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, but rather are deferred to the following fiscal year.

Change in deferred inflows of resources for opioid settlement	(1,227,196)
Change in deferred inflows of resources for property taxes receivable	126,980

Bond proceeds provide current financial resources to governmental funds in the period issued, but issuing bonds increases long-term debt in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position.

Principal payments on bonds and other long-term liabilities	3,760,448
Issuance of bonds and other long-term liabilities	(345,527)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Change in accrued interest payable on long-term debt	24,881
Amortization of bond premiums/discounts	297,026
Amortization of deferred charge on refunding	(13,914)
Change in the accrual for compensated absences	(3,456,422)
Change in the net pension asset and related deferred amounts	(5,709,662)
Change in the net other postemployment benefit liability and related deferred amounts	7,691,264

Internal service funds are used by management to charge the costs of certain services to individual governmental funds. The net revenue (expense) attributable to those funds is reported with governmental activities.

Net operating income of the internal service funds	1,209,699
Operating income of the internal service funds allocated to business-type activities	(40,182)
Investment earnings accounted for in the internal service funds	292,209
Operating transfers accounted for in the internal service funds	4,817,550

Change in net position of governmental activities

\$ 17,918,468

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balances
Budget and Actual - General Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes	\$ 50,817,200	\$ 50,817,200	\$ 51,984,356	\$ 1,167,156
Licenses and permits	795,200	795,200	659,131	(136,069)
Intergovernmental	18,185,100	18,700,100	19,043,026	342,926
Charges for services	6,575,000	6,575,000	6,625,961	50,961
Fines and forfeitures	840,100	840,100	1,017,508	177,408
Investment earnings	2,200,000	2,200,000	5,253,402	3,053,402
Contributions, grants and reimbursements	-	-	1,222	1,222
Other	5,328,700	3,617,900	3,767,640	149,740
Total revenues	84,741,300	83,545,500	88,352,246	4,806,746
Expenditures				
Current:				
Public safety:				
Community corrections	19,872,900	20,059,400	18,806,692	(1,252,708)
Sheriff - admin/support	20,832,100	23,111,200	21,638,648	(1,472,552)
Sheriff - jail	655,700	726,500	703,384	(23,116)
Animal services & enforcement	5,900,800	5,592,400	5,587,491	(4,909)
Health and welfare	17,233,400	17,230,800	16,792,158	(438,642)
Judicial:	1,652,800	1,650,200	1,563,516	(86,684)
Community and economic development	1,345,100	1,126,200	147,170	(979,030)
Other	-	-	398,132	398,132
Debt service:	-	-	45,714	45,714
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	67,492,800	69,496,700	65,682,905	(3,813,795)
Revenues over expenditures	17,248,500	14,048,800	22,669,341	8,620,541
Other financing sources (uses)				
Transfers in	2,170,300	2,603,800	2,023,500	(580,300)
Transfers out	(23,114,800)	(47,774,200)	(45,266,072)	(2,508,128)
Issuance of long-term liabilities	-	-	229,593	229,593
Proceeds from sale of capital assets	-	-	157,096	157,096
Total other financing uses	(20,944,500)	(45,170,400)	(42,855,883)	2,314,517
Net change in fund balance	(3,696,000)	(31,121,600)	(20,186,542)	10,935,058
Fund balance, beginning of year	56,109,639	56,109,639	56,109,639	-
Fund balance, end of year	\$ 52,413,639	24,988,039	\$ 35,923,097	\$ 10,935,058

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balances
Budget and Actual - Law Enforcement Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes	\$ 15,056,300	\$ 14,920,300	\$ 15,181,763	\$ 261,463
Intergovernmental	570,800	646,700	625,987	(20,713)
Investment earnings (loss)	30,500	(93,500)	68,380	161,880
Total revenues	15,657,600	15,473,500	15,876,130	402,630
Expenditures				
Current:				
Public safety:				
Community corrections	11,000	11,000	11,000	-
Sheriff - admin/support	-	-	1,013	1,013
Sheriff - jail	8,332,600	9,222,600	8,710,282	(512,318)
Animal services & enforcement	430,000	454,000	448,919	(5,081)
Health and welfare	702,500	648,800	639,345	(9,455)
Judicial:				
Prosecuting attorney	2,562,000	2,634,000	2,648,865	14,865
Circuit court trial division	731,100	728,900	665,595	(63,305)
District court	1,724,900	1,794,900	1,778,146	(16,752)
Other	103,500	27,600	-	(27,600)
Debt service:				
Principal	-	-	68,337	68,337
Interest and fiscal charges	-	-	11,608	11,608
Total expenditures	14,597,600	15,521,800	14,983,112	(538,688)
Revenues over (under) expenditures	1,060,000	(48,300)	893,018	941,318
Other financing sources (uses)				
Transfers in	-	-	7,959	7,959
Transfers out	(1,060,000)	(479,700)	(220,000)	(259,700)
Total other financing uses	(1,060,000)	(479,700)	(212,041)	(267,659)
Net change in fund balance	-	(528,000)	680,977	1,208,977
Fund balance, beginning of year	37,855	37,855	37,855	-
Fund balance, end of year	\$ 37,855	\$ (490,145)	\$ 718,832	\$ 1,208,977

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balances
Budget and Actual - General Grants Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Intergovernmental	\$ 34,153,700	\$ 25,422,300	\$ 10,283,658	\$ (15,138,642)
Investment earnings	-	-	1,073,733	1,073,733
Total revenues	<u>34,153,700</u>	<u>25,422,300</u>	<u>11,357,390</u>	<u>(14,064,910)</u>
Expenditures				
Current:				
General government	34,153,700	21,377,800	8,153,787	(13,224,013)
Debt service:	-	-	20,040	20,040
Principal	-	-	543	543
Interest and fiscal charges	-	4,044,500	2,147,932	(1,896,568)
Capital outlay	-	-	-	-
Total expenditures	<u>34,153,700</u>	<u>25,422,300</u>	<u>10,322,302</u>	<u>(15,099,998)</u>
Revenues over expenditures	-	-	1,035,088	1,035,088
Other financing sources				
Issuance of long-term liabilities	-	-	38,645	38,645
Net change in fund balance	-	-	1,073,733	1,073,733
Fund balance, beginning of year	2,392,114	2,392,114	2,392,114	-
Fund balance, end of year	<u>\$ 2,392,114</u>	<u>\$ 2,392,114</u>	<u>\$ 3,465,847</u>	<u>\$ 1,073,733</u>

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balances
Budget and Actual - Opioid Settlement Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Charges for services	\$ 3,006,700	\$ 3,006,700	\$ 2,186,363	\$ (821,337)
Other	-	-	1,000	1,000
Total revenues	<u>3,006,700</u>	<u>3,006,700</u>	<u>2,186,363</u>	<u>(820,337)</u>
Expenditures				
Current:				
Health and welfare	3,006,700	3,006,700	393,169	(2,613,531)
Net change in fund balance	-	-	1,793,194	1,793,194
Fund balance, beginning of year	2,993,256	2,993,256	2,993,256	-
Fund balance, end of year	<u>\$ 2,993,256</u>	<u>\$ 2,993,256</u>	<u>\$ 4,786,450</u>	<u>\$ 1,793,194</u>

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balances
Budget and Actual - Community Economic Development Special Grants Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes	\$ 7,871,600	\$ 7,871,600	\$ 7,864,513	\$ (7,087)
Intergovernmental	91,100	722,700	722,700	-
Total revenues	7,962,700	8,594,300	8,587,213	(7,087)
Expenditures				
Current:				
Community and economic development	7,947,700	9,210,500	5,700,764	(3,509,736)
Debt service:				
Principal	-	-	13,390	13,390
Capital outlay	15,000	15,000	38,795	23,795
Total expenditures	7,962,700	9,225,500	5,752,949	(3,472,551)
Revenues over (under) expenditures	-	(631,200)	2,834,264	3,465,464
Other financing sources				
Issuance of long-term liabilities	-	-	38,645	38,645
Net change in fund balance	-	(631,200)	2,872,909	3,504,109
Fund balance, beginning of year	10,084,389	10,084,389	10,084,389	-
Fund balance, end of year	\$ 10,084,389	\$ 9,453,189	\$ 12,957,298	\$ 3,504,109

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

Statement of Net Position

Proprietary Funds
December 31, 2024

Assets	Business-type Activities - Enterprise Funds				Governmental Activities
	Airport	Delinquent Tax Receivable	Local Government Public Works Financing	Nonmajor Fund - Tax Reversion	Internal Service Funds
Current assets:					
Cash and cash equivalents	\$ 2,128,665	\$ 9,096,888	\$ -	\$ 3,800,600	\$ 15,226,153
Investments	-	550	-	-	550
Receivables:					
Accounts receivable	269,125	-	-	-	966,250
Due from other governments	1,470,571	8,934,821	-	1,000	370,315
Installment sales agreements, current portion	-	-	-	-	89,248,831
Leases, current portion	265,393	-	1,487,085	-	14,707,571
Accrued interest	63,290	-	-	-	265,393
Inventory	36,544	-	-	-	44,154
Prepaid expenses and other assets	-	-	-	-	15,111
Total current assets	4,432,528	18,022,259	1,487,085	3,801,600	27,743,560
Noncurrent assets:					
Restricted cash and cash equivalents	205,416	-	-	-	205,416
Restricted accounts receivable	23,329	-	-	-	23,329
Capital assets, net of current portion	-	-	54,860,276	-	54,860,276
Leases receivable, net of current portion	2,506,424	-	-	-	2,506,424
Net pension asset	2,36,422	-	-	-	2,36,422
Capital assets not being depreciated	14,223,433	-	-	-	14,223,433
Capital assets being depreciated, net	46,020,241	-	-	-	46,020,241
Total noncurrent assets	63,215,265	-	54,860,276	-	118,075,541
Total assets	67,647,793	18,022,259	56,347,361	3,801,600	145,819,101
Deferred outflows of resources					
Deferred pension amounts	146,756	-	-	-	146,756
Deferred other postemployment benefit amounts	28,379	-	-	-	28,379
Total deferred outflows of resources	175,129	-	-	-	175,129
Liabilities					
Current liabilities:					
Negative equity in cash and cash equivalents	765,580	834	-	82,075	665,974
Accounts payable	94,964	-	-	-	94,964
Accrued liabilities	9,305	-	-	-	9,305
Deposits payable	-	-	392,834	-	392,834
Accrued interest	-	-	-	1,598,658	1,598,658
Undistributed receipts	1,479	-	-	-	1,479
Unearned revenue	-	-	-	-	2,629,499
Deferred pension liabilities	165,561	-	1,094,251	-	1,259,812
Current portion of bonds and other long-term liabilities	1,037,880	834	1,487,085	1,680,733	4,206,513
Total current liabilities	1,311,590	834	56,347,361	1,680,733	59,160,518
Noncurrent liabilities, net of current portion:					
Bonds and other long-term liabilities	88,500	-	54,860,276	-	54,948,776
Deferred pension liabilities	93,201	-	54,860,276	-	54,953,977
Total noncurrent liabilities	1,131,590	834	56,347,361	1,680,733	4,169,771
Total liabilities	2,443,180	1,668	112,694,722	3,361,466	63,330,289
Deferred inflows of resources					
Deferred pension amounts	2,673,781	-	-	-	2,673,781
Deferred other postemployment benefit amounts	80,265	-	-	-	80,265
Total deferred inflows of resources	2,754,046	-	-	-	2,754,046
Net position					
Net investment in capital assets	60,210,769	-	-	-	60,210,769
Restricted for capital projects	228,745	-	-	-	228,745
Restricted for pension	236,422	-	-	-	236,422
Unrestricted	3,229,977	18,021,425	-	2,120,957	23,379,783
Total net position	63,905,913	18,021,425	-	2,120,957	84,048,295

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

Reconciliation

Net Position of Enterprise Funds
to Net Position of Business-type Activities
December 31, 2024

Net position - total enterprise funds

\$ 84,048,295

Amounts reported for *business-type activities* in the statement of net position are different because:

Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. A portion of the net position of the internal service funds is allocated to the enterprise funds and reported in the statement of net position.

Net position of business-type activities accounted for in governmental-type internal service funds

203,102

Net position of business-type activities

\$ 84,251,397

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenses and Change in Fund Net Position

Proprietary Funds
For the Year Ended December 31, 2024

	Business-type Activities - Enterprise Funds				Governmental Activities	
	Delinquent Tax Revolving	Local Government Public Works Funding	Nonmajor Fund - Tax Revenue	Total	Internal Service Funds	
Operating revenues						
Charges for services	\$ 3,851,231	\$ -	\$ -	\$ 3,851,231	\$ 34,617,717	
Collection fees	-	544,548	633,115	1,177,663	-	
Interest and penalties	-	1,568,887	70,596	1,639,483	-	
Instant loan agreements interest revenue	-	-	-	-	1,414	
Total operating revenues	3,851,231	2,113,435	703,711	6,668,391	34,617,717	
Operating expenses						
Salaries and fringes	2,121,046	-	-	2,121,046	576,715	
Supplies and other operating expenses	2,245,107	-	-	2,245,107	2,295,883	
Depreciation	3,343,131	-	-	3,343,131	65,598	
Insurance benefits and claims	-	-	-	-	30,489,412	
Total operating expenses	7,709,284	-	459,881	8,169,165	33,408,018	
Operating income (loss)	(3,858,053)	2,113,435	243,830	(1,499,574)	1,209,699	
Nonoperating revenues (expenses)						
Investment earnings	20,446	27	-	20,473	292,209	
Grants and contributions	6,736,535	-	-	6,736,535	-	
Interest expense	-	(1,414)	-	(1,414)	-	
Total nonoperating revenues (expenses)	6,756,981	27	-	6,755,994	292,209	
Income before capital contributions and transfers	2,898,728	2,113,462	243,830	5,256,020	1,501,908	
Capital contributions						
Passenger facility charges	220,507	-	-	220,507	-	
Grants and donations	96,500	-	-	96,500	-	
Total capital contributions	317,007	-	-	317,007	-	
Income before transfers	3,216,135	2,113,462	243,830	5,573,427	1,501,908	
Transfers in						
Transfers out	-	(1,921,000)	-	(1,921,000)	4,817,550	
Change in net position	3,216,135	192,462	243,830	3,652,427	6,319,458	
Net position, beginning of year	60,689,778	17,828,963	1,877,127	80,395,868	16,014,129	
Net position, end of year	\$ 63,905,913	\$ 18,021,425	\$ 2,120,957	\$ 84,048,295	\$ 22,333,587	

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

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation

Net Change in Fund Net Position of Enterprise Funds
to Change in Net Position of Business-type Activities
For the Year Ended December 31, 2024

Change in net position - total enterprise funds \$ 3,652,427

Amounts reported for business-type activities in the statement of activities are different because:

Internal service funds are used by management to charge the costs of certain activities, such as insurance and other centralized costs, to individual funds. A portion of the operating income of the internal service funds is allocated to the enterprise funds and reported in the statement of activities.

Net operating income from business-type activities accounted for in governmental-type internal service funds

40,182

\$ 3,692,609

Change in net position of business-type activities

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Cash Flows

Proprietary Funds
For the Year Ended December 31, 2024

	Business-type Activities - Enterprise Funds				Governmental Activities	
	Airport	Delinquent Tax Revolving	Local Government Public Works Financing	Normajor Fund - Tax Reversion	Total	Internal Service Funds
Cash flows from operating activities						
Receipts from customers and users	\$ 4,080,766	\$ 15,132,623	\$ 1,058,779	\$ 933,465	\$ 21,205,633	\$ 37,333,705
Payments to vendors	(540,261)	-	-	(377,806)	(918,067)	(2,610,420)
Payments for personnel services	(1,909,611)	-	-	-	(1,909,611)	(556,081)
Benefit payments	-	-	-	-	-	(90,812,645)
Delinquent taxes purchased	-	(13,963,980)	-	-	(13,963,980)	-
Net cash provided by operating activities	1,630,894	1,168,643	1,058,779	555,659	4,413,975	3,754,559
Cash flows from noncapital financing activities						
Grants and contributions	6,736,535	-	-	-	6,736,535	-
Principal paid on long-term debt	-	-	(980,000)	-	(980,000)	-
Principal received on long-term debt	-	-	(68,773)	-	(68,773)	-
Transfers from other funds	-	-	-	-	-	4,817,550
Transfers to other funds	-	(1,921,000)	-	-	(1,921,000)	-
Net cash provided by (used in) noncapital financing activities	6,736,535	(1,921,000)	(1,058,779)	-	3,756,756	4,817,550
Cash flows from capital and related financing activities						
Passenger facility charges collected	220,507	-	-	-	220,507	-
Other capital contributions received	96,900	-	-	-	96,900	-
Purchase of capital assets	(6,542,382)	-	-	-	(6,542,382)	-
Net cash used in capital and related financing activities	(6,225,175)	-	-	-	(6,225,175)	-
Cash flows from investing activities						
Purchase of investments	-	(28)	-	-	(28)	(4,772,790)
Investment earnings	20,446	27	-	-	20,473	292,209
Net cash provided by (used in) investing activities	20,446	(1)	-	-	20,445	(4,480,581)
Change in cash and cash equivalents	2,167,700	(752,358)	-	555,659	1,966,001	4,091,528
Cash and cash equivalents, beginning of year	371,383	9,849,246	-	3,244,941	13,465,568	15,160,673
Cash and cash equivalents, end of year	\$ 2,534,083	\$ 9,096,888	\$ -	\$ 3,800,600	\$ 15,431,569	\$ 19,252,201
Classification on the statement of net position						
Cash and cash equivalents	\$ 2,338,665	\$ 9,096,888	\$ -	\$ 3,800,600	\$ 15,226,153	\$ 19,252,201
Noncurrent restricted cash and cash equivalents	205,418	-	-	-	205,418	-
	\$ 2,534,081	\$ 9,096,888	\$ -	\$ 3,800,600	\$ 15,431,569	\$ 19,252,201

continued.

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Cash Flows

Proprietary Funds
For the Year Ended December 31, 2024

	Business-type Activities - Enterprise Funds				Governmental Activities	
	Airport	Delinquent Tax Revolving	Local Government Public Works Financing	Normajor Fund - Tax Reversion	Total	Internal Service Funds
cash provided by operating activities						
Operating income (loss)	\$ (3,858,253)	\$ 2,113,435	\$ 1,414	\$ 243,830	\$ (1,498,574)	\$ 1,209,699
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:						
Depreciation expense	3,343,331	-	-	-	3,343,331	45,998
Accounts receivable	332,509	(945,626)	-	2,210	334,719	2,526,208
Taxes receivable	-	-	-	-	-	(945,626)
Due from other governments	4,757,354	-	1,057,365	-	4,757,354	-
Installment sales-agreement receivable	-	-	-	-	-	1,057,365
Lease receivable	255,357	-	-	-	255,357	-
Accounts payable	(1,400,000)	-	-	-	(1,400,000)	5,140
Inventories	20,629	-	-	-	20,629	43,104
Prepays	(21,927)	-	-	-	(21,927)	151,910
Net pension asset	62,393	-	-	-	62,393	-
Deferred outflows of resources - pension amounts	(572)	-	-	-	(572)	-
Deferred outflows of resources - other postemployment benefit amounts	18,063	-	-	-	18,063	-
Negative equity in cash and cash equivalents	(1,669,694)	-	-	-	(1,669,694)	(67,308)
Accounts payable	834	834	-	82,075	1,306,633	(381,606)
Accrued liabilities	21,270	-	-	-	21,270	217,959
Undistributed receipts	-	-	-	22,7544	227,544	-
Deposits payable	8,026	-	-	-	8,026	7,703
Accounts payable due	(66,136)	-	-	-	(66,136)	-
Claims payable	-	-	-	-	-	(21,289)
Compensated absences	124,210	-	-	-	124,210	17,041
Net other postemployment benefit liability	(26,888)	-	-	-	(26,888)	-
Deferred inflows of resources - lease amounts	(92,173)	-	-	-	(92,173)	-
Deferred inflows of resources - pension amounts	35,404	-	-	-	35,404	-
Deferred outflows of resources - other postemployment benefit amounts	(22,495)	-	-	-	(22,495)	-
Net cash provided by operating activities	\$ 1,630,894	\$ 1,168,643	\$ 1,058,779	\$ 555,659	\$ 4,413,975	\$ 3,754,559
Noncash activities:						
Capital assets acquired through capital related accounts payable	\$ (32,900)	\$ -	\$ -	\$ -	\$ (32,900)	\$ -

concluded

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Fiduciary Net Position

Fiduciary Funds
December 31, 2024

	Pension and Retiree Health Care Trust Funds	Custodial Funds
Assets		
Cash and cash equivalents	\$ 13,346,192	\$ 1,628,304
Investments, at fair value:		
U.S. government securities	26,452,021	-
U.S. agency securities	26,300,594	-
Corporate obligations	27,106,223	-
Foreign corporate obligations	2,946,959	-
Domestic equity mutual funds/collective trust funds	149,428,313	-
Emerging market mutual funds	30,441,062	-
International equity mutual funds	30,353,040	-
Real estate investment trust	7,756,904	-
Real estate pooled separate account	5,836,706	-
Receivables:		
Sale of investments	5,225,950	-
Interest and dividends	600,673	-
Employer contributions	222,012	-
Other	97,822	138,504
Total assets	326,114,471	1,766,808
Liabilities		
Accounts payable	110,372	-
Benefits payable	924,296	-
Purchase of investments	8,578,240	-
Undistributed collections	-	1,347,593
Total liabilities	9,612,908	1,347,593
Net position		
Restricted for:		
Employees' pension benefits	274,639,797	-
Other postemployment benefits	41,861,766	-
Individuals, organizations and other governments	-	419,215
Total net position	\$ 316,501,563	\$ 419,215

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

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Changes in Fiduciary Net Position

Fiduciary Funds
For the Year Ended December 31, 2024

	Pension and Retiree Health Care Trust Funds	Custodial Funds
Additions		
Contributions:		
Employer	\$ 7,969,681	\$ -
Investment earnings:		
Net appreciation in fair value of investments	25,799,276	-
Income on mutual funds	4,305,959	-
Interest and dividends	2,811,415	-
Income on real estate pooled separate account	407,382	-
Total investment earnings	33,324,032	-
Investment expense	(957,420)	-
Net investment earnings	32,366,612	-
Collections:		
Immature trust collections	-	1,201,424
Library collections	-	305,495
Circuit court trial division collections	-	395,002
Circuit court family division collections	-	2,072,163
District court collections	-	2,593
Probate court collections	-	222,498
County clerk/register of deeds collections	-	9,162,092
Treasurer collections	-	204,287,462
Sheriff-administration/support collections	-	82,749
Other collections	-	151,208
Total additions	40,336,293	217,882,886
Deductions		
Benefit payments	15,612,387	-
Administrative expenses	910,864	-
Distributions:		
Immature trust distributions	-	1,226,307
Library distributions	-	305,495
Circuit court trial division distributions	-	395,002
Circuit court family division distributions	-	2,593
District court distributions	-	2,072,163
Probate court distributions	-	222,498
County clerk/register of deeds distributions	-	9,159,340
Treasurer distributions	-	205,021,682
Sheriff-administration/support distributions	-	84,115
Other deductions	-	152,685
Total deductions	16,523,251	218,641,880
Change in net position	23,813,042	(759,194)
Net position, beginning of year	292,688,521	1,178,409
Net position, end of year	\$ 316,501,563	\$ 419,215

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

COUNTY OF KALAMAZOO, MICHIGAN

■ Combining Statement of Net Position
Discretely Presented Component Units

	September 30, 2024		December 31, 2024	
	Kalamazoo County Transportation Authority	Central County Authority	Road Commission	Drainage Districts
Assets				
Cash and cash equivalents	\$ -	\$ 8,605,868	\$ 6,061,027	\$ 1,208,797
Restricted cash	-	-	-	-
Investments	-	-	-	-
Receivables	619,791	13,290,712	6,465,709	1,537,954
Other assets	-	984,805	1,770,592	-
Net pension asset	-	3,175,840	1,257,449	-
Net other postemployment benefit asset	-	131,860	916,846	-
Capital assets not being depreciated	-	3,541,942	26,484,385	344,034
Capital assets being depreciated, net	-	23,134,143	212,252,756	5,308,910
Total assets	619,791	52,865,170	255,208,764	8,399,695
Deferred outflows of resources				
Deferred pension amounts	-	2,720,946	604,081	-
Deferred other postemployment benefit amounts	-	403,426	46,910	-
Total deferred outflows of resources	-	3,124,372	650,991	-
Liabilities				
Accounts payable and accrued liabilities	619,791	2,309,944	1,391,409	33,577
Advances from primary government	-	-	-	202,798
Unearned revenue	-	2,129,121	300,195	-
Bonds, notes and other long-term liabilities:				
Due within one year	-	497,611	1,282,805	283,116
Due in more than one year	-	3,495,496	54,886,446	494,591
Total liabilities	619,791	8,432,172	57,860,855	1,014,082
Deferred inflows of resources				
Deferred lease amounts	-	-	-	-
Property taxes levied for subsequent period	-	-	-	-
Deferred pension amounts	-	53,091	577,399	-
Deferred other postemployment benefit amounts	-	539,334	83,250	-
Total deferred inflows of resources	-	592,425	660,649	-
Net position				
Net investment in capital assets	-	26,676,085	182,801,938	4,875,237
Restricted for:				
Pension	-	3,175,840	1,257,449	-
Other postemployment benefit	-	131,860	916,846	-
Donor specified purposes	-	-	-	-
Replacement and insurance escrow reserves	-	-	-	-
Assets held at Community Foundation	-	-	-	-
Millage service agreement	-	-	-	-
Keystone veterans initiative	-	-	-	-
Unrestricted	-	16,981,160	12,362,018	2,510,376
Total net position	\$ -	\$ 46,964,945	\$ 197,338,251	\$ 7,385,613

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

December 31, 2024					
	Land Bank Authority	Lake Level Districts	Public Housing Commission	Brownfield Redevelopment Authority	Total
\$	1,227,318	\$ 131,170	\$ 697,619	\$ 728,587	\$ 18,660,386
	416,853	-	-	-	416,853
	-	-	-	3,996,259	3,996,259
	788,107	1,835,450	226,505	1,250,211	26,014,439
	1,066,869	-	173,432	-	3,995,698
	-	-	-	-	4,433,289
	-	-	-	-	1,048,706
	2,767,479	2,723,676	32,335	-	35,893,851
	6,313,703	-	786,771	-	247,796,283
	12,580,329	4,690,296	1,916,662	5,675,057	341,955,764
	-	-	-	-	3,325,027
	-	-	-	-	450,336
	-	-	-	-	3,775,363
	761,908	8,975	136,464	3,894	5,265,962
	3,634	-	-	-	202,798
	-	-	-	-	2,432,950
	858,146	204,566	-	9,674	3,135,918
	-	1,608,867	-	1,314,849	61,800,249
	1,623,688	1,822,408	136,464	1,328,417	72,837,877
	45,050	-	37,481	-	82,531
	-	-	-	1,074,478	1,074,478
	-	-	-	-	630,490
	-	-	-	-	622,584
	45,050	-	37,481	1,074,478	2,410,083
	9,081,182	910,243	819,106	-	225,163,791
	-	-	-	-	4,433,289
	68,112	-	-	-	1,048,706
	365,794	-	-	-	68,112
	-	-	173,432	-	365,794
	-	-	281,085	-	173,432
	-	-	14,749	-	281,085
	1,396,503	1,957,645	454,345	3,272,162	14,749
	10,911,591	\$ 2,867,888	\$ 1,742,717	\$ 3,272,162	38,934,209
	-	-	-	-	\$ 270,483,167

COUNTY OF KALAMAZOO, MICHIGAN

■ Combining Statement of Activities
Discretely Presented Component Units

	Year Ended September 30, 2024		Year Ended December 31, 2024	
	Kalamazoo County Transportation Authority	Central County Transportation Authority	Road Commission	Drainage Districts
Expenses				
Kalamazoo County Transportation Authority	\$ 3,497,626	\$ -	\$ -	-
Central County Transportation Authority	-	24,397,546	-	-
Road Commission	-	-	36,151,971	-
Drainage Districts	-	-	-	621,872
Land Bank Authority	-	-	-	-
Lake Level Districts	-	-	-	-
Public Housing Commission	-	-	-	-
Brownfield Redevelopment Authority	-	-	-	-
Total expenses	3,497,626	24,397,546	36,151,971	621,872
Program revenues				
Charges for services	-	2,257,385	220,858	-
Operating grants and contributions	138,557	17,001,017	39,666,577	-
Capital grants and contributions	-	5,628,228	-	-
Total program revenues	138,557	24,966,630	39,887,435	-
Net (expense) revenue	(3,359,069)	569,084	3,745,464	(621,872)
General revenues				
Property taxes	3,359,069	5,825,706	-	-
Unrestricted investment earnings	-	489,381	1,244,597	53,274
Gain on sale of capital assets	-	3,572	1,758,146	-
Other revenues	-	-	140,144	483,532
Total general revenues	3,359,069	6,318,659	3,142,887	536,806
Change in net position	-	6,887,743	6,888,351	(85,066)
Net position, beginning of year	-	40,077,202	190,449,900	7,470,679
Net position, end of year	\$ -	\$ 46,964,945	\$ 197,338,251	\$ 7,385,613

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

Year Ended December 31, 2024					
	Land Bank Authority	Lake Level Districts	Public Housing Commission	Brownfield Redevelopment Authority	Total
\$	-	\$	\$	\$	\$ 3,497,626
	-	-	-	-	24,397,546
	-	-	-	-	36,151,971
	-	-	-	-	621,872
3,232,893	-	-	-	-	3,232,893
	-	211,062	-	-	211,062
	-	-	497,735	-	497,735
	-	-	-	2,044,930	2,044,930
3,232,893	-	211,062	497,735	2,044,930	70,655,635
1,145,995	-	-	50,853	39,149	3,724,240
929,554	-	-	125,000	100,559	58,041,264
-	-	-	-	-	5,628,228
2,075,549	-	-	175,853	139,708	67,393,732
(1,157,344)	-	(211,062)	(321,882)	(1,905,222)	(3,261,903)
-	-	-	-	1,857,429	11,052,204
50,334	-	6,379	65,010	388,948	2,097,923
-	-	-	16,345	-	1,778,063
36,862	-	(96,742)	190,617	-	754,413
87,196	-	(90,363)	271,972	2,056,377	15,682,603
(1,070,148)	-	(301,425)	(49,910)	151,155	12,420,700
11,981,739	-	3,169,313	1,792,627	3,121,007	258,062,467
\$ 10,911,591	\$ 2,867,888	\$ 1,742,717	\$ 3,272,162	\$ 3,272,162	\$ 270,483,167

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NOTES TO FINANCIAL STATEMENTS

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The *County of Kalamazoo, Michigan* (the "County" or the "government") was organized as a county by the territorial legislature on July 30, 1830. An eleven-member Board of Commissioners governs the County. The County provides the following services: general governmental administrative services, public safety, public works, health and welfare, cultural and recreation, judicial and community and economic development.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

Reporting Entity

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the County is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and as such, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the government. Fiduciary component units include certain pension and OPEB plans and other component units that are fiduciary in nature. Each blended, discretely presented, and fiduciary component unit has a December 31 year-end, except for the Kalamazoo County Transportation Authority and the Central County Transportation Authority, which have September 30 year-ends to be consistent with the fiscal period of their grantor agencies.

Blended Component Unit

Kalamazoo County Building Authority - The Kalamazoo County Building Authority is governed by a board which is appointed by the County Board of Commissioners. Although it is legally separate from the County, the Kalamazoo County Building Authority is reported as if it were part of the primary government because its sole purpose is to finance and construct the County's public buildings. A separate report is not prepared for the Building Authority.

Discretely Presented Component Units

Kalamazoo County Transportation Authority - The Kalamazoo County Transportation Authority (the "Authority"), established pursuant to the provisions of Act No. 196, of the Public Acts of 1986, as amended, is governed by a nine-member board of directors appointed by the County Board. The Authority may issue debt without the approval of the County Board and may levy a tax on all of the taxable property within the jurisdictional limits/boundaries of the Authority, for transportation purposes, with the approval of the registered electors residing in the jurisdictional limits/boundaries. The County is a direct beneficiary of the services provided. The Authority's fiscal year end is September 30. The component unit is audited individually and complete financial statements can be obtained from the Authority's administrative offices.

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COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Central County Transportation Authority - The Central County Transportation Authority (the "Transportation Authority"), established pursuant to the provisions of Act No. 196, of the Public Acts of 1986, as amended, is governed by an eleven-member board of directors appointed by the County Board. The Transportation Authority may issue debt without the approval of the County Board and may levy a tax on all of the taxable property within the jurisdictional limits/boundaries of the Transportation Authority, for transportation purposes, with the approval of the registered electors residing in the jurisdictional limits/boundaries. The County is a direct beneficiary of the services provided. The Transportation Authority's fiscal year end is September 30. The component unit is audited individually and complete financial statements can be obtained from the Transportation Authority's administrative offices.

Road Commission - The Kalamazoo County Road Commission (the "Road Commission") is responsible for the maintenance and construction of the County road system. The County appoints the members of the Road Commission Board and is a direct beneficiary of the services provided. The Road Commission may not issue debt or levy a tax without the approval of the County Board. The component unit is audited individually and complete financial statements can be obtained from the Road Commission's administrative office.

Drainage Districts - The Drainage Districts consist of multiple individual districts created for alleviating drainage problems and is under the control of the County Drain Commissioner. Each drainage district accounts for the construction, maintenance, and financing costs associated with its drain program. Each individual district is a separate legal entity with power to assess the benefiting communities, including the County and the State of Michigan for road drainage. The County is a direct beneficiary of the service provided and its employees run the day-to-day operations. In addition, the County often pledges its full faith and credit for the long-term debt of the drainage districts. Based on the recommendations of the Michigan Department of Treasury, the County has determined that it would be misleading to exclude this entity from the County reporting entity. The financial activity of the Drainage Districts for the year ended December 31, 2024 is reported discretely as a governmental fund type. There are no separately issued financial statements of this component unit.

Land Bank Authority - The Kalamazoo County Land Bank Authority (the "Land Bank"), established in 2009 under agreement with the Michigan Land Bank Fast Track Authority and the Treasurer of the County of Kalamazoo with approval of the Board of Commissioners for the County of Kalamazoo under PA 128 of 2003 as amended, is governed by the County appointed seven member County Authority Board. The Kalamazoo County Land Bank Authority has the authority to acquire, manage, and dispose of interests in property, borrow money, and issue bonds and notes. Because members of the Land Bank are appointed by the County Board, the County exercises effective control over its activities. The County is a direct beneficiary of the services provided. The component unit is audited individually and complete financial statements can be obtained from the Land Bank's administrative office.

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Lake Level Districts - The County Drain Commissioner also administers the activity reported in the County's Lake Level Fund, as permitted by Act 451 PA 1994, as amended, (MCL 324.30701 et al.). Lake level projects establish the lake levels for inland lakes and perform construction and maintenance related to maintaining the established levels. Projects may be funded through the levying of special assessments or by issuing debt, and the County is a direct beneficiary of the services provided. The financial activity of the Lake Level Fund for the year ended December 31, 2024 is reported discretely as a governmental fund type. There are no separately issued financial statements of this component unit.

Public Housing Commission - The Kalamazoo County Public Housing Commission (the "Housing Commission") was created by ordinance adopted by the County Board in 2002. The Housing Commission is authorized to acquire and operate housing facilities for low income families within unincorporated areas of Kalamazoo County, and to contract for similar services with incorporated areas of the County. The County appoints the members of the Housing Commission Board and is a direct beneficiary of the services provided. The component unit is audited individually and complete financial statements can be obtained from the Housing Commission's administrative office.

Brownfield Redevelopment Authority - The Brownfield Redevelopment Authority (the "Brownfield") was established to review and approve plans for business development within designated areas of the County where property was once contaminated. Property tax revenues from the "captured" portion of these properties are restricted to pay for site clean-up expenditures and future development depending on the development plan adopted for each project. Funding is provided through tax increment financing, federal and state grants, and General Fund appropriations. The Chairperson of the Kalamazoo County Board of Commissioners, with the advice and consent of the Kalamazoo County Board of Commissioners shall appoint the members to the Authority." The financial activity of the Brownfield for the year ended December 31, 2024 is reported discretely as a governmental fund type. There are no separately issued financial statements of this component unit.

The Economic Development Corporation of the County of Kalamazoo - The Economic Development Corporation of the County of Kalamazoo (EDC) is a separate legal entity that was established pursuant to Michigan Public Act 338 of 1974, in order to stimulate business capital investment, contribute to the area's employment, increase tax base, and provide needed public services. The EDC shall be directed and governed by a Board of Directors of not less than nine members known as "Directors," ...each to be appointed by the Chairperson of the County Board of Commissioners, with the advice and consent of said County Board of Commissioners. In certain situations, members of the EDC Board of Directors may be removed by a majority decision of the County Board. Separate financial statements are not prepared for this entity. The EDC had no activity during the year, and has therefore not been included in the financial statements.

Notes to Financial Statements

Administrative Offices

Kalamazoo County Transportation Authority 201 West Kalamazoo Avenue Kalamazoo, Michigan 49007	Kalamazoo County Land Bank Authority 229 East Michigan Avenue, Suite 340 Kalamazoo, Michigan 49007
Central County Transportation Authority 530 N. Rose Street Kalamazoo, Michigan 49007	Kalamazoo County Public Housing Commission P.O. Box 101 Nazareth, Michigan 49074
Kalamazoo County Road Commission 3801 East Kilgore Road Kalamazoo, Michigan 49002	

Complete financial statements for these discretely presented component units may be obtained at the entity's administrative offices listed above. Accordingly, the County has elected to omit substantially all note disclosures related to these component units in these financial statements.

Fiduciary Component Units

The *Employees' Retirement System* (the System) is a cost-sharing multiple-employer defined benefit contributory retirement plan which provides pension, death and disability benefits covering certain full-time employees of Kalamazoo County. The System is administered through a qualified trust and reported in the Pension Trust Fund. Plan amendments are under the authority of County ordinances. The County is financially accountable for the System, as it obligated to make employer contributions; accordingly, it is included as a fiduciary component unit in the County's financial statements. Changes in required contributions are subject to collective bargaining agreements and approval by the Kalamazoo County Board of Commissioners.

The *Retiree Health Care Trust* (the Plan) is a cost-sharing multiple-employer defined benefit postemployment healthcare plan established and administered by Kalamazoo County to provide medical and healthcare benefits for retirees and their beneficiaries. The Plan is administered through a qualified trust and reported in the Retiree Health Care Trust Fund. The County is financially accountable for the Plan, as it obligated to make employer contributions; accordingly, it is included as a fiduciary component unit in the County's financial statements. Plan provisions are established and may be amended by the Kalamazoo County Board of Commissioners, subject to the County's various collective bargaining agreements.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services. Likewise, the primary government is reported separately from certain component units for which the primary government is financially accountable.

Notes to Financial Statements

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 90 days of the end of the current fiscal period, except taxes which must be collected within 60 days, and expenditure-driven grants which must be collected within one year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The County reports the following major governmental funds:

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

The *Law Enforcement Fund* accounts for specific revenue derived from a special vote approved millage, state and federal grants, and charges for services that are to be expended as dictated by legal, regulatory, or administrative requirements.

Notes to Financial Statements

The *General Grants Fund* accounts for various federal, state and local grants not associated with a specific department or activity, including the Coronavirus State and Local Fiscal Recovery Funds received.

The *Opioid Settlement Fund* accounts for activity related to the opioid settlement.

The *Community Economic Development Special Grants Fund* accounts for the tax collections received and distributed to the Public Housing Commission.

The *Capital Projects Fund* accounts for renovation/construction projects performed on the County facilities and for the purchase of capital improvement equipment. These projects are funded primarily by the General Fund.

The County reports the following major enterprise funds:

The *Airport Fund* accounts for the operation and maintenance of the Kalamazoo/Battle Creek International Airport. Financing is provided primarily by user charges.

The *Delinquent Tax Revolving Fund* accounts for money advanced by the County to other local taxing units and various County funds to pay for their delinquent taxes and fees. Revenues are generated by the collection of the delinquent taxes and fees.

The *Local Government Public Works Financing Fund* accounts for revenues received from local municipalities for the payment of the limited obligation long-term debt (principal, interest and fees) of the County. The proceeds of such debt are used to fund construction projects, which the local governments agree to operate and lease over the life of the bonds. The County has entered into installment sales agreements with the local municipalities and the payments to the County are generally equal to the debt service requirements of the County's bonds.

Additionally, the County reports the following fund types:

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

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

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

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

Notes to Financial Statements

Internal service funds account for the employee benefits/programs, technology, document, and facility activities provided to other departments or funds on a cost reimbursement basis.

Pension and Retiree Health Care Trust Funds account for the activities of the Employees' Retirement System, a defined-benefit pension plan, and the Retiree Health Care Trust, which accumulates resources for other postemployment benefit payments to qualified employees.

Custodial funds are used to account for assets that the government holds for others in a custodial capacity (such as taxes collected for other governments).

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are revenues in excess of expenses for tax collection. Elimination of the revenues would distort the activity of the functions and would not reflect the proper future uses of the excesses collected for their specific governmental purposes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

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

Deposits and Investments

The government's cash and cash equivalents include amounts in demand deposit accounts, certificates of deposit and short-term investments with original maturities of three months or less from the date of acquisition. Investments are stated at fair value.

State statutes and County policy authorize the County to invest in:

- Bonds, securities, other obligations and repurchase agreements of the United States, or an agency or instrumentality of the United States.
- Certificates of deposit, savings accounts, deposit accounts or depository receipts of a qualified financial institution.

Notes to Financial Statements

- Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of purchase.
- Bankers' acceptances of United States banks.
- Obligations of the State of Michigan and its political subdivisions, that, at the time of purchase are rated as investment grade by at least one standard rating service.
- Mutual funds registered under the Investment Company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by a public corporation.
- External investment pools as authorized by Public Act 20 as amended through December 31, 1997.

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

Receivables and Payables

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

Property taxes receivable in governmental funds represent amounts due from taxpayers on the July 1 and December 1 tax levies in the General Fund and other governmental funds, respectively. Any amounts outstanding on the July 1 levy on March 1 (excluding personal property taxes) are purchased by the Delinquent Tax Revolving enterprise fund through the settlement process.

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

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

Notes to Financial Statements

All trade receivables are shown net of an allowance for uncollectibles, as applicable.

Amounts due from other governments include amounts due from grantors for specific programs and capital projects. Program grants and capital grants for capital assets are recorded as receivables and revenues at the time reimbursable project costs are incurred. Amounts received in advance of project costs being incurred are reported as unearned revenue.

Leases

Lessor. The County is a lessor for noncancelable leases of land and buildings and improvements. The County recognizes a lease receivable and a deferred inflow of resources in the government-wide, governmental fund, proprietary fund and component unit financial statements.

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for prepaid lease payments received at lease inception. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the County determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts. The County uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Subscription-Based Information Technology Arrangements (SBITA)

The County has noncancelable subscription-based information technology arrangements. The County recognizes a subscription liability and an intangible right-to-use subscription asset in the government-wide financial statements. The County recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a subscription, the County initially measures the subscription liability at the present value of payments expected to be made during the SBITA term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life.

Notes to Financial Statements

Key estimates and judgments related to subscriptions include how the County determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) subscription term, and (3) subscription payments. The County uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for SBITAs. The subscription term includes the noncancelable period of the subscription. Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option price (if applicable) that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription asset and subscription liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Restricted Assets

Assets which are restricted for specified uses by bond debt requirements, grant provisions or other external requirements are classified as restricted assets. Liabilities payable from such restricted assets are separately classified.

The Airport Fund's restricted cash and cash equivalents and receivables are restricted for capital improvements related to passenger facility charges. The General Grants Fund's restricted investments consist of unspent State and Local Fiscal Recovery Funds (CSLFRF) received.

Other Assets

Inventories reported in the proprietary funds are valued at the lower of cost or market. Cost is determined under the first-in, first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenditures. Prepaids are accounted for in governmental funds using the consumption method whereby expenditures are recognized over the benefitting period.

Capital Assets

Capital assets, which include property, buildings and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets having a useful life in excess of three years and whose costs exceed \$5,000. Capital assets are stated at historical cost or estimated historical cost where actual cost information is not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at their estimated acquisition value as of the donation date.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets are capitalized as projects are constructed.

Notes to Financial Statements

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

	Years
Land improvements	20
Infrastructure	5-50
Building and improvements	15-50
Furniture, machinery, and equipment	5-20
Vehicles	5

The County evaluates its capital assets for impairment in accordance with GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*. Assets to be disposed of would be recognized at the lower of carrying value or fair value less the estimated cost of disposal. Assets held and in use are reviewed for impairment whenever indicators of impairment exist. All recognized impairment losses, whether for assets to be disposed of or assets to be held and used, are recorded as operating expenses. No impairments have been identified as of year-end.

Deferred Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows of resources for the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized on a straight-line basis over the shorter of the life of the refunded or refunding debt. In addition, the County reports deferred outflows of resources related to its pension and other postemployment benefit plans.

Compensated Absences

The County recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled during or upon separation from employment. Based on the criteria listed, four types of leave qualify for liability recognition for compensated absences – sick leave, annual leave, compensatory time, and paid medical leave. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Annual Leave. The County's policy permits employees to accumulate earned annual leave bank benefits. A liability for estimated value of this leave type that will be used by employees as time off is included in the liability for compensated absences. Up to 80 hours of the remaining earned leave is eligible for payment at the employee's current pay rate once per calendar year, at the employee's request. Up to 80 hours of the earned leave balance can be transferred to the sick leave balance once prior to June 1, 2025. Up to 240 hours of the remaining leave balance is eligible for payment at the employee's current pay rate upon separation from employment.

Sick Leave. The County's policy previously permitted employees to accumulate earned but unused sick leave bank benefits. This accrual ceased and existing balances were frozen on March 19, 2019. A liability for estimated value of this leave type that will be used by employees as time off is included in the liability for compensated absences. Fifty percent (50%) of the remaining earned sick leave, up to 800 total hours, is eligible for payment at the employee's current pay rate upon retirement or death. Fifty percent (50%) of all frozen sick leave balances, up to 800 hours, will be paid out in October 2025 and all remaining sick leave balances will be eliminated.

Compensatory Time. The County's policy permits employees to accumulate earned compensatory time. A liability for estimated value of these leave types that will be used by employees as time off is included in the liability for compensated absences. The remaining earned leave is eligible for payment at the employee's current pay rate once each calendar quarter, at the employee's written request, or upon separation from employment – whichever occurs first.

Paid Medical Leave. The County's policy permits employees to accumulate earned but unused paid medical leave. All leave of this type lapses when employees leave the employ of the County, and, upon separation from services, no monetary obligation exists. However, a liability for estimated value of this leave type that will be used by employees as time off is included in the liability for compensated absences.

Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues, which arise only under a modified accrual basis of accounting, from opioid settlements, property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In addition, deferred inflows of resources are reported in the government-wide and governmental fund financial statements for property taxes levied during the year that were intended to finance future periods. The County also reports deferred inflows of resources related to its pension and other postemployment benefit plans. Finally the statements of net position and governmental fund balance sheet report deferred inflows related to leases. The amounts are deferred and amortized over the remaining life of the lease.

Property taxes (excluding those for the General Fund, which are subject to a different timeline) are levied and attach as an enforceable lien on property on December 1. Property taxes unpaid as of February 28 are considered to be delinquent. Although the County's 2024 ad valorem tax (excluding the portion for general operations) is levied and collectible on December 1, 2024, it is the County's policy to recognize revenues from the December 1 tax levy in the subsequent year when the proceeds of this levy are budgeted and made available for the financing of the County's operations. Therefore, the entire amount of the December 1, 2024 levies is reported as deferred inflows of resources at year-end.

Fund Balance

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments. Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners (the government's highest level of decision-making authority). A formal resolution of the Board of Commissioners is required to establish, modify, or rescind a fund balance commitment. The County reports assigned fund balance for amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The Board of Commissioners has the authority to assign fund balance and has not delegated this authority. Unassigned fund balance is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Other governmental funds besides the General Fund can only report a negative unassigned fund balance, which would occur if expenditures were to be incurred for specific purposes that exceeded the amounts restricted, committed or assigned in the fund.

In connection with Michigan Public Act 30 of 1978, the County Board of Commissioners has formally established a budget stabilization arrangement, under which a portion of the balance may be utilized during the budget process to prevent a reduction in the level of public service provided, or prevent a reduction in the number of employees providing these services. It can also be used due to a natural disaster. The use of these funds requires a 2/3 majority vote of County Board members. Per budget policy, the release of these funds must accompany a pay-back plan. In addition, per the Public Act, the amount of money in the fund shall not exceed 20% of the most recent General Fund budget or the average of the last five adjusted budgets, whichever is less. As of December 31, 2024, the balance in the stabilization arrangement was \$3,004,073 which is reported in the General Fund within restricted fund balance.

The County Board of Commissioners has adopted a minimum fund balance policy in which the uncommitted fund balance of the General Fund will be 20 to 25% of general operating revenues. Any amounts over the 20% threshold shall be limited to non-operational expenditures.

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

Interfund Transactions

During the course of normal operations, the County has numerous transactions between funds and component units, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying financial statements generally reflect such transactions as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements. Internal service funds are used to record charges for services to all County departments and funds as transfers or operating revenue. All County funds record these payments to the internal service funds as transfers or operating expenditures/expenses.

Capital Contributions

Certain expenses for airport capital improvements are significantly funded through the Airport Improvement Program of the Federal Aviation Administration, with certain matching funds provided by the Aeronautics Department and the State of Michigan. Capital funding provided under government grants is considered earned as the related allowable expenditures are incurred and reimbursement has been requested. Grants for capital assets acquisition, facilities development and rehabilitation are reported in the statement of revenues, expenses and changes in fund net position, after nonoperating revenues and expenses as capital contributions.

Pension Plan

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

Other Postemployment Benefit Plan

For purposes of measuring the net other postemployment benefit liability, deferred outflows of resources and deferred inflows of resources related to other postemployment benefit plans, and other postemployment benefit expense, information about the fiduciary net position of the plan and additions to/deductions from the plan fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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 amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Risk and Economic Uncertainties

The County utilizes various investment instruments which are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

Grants and Third Party Cost Reimbursement Settlements

The County receives grants from other governmental units to finance specific programs. The grant revenues are recorded based on qualifying program expenditures, as determined by the County, and are subject to audit by the responsible agencies. Adjustments required upon final settlements are recorded in the period of settlement. Third party cost reimbursements are recorded at prospective rates and provisions are made at the end of each year to adjust such revenues to the reimbursable cost expected to be received. Adjustments required upon final settlements are recorded in the period of settlement.

Budgets

Budgets presented in the financial statements were prepared on the same basis as the accounting basis used to reflect actual results. The General Fund and special revenue funds are subject to legal budgetary accounting controls and all are budgeted annually. Debt service and capital project funds are also included in the budgetary process; however, state statutes do not require legally adopted budgets for such funds.

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

2. EXCESS OF EXPENDITURES OVER BUDGET

P.A. 621 of 1978, as amended, provides that a local unit shall not incur expenditures in excess of the amount budgeted. The approved budgets of the County were adopted on the department (activity) level for the General Fund and at the fund level basis for all other governmental funds, which is the legal level of control.

During the year ended December 31, 2024, the County incurred expenditures in certain budgetary funds which were in excess of the amounts budgeted, as follows:

	Final Budget	Actual	Actual Over Final Budget
General fund:			
General government - legal services	\$ 823,300	\$ 931,544	\$ 108,244
Health and welfare:			
Circuit court family division	1,076,400	1,135,384	58,984
Appropriation to community mental health	2,348,800	2,357,999	9,199
Judicial:			
Circuit court trial division	556,200	561,105	4,905
Prosecuting attorney	3,794,900	3,849,990	55,090
Debt service:			
Principal	-	398,132	398,132
Interest and fiscal charges	-	45,714	45,714

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

3. DEPOSITS AND INVESTMENTS

Following is a reconciliation of deposit and investment balances as of December 31, 2024:

	Primary Government	Component Units	Fiduciary Funds	Totals
Statement of Net Position				
Cash and cash equivalents	\$ 56,525,546	\$ 18,660,386	\$ -	\$ 75,185,932
Restricted cash	205,416	416,853	-	622,269
Investments	105,930,099	3,696,259	-	109,626,358
Restricted investments	15,288,374	-	-	15,288,374
Statement of Fiduciary Net Position				
Cash and cash equivalents	-	-	14,974,496	14,974,496
Investments	-	-	306,621,822	306,621,822
Total deposits and investments	177,949,435	22,773,498	321,596,318	522,319,251
Less component units separately audited and not held by the County Treasurer				
Central County Transportation Authority	-	(8,605,868)	-	(8,605,868)
Road Commission	-	(6,061,027)	-	(6,061,027)
Land Bank Authority	-	(1,644,171)	-	(1,644,171)
Public Housing Commission	-	(697,619)	-	(697,619)
Total	\$ 177,949,435	\$ 5,764,813	\$ 321,596,318	\$ 505,310,566

Deposits and Investments

Bank deposits:	
Checking and savings accounts	\$ 39,771,165
Certificates of deposit	33,831,319
Investments:	
County	125,070,843
Retiree Health Care Trust Fund	35,919,797
Pension Trust Fund	270,702,025
Cash on hand	15,417

Total **\$ 505,310,566**

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits might not be returned. The County does not have a policy for mitigating custodial credit risk over deposits. As of year-end, \$70,309,493 of the County's bank balance of \$74,794,329 was exposed to custodial credit risk because it was uninsured and uncollateralized. Due to the dollar amounts of cash deposits and the limits of FDIC insurance, the County believes it is impractical to insure all bank deposits. As a result, the County evaluates each financial institution with which it deposits County funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Custodial Credit Risk - Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Although uninsured and unregistered, the County's investments are not exposed to custodial credit risk since the securities are held by the counterparty's trust department or agent in the County's name. Short-term investments in money market funds and equity mutual funds are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book form. As of December 31, 2024, the County had no investments exposed to custodial credit risk.

In addition, the Pension and Retiree Health Care Trust funds will only conduct business with investment management firms that will: comply with all relevant provisions contained in Act 485 of the Public Acts of 1996 as amended (Michigan Compiled Laws 38.1132 et seq.); support the overall investment policies of the System; understand and accept their designated "role" within the System's investment structure; construct a portfolio of securities that reflect the execution of their assigned investment strategy; and adhere to the guidelines the investment policy statement (as amended). The following criteria are used to evaluate each investment manager's performance: a) achievement of fund objectives as outlined in the investment policy; b) comparisons with other managers, indexes, etc.; c) subjective observations regarding the manager's organization, professionalism, administrative skills, etc.; and d) biannual due diligence meetings.

The County's investments are held in a number of portfolios administered by various investment managers. Following is a summary of the County's investments at fair value, as determined by quoted market price:

	County	Retiree Health Care Trust Fund	Pension Trust Fund
U.S. government securities	\$ 42,634,097	\$ 3,098,772	\$ 23,353,249
U.S. agency securities	4,328,315	3,081,033	23,219,561
Corporate obligations	-	3,175,410	23,930,813
Municipal bonds	749,337	-	-
Foreign corporate obligations	-	345,227	2,601,732
Mortgage-backed funds	23,155,700	-	-
Domestic equity mutual funds/collective trust funds	52,493,250	17,505,064	131,923,249
Commercial paper	1,710,144	-	-
Emerging market mutual funds	-	3,566,076	26,874,986
International equity mutual funds	-	3,555,765	26,797,275
Real estate investment trust	-	908,697	6,848,207
Real estate pooled separate account	-	683,753	5,152,953
Total investments	\$ 125,070,843	\$ 35,919,797	\$ 270,702,025

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Credit Risk. Statutes and various bond indentures authorized the County to invest in obligations of the U.S. Treasury, governmental agencies and instrumentalities, commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services, bankers' acceptances of U.S. banks, U.S. government or federal agency obligation repurchase agreements, obligations of the State of Michigan or any of its political subdivisions rated as investment grade by not less than one standard rating service, and mutual funds composed of the types of investment vehicles named previously.

For the Pension and Retiree Health Care Trust funds, credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The investment policy limits commercial paper to be those at the time of purchase are within the two highest classifications established by not less than two national rating services as determined by the State Treasurer of Michigan. These also must mature no more than 270 days after date of issue. The investment policy requires the average fixed income portfolio quality rating to be an "A" or better. All bonds owned should be rated "BBB" or better by Standard & Poor's or an equivalent rating agency as determined by the State Treasurer of Michigan with the following exception: when bond ratings have dropped below "BBB" after purchase, and when the investment manager deems it economically beneficial, the manager may retain ownership.

The County's investments were rated as follows:

	County	Retiree Health Care Trust Fund	Pension Trust Fund
Standard & Poor's AAA	\$ 2,200,034	\$ 3,843,444	\$ 28,965,309
Standard & Poor's AAAM	52,493,250	-	-
Standard & Poor's AA+	67,918,078	67,559	509,142
Standard & Poor's AA	749,337	17,071	128,652
Standard & Poor's AA-	-	93,739	706,447
Standard & Poor's A+	-	157,811	1,189,306
Standard & Poor's A	-	395,430	2,980,075
Standard & Poor's A-	-	793,613	5,980,901
Standard & Poor's A-1	1,710,144	-	-
Standard & Poor's BBB+	-	505,460	3,809,294
Standard & Poor's BBB	-	404,735	3,050,200
Standard & Poor's BBB-	-	49,981	376,675
Moody's Aaa	-	3,371,599	25,409,354
Unrated	-	683,753	5,152,953
Not subject to credit risk	-	25,535,602	192,443,717
Total investments	\$ 125,070,843	\$ 35,919,797	\$ 270,702,025

Notes to Financial Statements

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair market value of an investment. The County's policy provides for its fixed income portfolio to have a weighted-average duration within 0.05 years of the Lehman Brothers Government/Credit Intermediate Index and the Lehman Brothers Government/Credit Long Index. Maturities of the County's investments were as follows:

County	Retiree Health Care Trust Fund	Pension Trust Fund
Less than 1 year	\$ 9,607,722	\$ 417,036
1 - 5 years	56,113,975	3,124,270
6 - 10 years	2,273,415	1,262,104
More than 10 years	4,582,481	4,897,034
No maturity	52,493,250	26,219,353
Total	\$ 125,070,843	\$ 35,919,797
		\$ 270,702,025

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer. The State generally limits investments in a single issuer to no more than 5% of the total portfolio assets, with the exception of obligations issued, assumed, or guaranteed by the United States. To minimize concentration of credit risk and increase portfolio diversification, the County places the following additional limits to investments:

- 70% of the portfolio will be invested in common stock with the balance invested in notes, bonds, equity real estate, and short-term securities.
- No more than 5% of portfolio assets at market value will be invested in equity real estate.

The investment portfolio was concentrated as follows:

Investment Type	Issuer	Percentage of Portfolio	
		Retiree Health Care Trust Fund	Pension Trust Fund
Collective trust funds	Blackrock Fund	29.9%	29.9%
International equity mutual funds	Dimensional	9.9%	9.9%
Emerging market mutual fund	Dimensional	9.9%	9.9%
Domestic equity mutual fund - small cap	Dimensional	9.6%	9.6%

Foreign Currency Risk. Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. The State permits investments in investment grade, dollar denominated obligations issued in the United States by foreign governments, banks, or corporations. Investments in foreign securities are limited to not exceed more than 20% of the County's holdings. It is the County's policy to not purchase foreign investments except those listed in the United States. The County's pension and retiree health care trust funds have no foreign currency risk exposure as they are traded in U.S. dollar.

Notes to Financial Statements

Fair Value Measurement. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset, as determined by the investment advisors. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. These levels are determined by the County's investment manager, and are determined at the fund level based on a review of the investment's class, structure, and what kind of securities are held in the funds. The investment manager will request the information from the fund manager, if necessary. The County had the following recurring fair value measurements as of December 31, 2024:

	Level 1	Level 2	Level 3	Total
U.S. government securities	\$ -	\$ 69,086,118	\$ -	\$ 69,086,118
U.S. agency securities	-	30,628,909	-	30,628,909
Corporate obligations	-	27,106,223	-	27,106,223
Municipal bonds	-	749,337	-	749,337
Foreign corporate obligations	-	2,946,959	-	2,946,959
Mortgage-backed funds	-	23,155,700	-	23,155,700
Domestic equity mutual funds/ collective trust funds	149,428,313	-	-	149,428,313
Commercial paper	1,710,144	-	-	1,710,144
Emerging market mutual funds	30,441,062	-	-	30,441,062
International equity mutual funds	30,353,040	-	-	30,353,040
Real estate investment trust	7,756,904	-	-	7,756,904
Real estate pooled separate account	-	5,836,706	-	5,836,706
	\$ 219,689,463	\$ 159,509,952	\$ -	\$ 379,199,415
Investments at net asset value per share - Michigan CLASS				52,493,250
Total investments				\$ 431,692,665

The fair value of the County's Level 1 investments is based on quotes from publicly traded securities markets, where available. The fair value of the County's Level 2 investments is determined primarily by a matrix pricing technique, which is used to value securities based on their relationship to benchmark quoted prices. Due to the inherent uncertainty of determining the fair value of investments that are not publicly traded, the fair value reported for these investments may differ significantly from the values that would have been used had a publicly traded market existed for such investments.

The County holds shares in Michigan CLASS whereby the fair value of the investment is measured on a recurring basis using net asset value per share (or its equivalent) of the investment pool as a practical expedient.

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

At year end, the net asset value of the County's investment in Michigan CLASS government investment pool was \$52,493,250. The investment pool had no unfunded commitments, specific redemption frequency or redemption notice period required. The Michigan CLASS government investment pool invests in U.S. treasury obligations, federal agency obligations of the U.S. government, high-grade commercial paper (rated 'A-1' or better) collateralized bank deposits, repurchase agreements (collateralized at 102% by Treasuries and agencies), and approved money-market funds. The program seeks to provide safety, liquidity, convenience, and competitive rates of return, and is designed to meet the needs of Michigan public sector investors. It purchases securities that are legally permissible under state statutes and are available for investment by Michigan counties, cities, townships, school districts, authorities and other public agencies.

4. RECEIVABLES

Receivables of the primary government are comprised of the following at year-end:

	Governmental Activities	Business-type Activities
Accounts	\$ 11,779,192	\$ 270,215
Taxes (current)	38,433,132	-
Taxes (delinquent)	92,290	8,924,821
Due from other governments	7,166,409	1,470,571
Leases	131,618	2,771,817
Installment sales agreements	-	56,347,361
Accrued interest	1,764,220	-
Total receivables	\$ 59,366,861	\$ 69,784,785

The Airport enterprise fund reported restricted receivables of \$23,329. The Airport Fund's restricted receivable is restricted for capital improvements related to passenger facility charges.

Of the amounts reported for receivables above the following are not expected to be collected within one year:

	Governmental Activities	Business-type Activities
Accounts	\$ 7,443,814	\$ -
Leases	89,036	2,506,424
Installment sales agreements	-	54,860,276
Total receivables	\$ 7,532,850	\$ 57,366,700

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Housing Rehabilitation Loan Receivable. The County has used grant funding provided through the Michigan Economic Development Corporation (MEDC) to finance housing rehabilitation projects for qualified homeowners. Such assistance was provided in the form of a deferred loan receivable, due and payable upon sale or foreclosure of the related property. Management has estimated the amount of such loans outstanding at year-end may approximate \$776,000, but has determined that the collectible portion (if any) would be immaterial, and would further be due to MEDC upon collection. Accordingly, the County has recorded an allowance for the entire receivable to reflect this determination.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities of the primary government are comprised of the following at year-end:

	Governmental Activities	Business-type Activities
Accounts payable	\$ 8,707,633	\$ 849,489
Accrued liabilities	4,504,398	94,964
Undistributed receipts	-	1,598,658
Claims payable	2,629,493	-
Due to other governments	331,734	-
Deposits payable	316,224	9,305
Accrued interest on long-term debt	437,302	392,834
Total	\$ 16,926,784	\$ 2,945,250

6. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

An internal balance existed between governmental activities and business-type activities in the amount of \$203,102. This resulted from the allocation of a portion of internal service fund net position of governmental-type internal service funds to business-type activities.

Advances to and from component units

	Advances to Component Units	Advances from Primary Government
General Fund	\$ 202,798	\$ -
Drainage Districts	-	202,798
Total	\$ 202,798	\$ 202,798

Notes to Financial Statements

For the year ended December 31, 2024, interfund transfers consisted of the following:

Transfers Out	Transfers In				Totals
	General	Law Enforcement	Capital Projects	Nonmajor Governmental Funds	
General	\$ -	\$ -	\$ 16,372,200	\$ 24,076,322	\$ 45,266,072
Law Enforcement	-	-	-	220,000	220,000
Capital Projects	-	7,959	-	-	7,959
Nonmajor governmental funds	102,500	-	6,377,450	980,006	7,459,956
Delinquent Tax Revolving	1,921,000	-	-	-	1,921,000
Total	\$ 2,023,500	\$ 7,959	\$ 22,749,650	\$ 25,276,328	\$ 54,874,987

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

The current year transfer from the General fund to the Capital Projects fund is related to CIP projects, building & grounds maintenance costs, technology projects, and funding for future capital projects. The current year transfers from the General fund to nonmajor governmental funds related to County support for various grant programs, the law library, the FOC fund, the Health fund, and the Child Care fund. The current year transfer from the General Fund to the Capital Projects fund is for future capital improvements.

Notes to Financial Statements

7. CAPITAL ASSETS

Primary government

Capital asset activity for the primary government for the year ended December 31, 2024, was as follows:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Governmental Activities					
Capital assets, not being depreciated/amortized:					
Land	\$ 5,070,717	\$ 2,789,775	\$ -	\$ 729,297	\$ 8,589,789
Construction in progress	93,330,097	6,306,031	-	(95,158,331)	4,477,797
Intangible easements	147,493	-	-	-	147,493
	98,548,307	9,095,806	-	(94,429,034)	13,215,079
Capital assets, being depreciated/amortized:					
Land improvements	16,268,109	31,858	(150,608)	-	16,149,359
Buildings and improvements	127,494,385	256,454	(5,265,199)	87,899,266	210,384,906
Furniture, machinery, and equipment	14,168,714	1,323,223	(1,136,014)	6,529,768	20,885,691
Vehicles	6,670,654	709,962	(789,728)	-	6,590,888
Law library books	410,688	-	-	-	410,688
Subscription assets (Note 10)	2,185,253	380,238	-	-	2,565,491
	167,197,803	2,701,735	(7,341,549)	94,429,034	256,987,023
Less accumulated depreciation/amortization for:					
Land improvements	(11,266,596)	(580,924)	56,477	-	(11,791,043)
Buildings and improvements	(49,359,841)	(3,873,637)	5,049,753	-	(48,183,725)
Furniture, machinery, and equipment	(11,892,237)	(1,007,196)	1,107,371	-	(11,792,062)
Vehicles	(5,244,175)	(508,399)	773,181	-	(4,979,393)
Law library books	(410,688)	-	-	-	(410,688)
Subscription assets (Note 10)	(150,255)	(494,356)	-	-	(644,611)
	(78,323,792)	(6,464,512)	6,986,782	-	(77,801,522)
Total capital assets being depreciated/amortized, net	88,874,011	(3,762,777)	(354,767)	94,429,034	179,185,501
Governmental activities capital assets, net	\$ 187,422,318	\$ 5,333,029	\$ (354,767)	\$ -	\$ 192,400,580

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

At December 31, 2024, the County's governmental activities had outstanding commitments through construction contracts of approximately \$1.8 million.

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Business-type Activities					
Capital assets, not being depreciated:					
Land	\$ 5,323,562	\$ -	\$ -	\$ -	\$ 5,323,562
Construction in progress	16,022,663	6,575,487	-	(13,698,279)	8,899,871
	<u>21,346,225</u>	<u>6,575,487</u>	<u>-</u>	<u>(13,698,279)</u>	<u>14,223,433</u>
Capital assets, being depreciated:					
Land improvements	54,882,653	-	-	5,297,036	60,179,689
Buildings and improvements	35,850,427	-	-	8,167,772	44,018,199
Vehicles	4,988,813	-	-	64,966	5,053,779
Furniture, machinery, and equipment	7,342,217	-	-	168,505	7,510,722
	<u>103,064,110</u>	<u>-</u>	<u>-</u>	<u>13,698,279</u>	<u>116,762,389</u>
Less accumulated depreciation for:					
Land improvements	(43,380,234)	(1,690,449)	-	-	(45,070,683)
Buildings and improvements	(12,907,456)	(1,428,885)	-	-	(14,336,341)
Vehicles	(4,079,107)	(163,948)	-	-	(4,243,055)
Furniture, machinery, and equipment	(7,032,020)	(60,049)	-	-	(7,092,069)
	<u>(67,398,817)</u>	<u>(3,343,331)</u>	<u>-</u>	<u>-</u>	<u>(70,742,148)</u>
Total capital assets being depreciated, net	35,665,293	(3,343,331)	-	13,698,279	46,020,241
Business-type activities capital assets, net	<u>\$ 57,011,518</u>	<u>\$ 3,232,156</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,243,674</u>

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

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

Depreciation/amortization of governmental activities by function	
General government	\$ 939,826
Public safety	1,755,145
Public works	9,258
Health and welfare	983,786
Cultural and recreation	653,258
Judicial	2,072,915
Community and economic development	4,326
Internal service funds	45,998
Total	<u>\$ 6,464,512</u>
Depreciation of business-type activities by function	
Airport	\$ 3,343,331

Discretely presented component units

Capital assets activity for the Drainage District component unit for the year ended December 31, 2024, consists of the following:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Component Unit - Drainage District					
Capital assets, not being depreciated:					
Construction in progress	\$ 112,255	\$ 231,779	\$ -	\$ -	\$ 344,034
Capital assets, being depreciated:					
Infrastructure	11,200,221	-	-	-	11,200,221
Less accumulated depreciation for:					
Infrastructure	(5,721,039)	(170,272)	-	-	(5,891,311)
Total capital assets being depreciated, net	5,479,182	(170,272)	-	-	5,308,910
Drainage District capital assets, net	<u>\$ 5,591,437</u>	<u>\$ 61,507</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,652,944</u>

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Capital assets activity for the Lake Level component unit for the year ended December 31, 2024, consists of the following:

	Beginning Balance	Additions	Disposals	Transfers	Ending Balance
Component Unit - Lake Level					
Capital assets, not being depreciated:					
Construction in progress	\$ 2,493,013	\$ 230,663	\$ -	\$ -	\$ 2,723,676

8. BONDS, NOTES AND OTHER LONG-TERM LIABILITIES

Bond, notes and other long-term liabilities activity for the year ended December 31, 2024, was as follows:

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Governmental activities					
General obligation bonds	\$ 84,180,000	\$ -	\$ (3,090,000)	\$ 81,090,000	\$ 3,200,000
Subscription liability (Note 10)	1,924,015	345,527	(670,448)	1,599,094	537,975
Net bond premium/discount	4,279,891	-	(297,026)	3,982,865	297,026
Compensated absences	6,811,965	3,473,463	-	10,285,428	6,657,579
Total governmental activities	\$ 97,195,871	\$ 3,818,990	\$ (4,057,474)	\$ 96,957,387	\$ 10,692,580
Business-type activities					
General obligation bonds	\$ 55,325,000	\$ -	\$ (990,000)	\$ 54,335,000	\$ 1,035,000
Net bond premium/discount	1,678,778	-	(59,251)	1,619,527	59,251
Compensated absences	129,851	124,210	-	254,061	165,561
Total business-type activities	\$ 57,133,629	\$ 124,210	\$ (1,049,251)	\$ 56,208,588	\$ 1,259,812

The change in compensated absences above is a net change for the year.

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
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Discretely presented component units					
<i>Brownfield Redevelopment Authority</i>					
Direct borrowings/					
placements -					
Loans payable	\$ 1,334,173	\$ -	\$ (9,650)	\$ 1,324,523	\$ 9,674

Drainage Districts					
Direct borrowings/					
placements -					
Notes payable	\$ 1,054,316	\$ -	\$ (276,609)	\$ 777,707	\$ 283,116

Lake Level Districts					
Special assessment bonds	\$ 1,975,000	\$ -	\$ (200,000)	\$ 1,775,000	\$ 200,000
Net bond premium	42,999	-	(4,566)	38,433	4,566

Total Lake Level Districts	\$ 2,017,999	\$ -	\$ (204,566)	\$ 1,813,433	\$ 204,566
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Governmental activities

\$19,390,000 2017 Juvenile Home Facilities Refunding Bonds, due in annual installments of \$850,000 to \$1,875,000 plus interest ranging from 4.00 to 5.00%, payable semi-annually, through April 1, 2032.

\$3,000,000 2011 Expo Center Improvement Bonds, due in annual installments of \$75,000 to \$125,000 plus interest of 3.20%, payable semi-annually, through April 1, 2026.

\$71,750,000 2021 Justice Facility Limited Tax General Obligation Bonds due in annual installments of \$1,645,000 to \$3,390,000 plus interest ranging from 2.00 to 3.00%, payable semi-annually, through April 1, 2051.

Total governmental activities	\$ 81,090,000
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COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Business-type activities

\$750,000 2025 Village of Augusta Water Supply, due in annual installments of \$15,000 to \$45,000 plus interest at 2.125%, payable semi-annually, through April 1, 2025.

\$ 45,000

\$55,235,000 2022 Road Commission Limited Tax General Obligation Bonds, due in annual installments of \$945,000 to \$3,2100,000 plus interest ranging from 4.00 to 5.00%, payable semi-annually, through May 1, 2052.

54,290,000

Total business-type activities

\$ 54,335,000

Discretely presented component units

Brownfield Redevelopment Authority

\$150,000 2015 Eliza Street, Schoolcraft Project loan payable due in annual installments of \$14,015 to \$16,025 plus interest at 1.50%, payable annually, through September 14, 2038.

\$ 130,350

\$1,194,173 2018 Paper City Development loan payable due in annual installments of \$72,350 to \$83,966 plus interest at 1.50%, payable annually beginning in 2027, through December 5, 2041.

1,194,173

Total Brownfield Redevelopment Authority component unit

\$ 1,324,523

Drainage Districts

\$825,000 2017 Lexington Green Drain note payable, due in annual installments of \$90,520 to \$113,527, plus interest of 2.71%, through July 1, 2025.

\$ 113,392

\$380,000 2018 Townline-Galesburg Drain note payable, due in annual installments of \$33,021 to \$43,319, plus interest of 2.99%, through July 1, 2028.

166,223

\$586,000 2020 East Corp Drain note payable, due in annual installments of \$69,290 to \$78,272, plus interest of 2.00%, through July 1, 2028.

303,971

\$300,000 2020 Vineyards Drain note payable, due in annual installments of \$33,298 to \$40,621, plus interest of 2.19%, through July 1, 2028.

157,333

\$90,500 2021 Eagle Lakes Drain note payable, due in annual installments of \$17,734 to \$18,496 plus interest of 1.10% through July 1, 2026.

36,788

Total Drainage Districts component unit

\$ 777,707

Lake Level Districts

\$1,975,000 2023 Crooked and Eagle Lakes Special Assessment Bonds, due in annual installments of \$195,000 to \$200,000 plus interest ranging from 4.00% to 5.00%, payable semi-annually, through June 1, 2033.

\$ 1,775,000

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

Annual debt service requirements to maturity for long-term debt are as follows:

Year Ended December 31,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 3,200,000	\$ 2,261,246	\$ 1,035,000	\$ 2,331,339
2026	3,220,000	2,137,510	1,040,000	2,280,069
2027	3,245,000	2,013,538	1,090,000	2,226,819
2028	3,400,000	1,885,063	1,145,000	2,170,944
2029	3,555,000	1,749,988	1,205,000	2,112,194
2030-2034	16,135,000	6,735,163	6,980,000	9,571,594
2035-2039	12,425,000	4,742,263	8,800,000	7,741,894
2040-2044	13,805,000	3,355,088	10,725,000	5,785,944
2045-2049	15,410,000	1,755,719	13,070,000	3,382,009
2049-2052	6,695,000	168,437	9,245,000	600,206
Totals	\$ 81,090,000	\$ 26,804,015	\$ 54,335,000	\$ 38,203,012

Year Ended December 31,	Discretely Presented Component Units			
	Direct Borrowings/Placements			
	Brownfield Redevelopment Authority		Drainage Districts	
	Principal	Interest	Principal	Interest
2025	\$ 9,674	\$ 326	\$ 283,116	\$ 18,038
2026	9,698	302	173,437	11,248
2027	93,689	277	158,535	7,448
2028	93,713	253	162,619	3,772
2029	93,737	229	-	-
2030-2034	437,479	32,349	-	-
2035-2039	422,307	30,209	-	-
2040-2041	164,226	3,704	-	-
Totals	\$ 1,324,523	\$ 67,649	\$ 777,707	\$ 40,506

Notes to Financial Statements

Year Ended December 31,	Discretely Presented Component Units	
	Lake Level Districts	
	Principal	Interest
2025	\$ 200,000	\$ 73,000
2026	200,000	64,000
2027	200,000	54,000
2028	200,000	44,000
2029	195,000	35,100
2030-2033	780,000	62,400
Totals	\$ 1,775,000	\$ 332,500

The County has entered into agreements to lease certain facilities acquired and constructed by the Kalamazoo County Building Authority. The agreements are, in substance, lease purchases. Upon termination of the lease agreements, titles to the facilities and equipment will pass to the County.

The County has debt that is being repaid by special assessments. This debt is the responsibility of the local unit using the special assessment. If the local unit defaults on the debt, it is the County's responsibility.

The full faith, credit, and resources of the County have been pledged for the prompt payment of all long-term debt requirements.

The local government public works financing bonds were issued by the County pursuant to contracts entered into with the Village of Augusta for financing additional sewage collection and disposal and water supply systems for the contractees. Additionally, the County financed bonds for Integrated Services of Kalamazoo and Kalamazoo County Road Commission used for construction of facilities. Under the terms of the agreements, the contractees are to pay the County each year amounts sufficient to provide for debt service. For certain of the above debt issuances and as described in the individual agreements, the full faith and credit of the County and that of the respective participating municipalities are pledged for repayment of the bonds.

There are a number of limitations and restrictions contained in the various debt issues. At December 31, 2024, the County complied with all significant limitations and restrictions.

Notes to Financial Statements

9. LEASES

Lessor - The County is involved in agreements as a lessor that qualify as long-term lease agreements. Below is a summary of these agreements. These agreements qualify as long-term lease agreements as the County will not surrender control of the assets at the end of the term and the noncancelable term of the agreements surpasses one year. Total lease revenue for the year ended December 31, 2024 was \$413,939.

Remaining Term of Agreements	
Asset Type	34 years
Land	2-10 years
Buildings and improvements	

Regulated lease agreements - In accordance with GASB No. 87, the Airport does not recognize a lease receivable and a deferred inflow of resources for regulated leases. Regulated leases are certain leases that are subject to external laws, regulations, or legal rulings, e.g. the U.S. Department of Transportation and the Federal Aviation Administration, regulated aviation leases between airports and aeronautical users. The leasing operations of the Airport consist principally of the leasing of land, hangars, and office space. The Airport has eight lease agreements that consist of noncancelable agreements and permit the Airport to periodically adjust rents and maximize operational flexibility. Leased land and building and improvements are leased on an exclusive basis.

Remaining Term of Agreements	
Asset Type	2-14 years
Land	8 years
Buildings and improvements	

The net present value of future minimum payments as of December 31, 2024 were as follows:

Year Ended December 31,	Amount
2025	\$ 42,867
2026	37,275
2027	36,156
2028	36,156
2029	34,884
2030-2034	144,059
2035-2039	50,320
	<u>\$ 381,717</u>

The Airport recognized \$42,867 of rental income for the year ended December 31, 2024.

10. SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The County is involved in nine arrangements that qualify as long-term subscription-based information technology arrangements ("SBITA"). Below is a summary of the nature of these arrangements. These arrangements qualify as intangible, right-to-use subscription assets as the County has the control of the right to use another party's IT software and the noncancelable term of the arrangement surpasses one year. The present values are discounted using an interest rate of 4% percent based on the County's incremental borrowing rate.

Asset Type	Remaining Term of Arrangements		
	Subscription assets	1-3 years	
The right-to-use assets and the related activity are included in Note 7, Capital Assets. The subscription liability and related activity are presented in Note 8, Bonds, Notes and Other Long-term Liabilities.			
The net present value of future minimum payments as of December 31, 2024, were as follows:			
Year Ended December 31,	Principal	Interest	
2025	\$ 537,975	\$ 62,622	
2026	555,174	41,048	
2027	505,945	18,807	
Total	\$ 1,599,094	\$ 122,477	

11. BENEFIT PLANS

Kalamazoo County Employees' Retirement System ("System")

The County participates in the Kalamazoo County Employees' Retirement System (the "System"), a cost-sharing multiple-employer defined benefit pension plan, which provides retirement and disability benefits to eligible plan members and beneficiaries. The System was established by the County of Kalamazoo Board of Commissioners and is administered by the Office of Finance of the County of Kalamazoo, Michigan. Accordingly, it is included as a fiduciary component unit in the County's annual comprehensive financial report. The County of Kalamazoo, Michigan (the "County"). Kalamazoo County Road Commission (the "Road Commission"), a discretely presented component unit of the County), and Integrated Services of Kalamazoo ("ISK"), are participating employers of the System and are required to contribute to the System under state of Michigan statutes. Employees of participating employers holding regular positions, either full-time or part-time of 20 hours or more per week, are included by law in the System. Employees of the Sheriff's Deputy Association, Sheriff's Supervisory Association, certain District Court employees, and Judges elected or appointed after March 31, 1997, are excluded from the plan pursuant to past negotiations.

The System is controlled by laws established by the State of Michigan. Any changes to the plan document must be approved by the County of Kalamazoo Board of Commissioners and subsequently implemented by the County of Kalamazoo Office of Finance. The System provides retirement, disability and death benefits to plan members and their beneficiaries. It is accounted for as a separate pension trust fund. Stand-alone financial reports are issued that include financial statements and required supplementary information for the System, which may be obtained from the Office of Finance, County of Kalamazoo, Michigan, 201 West Kalamazoo Avenue, Kalamazoo, Michigan, 49007.

Eligibility

An employee becomes a member in the System as of his or her date of eligible employment. Participants become 100% vested for benefits after eight years of service. Terminated members vested in the System are eligible for deferred retirement benefits.

Benefits Provided

Regular retirement benefits begin at age 60 with 8 years or more of service for County employees hired before July 1, 2009. Regular retirement benefits begin at age 65 with 8 years or more of service for the County employees hired on or after July 1, 2009. Certain County employees are eligible for normal retirement at age 55 with 25 years of service. Members may retire at age 55 with 8 years of service for a reduced benefit.

Deferred members of the County hired before October 1, 2009 may elect to receive a lump sum benefit at any time before or after reaching the retirement age. All deferred members may receive annuity benefits at the normal or early retirement age.

Notes to Financial Statements

Benefits are determined at the member's retirement date based on a formula of the member's service credit, final average compensation, and a percentage factor. Service credit is determined by the total number of full or part-time (at least 20 hours per week) years and months of employment. Additional service may be credited for any member with a military leave. The final average compensation is the average compensation received during the highest 5 consecutive years of the last 10 years of service or all years of service if the employee has less than 10 years of service. The percentage is determined by the participating employers of the System and ranged from 1.7% to 2.5% in 2024. Annual benefits are reduced for early retirement or beneficiary benefits. Employees may choose to receive benefits in monthly payments or as a lump sum payment. Lump sum payments for employees hired before October 1, 2009 are calculated using the annual benefit, expected future lifetime, and a discount rate. Lump sum payments are no longer an option available for County employees hired on or after October 1, 2009. The discount rate shall be the investment return assumption as adopted by the Retirement Investment Committee to be used in the annual actuarial valuation of the System.

Contributions

Employer Contributions. The System's funding policy provides for periodic employer contributions at actuarially determined rates that are expressed as percentages of annual covered payroll, and are designed to accumulate sufficient assets to pay benefits when due. The normal cost and amortization payment were determined using an entry-age actuarial funding method. Unfunded actuarial accrued liabilities are being amortized as a level percent-of-payroll over an open period of 10 years.

It is the County's policy to fund the actuarial determined pension liability in order for funds to be available when a member retires. The employers are required to contribute a percentage of payroll at an actuarially determined rate. The contribution rate is based on the actuarial assumptions and experiences. Once a group is full or overfunded, the employer no longer contributes for that group. The County required to contribute the following percentages of payroll for the year ended December 31, 2024:

Airport	0.00%
AS&E/B&G/Parks	1.65%
Head start I	0.00%
Head start II	0.00%
Juvenile court	10.82%
Juvenile home	7.27%
Non-represented	6.32%
Sheriff command	0.00%
FOP	0.00%

The sheriff command no longer has active members and therefore no contribution rate can be determined based on a percentage of payroll. The County contributed a fixed dollar amount for the sheriff command of \$23,164 for the year ended December 31, 2024.

Employee Contributions. No employee contributions are required for participation in the System. The only contributions recognized are those relating to purchased years of service.

Notes to Financial Statements

The County's contractually determined and actual contributions were as follows for the year ended December 31, 2024:

Contractually Determined Contribution	Actual Contribution	Percent Contributed
\$ 2,803,353	\$ 2,803,353	100.00%

System members may purchase credited service for time served in the military. To purchase credited service for military leave, members pay an amount equal to 5% of the member's annual compensation for each year purchased. Members of the County of Kalamazoo Board of Commissioners electing to participate in the plan must contribute 100% of the actuarial cost annually. System members retain the right upon termination to withdraw their contributions plus regular interest, as defined by the System, in lieu of any pension rights they may have. Members may repurchase past service credit for an amount equal to the aggregate amount of contributions the County made at the time of the previous service plus accrued interest from the date of separation to the date of the deposit.

The System maintains a member deposit fund, which is used to accumulate contributions made by plan members and related accrued interest. As detailed in the plan document, the fund is legally required to distribute individual employee contributions and related interest, upon request by a terminated plan member. The balance in the member deposit fund at December 31, 2024 is \$323,984.

Net Pension Asset. At December 31, 2024, the County reported an asset of \$14,675,208 for its proportionate share of the net pension asset. The System's net pension asset was measured as of December 31, 2024, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2023, which used update procedures to roll forward the estimated liability to December 31, 2024. At December 31, 2024, the County's proportion was 70.514 percent, which was a decrease of 0.733 percent from its proportion measured as of December 31, 2023.

Actuarial Assumptions. The County's net pension asset was measured as of December 31, 2024, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2023, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	3.25%
Salary increases (includes inflation, as noted above)	3.25% to 8.25%
Investment rate of return	7.25%

Mortality rates were based on the Pub-2010 amount weighted, general, employee, healthy retiree, disabled retiree, safety, male, and female tables, with future mortality improvements projected to 2025 using scale MP-2019.

Notes to Financial Statements

The actuarial assumptions used in the December 31, 2023 valuation (measurement date of December 31, 2024) were based on the results of an actuarial experience study for the period January 1, 2019 to December 31, 2023.

The 2024 assumption changes were related to the assumptions from the experience study covering the period January 1, 2019 through December 31, 2023 were reflected in the actuarial accrued liability as of December 31, 2024 valuation. The 2024 benefit change allowed Rule of 80 retirement eligibility for members is reflected in the actuarial accrued liability as of December 31, 2024 valuation.

Long-term Expected Rate of Return. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation are summarized in the following table as of December 31, 2024:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
U.S. small cap (manager 1)	5.00%	3.88%	0.19%
U.S. small cap (manager 2)	10.00%	3.88%	0.39%
International developed equity	10.00%	5.03%	0.50%
U.S. large cap (manager 1)	30.00%	3.68%	1.10%
U.S. large cap (manager 2)	5.00%	3.68%	0.18%
Emerging markets	10.00%	4.68%	0.47%
Domestic fixed income	25.00%	2.58%	0.65%
Real estate (manager 1)	2.50%	4.28%	0.11%
Real estate (manager 2)	2.50%	4.28%	0.11%

100.00%

Inflation 3.25%
Diversified portfolio additional returns 0.30%

Investment rate of return 7.25%

Not only is the time horizon longer for an actuarial valuation relative to the time horizon over which the above projected returns were generated, but also there is an additional correlation resulting from a diversified portfolio that will provide additional returns, as reflected above.

Notes to Financial Statements

Discount Rate. The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the County's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate. The following table presents the County's net pension (asset)/liability, calculated using a single discount rate of 7.25%, as well as what the County's net pension (asset)/liability would be if it were calculated using a single discount rate that is one-percentage-point lower (6.25%) or one-percentage-point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
County's net pension (asset) liability	\$ 8,064,335	\$ (14,675,208)	\$ (33,598,371)

Pension Plan Fiduciary Net Position. Detailed information about the System's fiduciary net position is available in the combining statements for the pension and other postemployment benefit trust funds in Note 13.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended December 31, 2024, the County's total pension expense amounted to \$8,610,240. At December 31, 2024, the County reported pension-related deferred outflows of resources and deferred inflows of resources from the following sources:

County	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	\$ 3,893,774	\$ -	\$ 3,893,774
Changes of assumptions	3,156,245	-	3,156,245
Net difference between projected and actual investment earnings on pension plan investments	-	2,256,634	(2,256,634)
Changes in proportionate share and differences between employer contributions and proportionate share of contributions	667,940	658,114	9,826
Total	\$ 7,717,959	\$ 2,914,748	\$ 4,803,211

Notes to Financial Statements

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

Year Ended December 31,	County
2025	\$ 1,997,448
2026	5,704,748
2027	(2,342,499)
2028	(556,486)
	<u>\$ 4,803,211</u>

Payable to the Pension Plan. At December 31, 2024, the County reported a payable of \$222,012 to the pension plan.

The pension liability attributable to the governmental activities will be liquidated by the County's General, special revenue funds and internal service funds.

Defined Contribution Plans

Sheriff's Department

The County provides pension benefits for all of its full-time employees of the Sheriff's Department not covered by the Kalamazoo County Employees' Retirement System through a defined contribution plan, established and administered by the Fraternal Order of Police, Lodge No. 98 (FOP). In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate from the date of employment. For employees hired before September 17, 2013, the County contributes an amount equal to 16.00% of the employee's salary each pay period. For employees hired after this date, the County contributes an amount equal to 10.00% of the employee's salary each pay period. The County's contributions for each employee (and interest allocated to the employee's account) are fully vested upon deposit into a participant's account. The County made the required 2024 contribution of \$2,187,719. The County is not a fiduciary with respect to this plan and, accordingly, assets and liabilities of the plan have been excluded from these financial statements. Contribution requirements are established or amended under the authority of the County Board and collective bargaining.

Other Defined Contribution Plan

Currently, one Probate Court judge and four District Court employees have elected not to participate in the County's defined benefit plan described above. The probate judge is considered a State of Michigan employee and has elected to participate in a State of Michigan retirement plan under which the State and participant share in the cost of the plan.

Notes to Financial Statements

The County has agreed to contribute, on behalf of the District Court employees, to defined contribution plans that are administered by unrelated third parties. The County made the required 2024 contributions on behalf of the District Court employees in the amount of \$0. The County is not a fiduciary with respect to these plans and, accordingly, the assets and liabilities of these plans have been excluded from these financial statements.

12. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Kalamazoo County Retiree Medical Benefits Plan ("Plan")

The County participates in the Kalamazoo County Retiree Medical Benefits Plan (the "Plan"), a cost-sharing multiple-employer defined benefit OPEB plan, which provides retiree health care benefits to eligible Plan members and beneficiaries. The Plan was established by the County Board of Commissioners and is administered by the Office of Finance of the County of Kalamazoo, Michigan. Accordingly, it is included as a fiduciary component unit in the County's annual comprehensive financial report. The County, the Road Commission, and ISK are participating employers of the Plan.

Stand-alone financial reports are issued that include financial statements and required supplementary information for the Plan, which may be obtained from the Office of Finance, County of Kalamazoo, Michigan, 201 West Kalamazoo Avenue, Kalamazoo, Michigan, 49007.

Eligibility and Benefits Provided

County policy established that retiring employees, who terminate employment after becoming eligible for immediate commencement of retirement benefits from the County, shall be eligible for group health insurance. These benefits are established and can be amended by the County Board of Commissioners. Active participants of the Fraternal Order of Police ("FOP") defined contribution plan are eligible under the terms of their collective bargaining agreement. Changes are made through collective bargaining. All other retiring employees reach eligibility based on hire date, years of retirement plan, credited service and age at retirement. A retiree and his/her covered dependents must obtain Medicare Parts A & B at the earliest date eligible. Eligibility conditions for retiree health care benefits are as follows:

Members hired on or before 12/31/2008 - Age 55 with 8 years of service; Members hired on or after 1/1/2009 - Age 60 with 8 years of service (until age 65 for members hired on or after 1/1/2010); Members hired on or after 1/1/2012 - not eligible for retiree health care benefits.

Contributions

The Kalamazoo County Retiree Medical Benefits Plan is funded under the authority defined by the Kalamazoo County Board of Commissioners. Plan members are charged contributions at a set rate per member depending on years of service over eight years and the type of optional coverage elected. The County is currently contributing 50% of the fixed rate determined in the most recent actuarial valuation adjusted for plan design changes made during the year.

The contribution rates include amortization of the unfunded actuarial accrued liability over a closed period of 20 years for County, except for a 25 year closed period for Sheriff (FOP).

Notes to Financial Statements

The County's contractually determined and actual contributions were as follows for the year ended December 31, 2024:

Contractually Determined Contribution	Actual Contribution	Percent Contributed
\$ 644,692	\$ 3,279,682	508.72%

Net OPEB Liability. At December 31, 2024, the County reported a liability of \$1,174,095 for its proportionate share of the net OPEB liability. The County's net OPEB liability was measured as of December 31, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023, which used update procedures to roll forward the estimated liability to December 31, 2024. At December 31, 2024, the County's proportion was -76788.424 percent, which was a decrease of 76904.869 percent from its proportion measured as of December 31, 2023.

Actuarial Assumptions. The County's net OPEB liability was measured as of December 31, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2023, using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	3.25%
Salary increases (includes inflation at 3.5%)	3.25% to 8.25%
Investment rate of return	7.25%
Healthcare cost trend rates	Initial trend of 7.25% gradually decreasing to 3.50%

Mortality rates were based on the Pub-2010 amount weighted, general, employee, healthy retiree, disabled retiree, safety, male, and female tables, with future mortality improvements projected to 2025 using scale MP-2019.

The actuarial assumptions used in the December 31, 2023 valuation (measurement date of December 31, 2024) were based on the results of an actuarial experience study for the period January 1, 2019 to December 31, 2023.

The 2024 assumption changes were related to the assumptions from the experience study covering the period January 1, 2019 through December 31, 2023 were reflected in the actuarial accrued liability as of December 31, 2024 valuation. The 2024 benefit change allowed Rule of 80 retirement eligibility for members is reflected in the actuarial accrued liability as of December 31, 2024 valuation.

Notes to Financial Statements

Long-term Expected Rate of Return. The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Plan's target asset allocation are summarized in the following tables as of December 31, 2024:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
U.S. small cap (manager 1)	5.00%	3.88%	0.19%
U.S. small cap (manager 2)	10.00%	3.88%	0.39%
International developed equity	10.00%	5.03%	0.50%
U.S. large cap (manager 1)	30.00%	3.68%	1.10%
U.S. large cap (manager 2)	5.00%	3.68%	0.18%
Emerging markets	10.00%	4.68%	0.47%
Domestic fixed income	25.00%	2.58%	0.65%
Real estate (manager 1)	2.50%	4.25%	0.11%
Real estate (manager 2)	2.50%	4.25%	0.11%

100.00%

Inflation	3.25%
Diversified portfolio additional returns	0.30%

7.25%

Not only is the time horizon longer for an actuarial valuation relative to the time horizon over which the above projected returns were generated, but also there is an additional correlation resulting from a diversified portfolio that will provide additional returns, as reflected above.

Discount Rate. The discount rate used to measure the total OPEB liability at December 31, 2024 was 7.25%. The projection of cash flows used to determine the discount rate assumed that the County will contribute at a rate equal to the greater of the pay-as-you-go cost or 50% of the actuarially determined employer contribution, plus an additional \$300,000 per year. Based on those assumptions, the County's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Notes to Financial Statements

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following table presents the net OPEB liability (asset), calculated using a single discount rate of 7.25%, as well as what the County's net OPEB liability (asset) would be if it were calculated using a single discount rate that is one-percentage-point lower (6.25%) or one-percentage-point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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County's net OPEB liability (asset) \$ 4,893,609 \$ 1,174,095 \$ (1,991,631)

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rate Assumption. The following table presents the net OPEB liability (asset) of the County, as well as what the County's net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1% lower (6.25% decreasing to 2.50%) or 1% higher (8.25% decreasing to 4.50%) than the current healthcare cost trend rates:

	Healthcare Cost Trend Rates (7.25%) Decreasing to 2.50%	Healthcare Cost Trend Rates (7.25%) Decreasing to 3.50%	1% Increase (8.25%) Decreasing to 4.50%
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County's net OPEB liability (asset) \$ (2,416,473) \$ 1,174,095 \$ 5,398,294

OPEB Plan Fiduciary Net Position. Detailed information about the OPEB plan's fiduciary net position is available in the combining statements for the pension and other postemployment benefit trust funds in Note 13.

Notes to Financial Statements

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. For the year ended December 31, 2024, the County's recognized an OPEB benefit of \$4,442,853. At December 31, 2024, the County reported OPEB-related deferred outflows of resources and deferred inflows of resources from the following sources:

County	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Difference between expected and actual experience	\$ -	\$ 5,909,819	\$ (5,909,819)
Changes in assumptions	1,693,563	-	1,693,563
Net difference between projected and actual investment earnings on OPEB plan investments	-	171,062	(171,062)
Changes in proportionate share and differences between employer contributions and proportionate share of contributions	25,304	25,304	-
Total	\$ 1,718,867	\$ 6,106,185	\$ (4,387,318)

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

Year Ended December 31,	County
2025	\$ (2,822,317)
2026	(716,375)
2027	(650,410)
2028	(198,216)
	<u>\$ (4,387,318)</u>

Payable to the OPEB Plan. At December 31, 2024, the County reported no amounts payable to the OPEB plan.

The OPEB liability attributable to the governmental activities will be liquidated by the County's General, special revenue funds and internal service funds.

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

13. FINANCIAL STATEMENTS FOR INDIVIDUAL PENSION AND OTHER POSTEMPLOYMENT BENEFIT FUNDS

Financial statements for the individual pension and other postemployment benefits plans are as follows:

Combining Statement of Fiduciary Net Position

	Retiree Health Care Trust Fund	Pension Trust Fund	Total
Assets			
Cash and cash equivalents	\$ 6,178,774	\$ 7,167,418	\$ 13,346,192
Investments, at fair value:			
U.S. government securities	3,098,772	23,353,249	26,452,021
U.S. agency securities	3,081,033	23,219,561	26,300,594
Corporate obligations	3,175,410	23,930,813	27,106,223
Foreign corporate obligations	345,227	2,601,732	2,946,959
Domestic equity mutual funds/ collective trust funds	17,505,064	131,923,249	149,428,313
Emerging market mutual funds	3,566,076	26,874,986	30,441,062
International equity mutual funds	3,555,765	26,797,275	30,353,040
Real estate investment trust	908,697	6,848,207	7,756,904
Real estate pooled separate account	683,753	5,152,953	5,836,706
Receivables:			
Sale of investments	612,204	4,613,746	5,225,950
Interest and dividends	70,367	530,306	600,673
Employer contributions	-	222,012	222,012
Other	97,822	-	97,822
Total assets	42,878,964	283,235,507	326,114,471
Liabilities			
Accounts payable	12,284	98,088	110,372
Benefits payable	-	924,296	924,296
Purchase of investments	1,004,914	7,573,326	8,578,240
Total liabilities	1,017,198	8,595,710	9,612,908
			continued...

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

	Retiree Health Care Trust Fund	Pension Trust Fund	Total
Net position			
Restricted for:			
Employees' pension benefits	\$ -	\$ 274,639,797	\$ 274,639,797
Other postemployment benefits	41,861,766	-	41,861,766
Total net position	\$ 41,861,766	\$ 274,639,797	\$ 316,501,563

concluded

Combining Statement of Changes in Fiduciary Net Position

	Retiree Health Care Trust Fund	Pension Trust Fund	Total
Additions			
Contributions:			
Employer	\$ 3,348,331	\$ 4,621,350	\$ 7,969,681
Investment earnings:			
Net appreciation in fair value of investments	3,208,819	22,590,457	25,799,276
Income on mutual funds	493,163	3,812,796	4,305,959
Interest and dividends	230,134	2,581,281	2,811,415
Income on real estate pooled separate account	46,658	360,724	407,382
Total investment earnings	3,978,774	29,345,258	33,324,032
Investment expense	(107,672)	(849,748)	(957,420)
Net investment earnings	3,871,102	28,495,510	32,366,612
Total additions	7,219,433	33,116,860	40,336,293
Deductions			
Benefit payments	2,175,297	13,437,090	15,612,387
Administrative expenses	378,864	532,000	910,864
Total deductions	2,554,161	13,969,090	16,523,251
Change in net position	4,665,272	19,147,770	23,813,042
Net position, beginning of year	37,196,494	255,492,027	292,688,521
Net position, end of year	\$ 41,861,766	\$ 274,639,797	\$ 316,501,563

Notes to Financial Statements

14. RISK MANAGEMENT

The risks of loss arising from general liability, property, and crime are managed through a combination of purchased commercial insurance, through the Michigan Municipal Risk Management Authority, and the set aside of assets. Assets have been set aside for the coverage of up to a maximum of \$150,000 for each general liability claim, and \$1,000 for each property and crime claim (also, 10% of next \$100,000 of each property and crime claim). Purchased commercial insurance provides coverage in excess of these limits and for all other risks of loss. With regard to vehicle physical damage claims, the County is entirely self-insured due to the prohibitive cost of commercial insurance for such losses.

The Employee Benefit Fund provides coverage for up to a maximum of \$550,000 for each workers' compensation claim (\$600,000 for Sheriff's Office employees). The County purchases commercial insurance for claims in excess of this coverage up to a maximum of \$1,000,000 for each claim and \$5,000,000 for aggregate claims. Workers' compensation claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss may be reasonably estimated.

Liabilities include an amount for claims that have been incurred but not reported. Because actual claim liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claim liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. Liabilities for incurred losses to be settled by fixed or reasonably determinable payments over a long period are not significant, as the County prefers to liquidate such liabilities immediately.

The County manages its risk of loss arising from health and medical claims through a combination of purchased commercial insurance and a set aside of assets for claims settlements. For those claims (up to an annual maximum of \$225,000 per individual) financed from the set aside of assets, the County reports claim expenditures and liabilities when it is probable that a loss has occurred and the amount of loss may be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Health and medical claim liabilities are subject to the same estimation limitations and periodic reevaluation as workers' compensation claims. For all risks of loss, there have been no significant reductions in insurance coverage from coverage provided in prior years. In addition, in the past three fiscal years, settlements did not exceed insurance coverage.

Notes to Financial Statements

Changes in the balances of claim liabilities consists of the following:

	Estimated Liability Beginning of Year	Current Year Claims and Changes in Estimates	Claims Payments	Estimated Liability End of Year
General liability and crime:				
2023	\$ 734,572	\$ 234,961	\$ (356,628)	\$ 612,905
2024	612,905	371,370	(358,440)	625,835
Workers' compensation:				
2023	1,442,249	1,142,286	(1,181,009)	1,403,526
2024	1,403,526	885,422	(1,096,390)	1,192,558
Employee health and medical:				
2023	647,561	10,159,494	(10,193,570)	613,485
2024	613,485	12,370,645	(12,195,630)	788,500
Employee dental:				
2023	14,625	552,941	(546,700)	20,866
2024	20,866	552,811	(551,077)	22,600

The County considers all claims payable to be current liabilities and to be liquidated within the next year.

The County considers property and vehicle damage claims arising from natural disasters, catastrophes, or other extraordinary events as subject to the provisions of the accounting standards governing risk management and, therefore, reportable. Expenditures incurred in connection with assets repairs or replacements not associated with such causes are considered outside the measurement and reporting standards.

15. PROPERTY TAXES

Property taxes are levied on the assessed taxable value of the property as established by local units, accepted by the County and equalized under State statute at approximately 50% of the current estimated market value.

Tax Abatements

The County received reduced property tax revenues during 2024 as a result of industrial facilities tax exemptions (IFT's) entered into by cities, villages, townships, and authorities within the County.

The IFT's were entered into based upon the Plant Rehabilitation and Industrial Developments Districts Act (known as the Industrial Facilities Exemption), PA 198 of 1974, as amended. IFT's provide a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high-tech facilities. Properties qualifying for IFT status are taxed at 50% of the millage rate applicable to other real and personal property in the county. The abatements amounted to \$615,774 in reduced county tax revenues for 2024.

16. CONTINGENT LIABILITIES

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

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County has identified a number of sites within its boundaries that are in need of environmental remediation. Some are privately-held properties, and some are owned by the County and/or the City of Kalamazoo, which includes the Cork Street Landfill, Auto Ion site, and the KL Landfill. The County has an agreement with outside entities for site remediation for the closed KL Landfill. The landfill has been capped and per prior judgements, outside entities have been named to be responsible for any clean-up related to the landfill. However, the County could have continued expenses into the future. As of the date of the financial statements, expansion discussions are ongoing and likely, and actual costs can not be estimated but could significantly impact the County. The County has committed fund balance in the General Fund in anticipation of future costs.

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COUNTY OF KALAMAZOO, MICHIGAN

Notes to Financial Statements

17. FUND BALANCES - GOVERNMENTAL FUNDS

Detailed information on fund balances of governmental funds is as follows:

	General Fund	Law Enforcement	General Grants	Opioid Settlement	Community Economic Development Special Grants
Nonspendable					
Inventories	\$ 40,020	\$ -	\$ -	\$ -	\$ -
Prepays	76,761	-	-	-	136,632
Long-term advances	202,798	-	-	-	-
Total nonspendable	319,579	-	-	-	136,632
Restricted					
Budget stabilization	3,004,073	-	-	-	-
Law enforcement	-	718,832	-	-	-
Senior millage	-	-	-	-	-
Register of deeds automation	-	-	-	-	-
Community development	-	-	-	-	12,820,666
Accommodation tax	-	-	-	-	-
Grant programs	-	-	3,465,847	-	-
Opioid	-	-	-	4,786,450	-
911 millage	-	-	-	-	-
Veterans service millage	-	-	-	-	-
Concealed pistol license	-	-	-	-	-
Indigent defense	-	-	-	-	-
Debt service	-	-	-	-	-
Total restricted	3,004,073	718,832	3,465,847	4,786,450	12,820,666
Committed					
Sheriff	346,865	-	-	-	-
Landfill	750,000	-	-	-	-
Site remediation	750,000	-	-	-	-
Disaster recovery project	40,000	-	-	-	-
Circuit court drug court	360,696	-	-	-	-
Health & community service	199,408	-	-	-	-
Social welfare	21,094	-	-	-	-
Candidate filing fees	2,700	-	-	-	-
Total committed	2,470,763	-	-	-	-
Assigned					
Capital projects	-	-	-	-	-
Health	-	-	-	-	-
Community correction	-	-	-	-	-
Capital projects	-	-	-	-	-
Grant programs	-	-	-	-	-
Total assigned	-	-	-	-	-
Unassigned					
	30,128,682	-	-	-	-
Total fund balances, governmental funds	\$ 35,923,097	\$ 718,832	\$ 3,465,847	\$ 4,786,450	\$ 12,957,298

	Capital Projects	Nonmajor Governmental Funds	Total
\$	-	\$ 936	\$ 40,956
	-	6,673	220,066
	-	-	202,798
	-	7,609	463,820

Notes to Financial Statements

18. NET INVESTMENT IN CAPITAL ASSETS

The composition of the County's net investment in capital assets as of December 31, 2024, was as follows:

	Governmental Activities	Business-type Activities
Capital assets:		
Capital assets not being depreciated/amortized	\$ 13,215,079	\$ 14,223,433
Capital assets being depreciated/amortization, net	179,185,501	46,020,241
	<u>192,400,580</u>	<u>60,243,674</u>
Related debt:		
General obligation bonds	81,090,000	54,335,000
Net bond premium/discount	3,982,865	1,619,527
Deferred charge on refunding	(102,037)	-
Subscription liability	1,599,094	-
Capital related accounts/retainage payable	1,018,649	32,905
Bonds payable related to installment sales agreements	-	(54,335,000)
Bond premiums related to installment sales agreements	-	<u>(1,619,527)</u>
	<u>87,588,571</u>	<u>32,905</u>
Net investment in capital assets	<u>\$ 104,812,009</u>	<u>\$ 60,210,769</u>

19. OPIOID SETTLEMENT

The County is part of a \$21 billion nationwide settlement reached in July 2021 to resolve all Opioids litigation brought by states and local political subdivisions against the three largest pharmaceutical distributors: McKesson, Cardinal Health, and AmerisourceBergen (Distributors), and a \$5 billion nationwide settlement with manufacturer Janssen Pharmaceuticals, Inc. and its parent company Johnson & Johnson (Janssen). The term of the settlement varies by entity; however, the County expects to receive eighteen (18) installments from the Distributors with the first two installments being paid early in 2023 and the remaining 16 installments expected to be made annually beginning in 2024. Additionally, the County expects to receive eleven (11) installments from Janssen with the first five installments being paid early in 2023 and the remaining installments expected to be made annually beginning in 2026. The County is currently allocated approximately 2.223% of the total State of Michigan local unit settlement and the total amount of the settlement is expected to be \$6,071,470 and \$1,401,247 from the Distributors and Janssen, respectively.

Notes to Financial Statements

Between 2022 and 2024, additional settlements with various pharmacies and manufacturers were announced. The term of the settlement varies by pharmacy and manufacturer; however, the County has received installment payments in 2024. The total amount of these settlements is expected to be \$7,462,001. Additional settlements with other pharmacies and manufacturers may be forthcoming as well. However, as of December 31, 2024, any additional amounts to be allocated to and collected by the County were not able to be determined, and as such, no amounts have been reported related to these settlements in the financial statements.

The receivable for the various settlement agreements was recorded at the net present value, using a discount rate for payments to be received subsequent to 2025 of 3%. The net present value of the combined settlement payments to be received as of December 31, 2024 is \$8,292,080.

20. ADJUSTMENTS AND RESTATEMENT TO BEGINNING NET POSITION/FUND BALANCE

For the year ended December 31, 2024, the County had the following adjustments and restatement to beginning net position/fund balance:

	Governmental Activities	Community Economic Development Special Grants	Justice Facility Capital Projects	Nonmajor Governmental Funds
Net position/fund balance, beginning of year, as previously reported	\$ 242,235,048	\$ -	\$ 11,599,855	\$ 19,396,813
Change within the financial reporting entity:				
Change from major fund to nonmajor fund	-	-	(11,599,855)	11,599,855
Change from nonmajor fund to major fund	-	10,084,389	-	(10,084,389)
Restatement - GASB 101 Implementation	<u>(1,960,600)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position/fund balance, beginning of year, as adjusted or restated	<u>\$ 240,274,448</u>	<u>\$ 10,084,389</u>	<u>\$ -</u>	<u>\$ 20,912,279</u>

The County previously reported the Justice Facility Capital Projects fund as major. The Justice Facility Capital Projects fund no longer meets the quantitative threshold for major funds in accordance with GAAP for the year ended December 31, 2024. The County previously reported the Community Economic Development Special Grants special revenue fund as a nonmajor governmental fund. The Community Economic Development Special Grants special revenue fund met the quantitative threshold for major funds in accordance with GAAP for the year ended December 31, 2024.



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REQUIRED SUPPLEMENTARY INFORMATION

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COUNTY OF KALAMAZOO, MICHIGAN

Required Supplementary Information

Employees' Retirement System
Schedule of the County's Proportionate Share of the Net Pension Asset

	Year Ended December 31,			
	2024	2023	2022	2021
County's proportionate share of the net pension asset	\$ 14,675,208	\$ 17,252,543	\$ 7,406,539	\$ 46,794,281
County's proportion of the net pension asset	70.514%	71.247%	72.319%	73.716%
County's covered payroll	\$ 42,796,153	\$ 38,026,885	\$ 39,560,340	\$ 35,426,516
County's proportionate share of the net pension asset as a percentage of its covered payroll	34.29%	45.37%	18.72%	132.09%
Plan fiduciary net position as a percentage of the total pension liability	108.20%	110.47%	104.67%	129.88%

See notes to required supplementary information.

	Year Ended December 31,				
	2020	2019	2018	2017	2015
County's proportionate share of the net pension asset	\$ 26,483,836	\$ 25,493,446	\$ 9,795,854	\$ 38,242,716	\$ 26,864,174
County's proportion of the net pension asset	74.434%	74.601%	73.559%	73.738%	74.614%
County's covered payroll	\$ 34,916,796	\$ 33,819,547	\$ 32,319,766	\$ 31,090,984	\$ 30,382,053
County's proportionate share of the net pension asset as a percentage of its covered payroll	75.85%	75.38%	30.31%	123.00%	88.42%
Plan fiduciary net position as a percentage of the total pension liability	117.25%	117.33%	106.99%	129.41%	121.02%

COUNTY OF KALAMAZOO, MICHIGAN

Required Supplementary Information
Employees' Retirement System
Schedule of Pension Contributions

	Year Ended December 31,			
	2024	2023	2022	2021
Contractually required contribution	\$ 2,803,353	\$ 2,532,732	\$ 1,753,777	\$ 2,130,345
Contributions in relation to the contractually required contribution	(2,803,353)	(2,532,732)	(1,753,777)	(2,130,345)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 42,796,153	\$ 38,026,885	\$ 39,560,340	\$ 35,426,516
Contributions as a percentage of covered payroll	6.55%	6.66%	4.43%	6.01%

See notes to required supplementary information.

	Year Ended December 31,					
	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 2,412,288	\$ 1,603,818	\$ 424,057	\$ 662,427	\$ 949,476	\$ 843,226
Contributions in relation to the contractually required contribution	(2,412,288)	(1,603,818)	(424,057)	(662,427)	(949,476)	(843,226)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
County's covered payroll	\$ 34,916,796	\$ 33,819,547	\$ 32,319,766	\$ 31,090,984	\$ 30,382,053	\$ 29,100,398
Contributions as a percentage of covered payroll	6.91%	4.74%	1.31%	2.13%	3.13%	2.90%

COUNTY OF KALAMAZOO, MICHIGAN

Required Supplementary Information

Retiree Medical Benefits Plan
Schedule of the County's Proportionate Share of the Net OPEB Liability

	Year Ended December 31,			
	2024	2023	2022	2021
County's proportionate share of the net OPEB liability	\$ 1,174,095	\$ 6,919,855	\$ 11,188,759	\$ 23,814,639
County's proportion of the net OPEB liability	-76788.424%	116.445%	104.382%	96.850%
County's covered payroll	\$ 30,622,764	\$ 28,773,732	\$ 30,175,841	\$ 27,784,720
County's proportionate share of the net OPEB liability as a percentage of its covered payroll	3.83%	24.05%	37.08%	85.71%
Plan fiduciary net position as a percentage of the total OPEB liability	96.80%	81.78%	70.31%	53.94%

See notes to required supplementary information.

	Year Ended December 31,		
	2020	2019	2018
County's proportionate share of the net OPEB liability	\$ 29,221,051	\$ 33,015,163	\$ 38,659,129
County's proportion of the net OPEB liability	95.152%	93.767%	92.944%
County's covered payroll	\$ 31,060,472	\$ 32,567,422	\$ 33,626,921
County's proportionate share of the net OPEB liability as a percentage of its covered payroll	94.08%	101.37%	114.96%
Plan fiduciary net position as a percentage of the total OPEB liability	42.56%	35.11%	27.05%

COUNTY OF KALAMAZOO, MICHIGAN

Required Supplementary Information
 Retiree Medical Benefits Plan
 Schedule of OPEB Contributions

	Year Ended December 31,			
	2024	2023	2022	2021
Contractually required contributions	\$ 644,692	\$ 1,254,364	\$ 1,251,682	\$ 2,975,221
Contributions in relation to the contractually required contributions	(3,279,682)	(3,000,497)	(3,981,434)	(4,185,172)
Contribution excess	<u>\$ (2,634,990)</u>	<u>\$ (1,746,133)</u>	<u>\$ (2,729,752)</u>	<u>\$ (1,209,951)</u>
County's covered payroll	\$ 30,622,764	\$ 28,773,732	\$ 30,175,841	\$ 27,784,720
Contributions as a percentage of covered payroll	10.71%	10.43%	13.19%	15.06%

See notes to required supplementary information.

	Year Ended December 31,		
	2020	2019	2018
	\$ 2,965,720	\$ 3,304,770	\$ 3,292,072
	(4,377,173)	(3,409,685)	(5,707,497)
	<u>\$ (1,411,453)</u>	<u>\$ (104,915)</u>	<u>\$ (2,415,425)</u>
	\$ 31,060,472	\$ 32,567,422	\$ 33,626,921
	14.09%	10.47%	16.97%

COUNTY OF KALAMAZOO, MICHIGAN

Notes to Required Supplementary Information

Employees' Retirement System

The 2024 benefit change allowed Rule of 80 retirement eligibility for members is reflected in the actuarial accrued liability as of December 31, 2024 valuation.

The 2024 assumption changes were related to the assumptions from the experience study covering the period January 1, 2019 through December 31, 2023 were reflected in the actuarial accrued liability as of December 31, 2024 valuation.

The 2019 assumption changes resulted from the following:

- Wage inflation decreased from 3.50% to 3.25%
- The spread between investment return and wage inflation increased from 3.75% to 4.00%
- Mortality rates for 2019 were based on the Pub-2010 amount weighted, general, employee, healthy retiree, disabled retiree, safety, male, and female tables, with future mortality improvements projected to 2025 using scale MP-2019. Mortality rates for 2018 were based on the RP-2000 Mortality Combined Healthy Tables, projected 20 years with U.S. Projection Scale BB.

The 2018 assumption changes resulted from a change in the discount rate from 7.50% to 7.25%.

The 2015 assumption changes resulted from the following:

- 1994 Group Annuity Mortality Table used in 2014 and RP-2000 Mortality Combined Healthy Tables used in 2015
- Salary increases for the County ranged from 3.5% to 9.5% in 2014 and 3.5% to 7.5% in 2015
- Salary increases for the Road Commission ranged from 3.5% to 8.2% in 2014 and 3.5% to 7.2% in 2015

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COUNTY OF KALAMAZOO, MICHIGAN

Notes to Required Supplementary Information

Retiree Medical Benefits Plan

GASB 75 was implemented in 2018. These schedules are being built prospectively. Ultimately, 10 years of data will be presented.

The 2024 assumption changes were related to the assumptions from the experience study covering the period January 1, 2019 through December 31, 2023 were reflected in the actuarial accrued liability as of December 31, 2024 valuation.

The 2024 benefit change was to allow rule of 80 retirement for general County (excluding FOP) and the Authority. The FOP was closed to new hires on or after 1/1/2025.

The 2022 assumption changes resulted from a change in healthcare cost trend rates.

The 2020 assumption changes resulted from a change inflation rate, healthcare cost trend rates, mortality tables, and salary increase percentages.

The 2019 assumption changes resulted from a change in aging factors. In 2018, aging factors were based on an internal GRS study using several pricing manuals from National Health Care Consultant Groups and incorporating analysis and data from a SOA survey regarding aging practices used in health care valuations. In 2019, aging factors were based on the 2013 SOA Study "Health Care Costs - From Birth to Death".

The 2018 assumption changes resulted from a change in the discount rate from 7.50% to 7.25%.

The 2017 change in benefit terms resulted from the following:

- The Kalamazoo County Road Commission eligibility requirements in 2016 included members hired on or before 12/31/2012. In 2017, eligibility included non-union members hired on or before 12/31/2012 and union members hired on or before 12/31/2016.
- In 2016, Sheriff employees age 55 with a least 25 years of service or age 60 with at least 10 years of service were eligible. In 2017, Sheriff employees age 55 or older with at least 8 years of County service were eligible.

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**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

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COUNTY OF KALAMAZOO, MICHIGAN

General Fund

The General Fund is the principal operating fund of the County. It is used to account for all revenues, expenditures, and activities not specifically accounted for and reported in another fund. Revenues are derived primarily from property taxes, intergovernmental revenues, and charges for services.

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COUNTY OF KALAMAZOO, MICHIGAN

Detailed Schedule of Revenues, Expenditures and Change in Fund Balance

Budget and Actual - General Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Taxes:				
Property	\$ 50,698,200	\$ 50,698,200	\$ 51,847,898	\$ 1,149,698
Treasurer	95,000	95,000	113,938	18,938
Trailer	24,000	24,000	22,520	(1,480)
Total taxes	50,817,200	50,817,200	51,984,356	1,167,156
Licenses and permits:				
County clerk	9,200	9,200	8,125	(1,075)
Animal services and enforcement	601,000	601,000	480,701	(120,299)
Treasurer	14,500	14,500	7,890	(6,610)
Soil erosion & sedimentation control	50,500	50,500	45,115	(5,385)
Medical examiner	120,000	120,000	117,300	(2,700)
Total licenses and permits	795,200	795,200	659,131	(136,069)
Intergovernmental:				
State grants:				
State revenue sharing	6,217,200	6,217,200	6,345,224	128,024
State stabilization sharing	2,978,200	2,978,200	3,083,795	105,595
State court fund distribution	1,200,000	1,200,000	1,070,554	(129,446)
Convention and tourism	1,892,700	1,892,700	1,831,085	(61,615)
Elections	168,000	580,000	501,292	(78,708)
Friend of the court	249,000	249,000	266,335	17,335
Circuit court trial division	183,000	183,000	182,896	(104)
Circuit court family division	358,000	358,000	45,724	(312,276)
District court	322,000	322,000	306,748	(15,252)
Prosecuting attorney	165,000	165,000	163,580	(1,420)
Probate court	150,000	150,000	560,011	410,011
Register of deeds	1,500	1,500	1,665	165
Marijuana	1,750,500	1,750,500	1,926,280	175,780
Public safety	-	-	58,088	58,088
Local unit contributions:				
Sheriff	2,550,000	2,550,000	2,685,990	135,990
Elections	-	103,000	13,759	(89,241)
Total intergovernmental	18,185,100	18,700,100	19,043,026	342,926

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COUNTY OF KALAMAZOO, MICHIGAN

Detailed Schedule of Revenues, Expenditures and Change in Fund Balance

Budget and Actual - General Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues (continued)				
Charges for services:				
Circuit court administration	\$ 565,100	\$ 565,100	\$ 447,468	\$ (117,632)
District court	1,305,400	1,305,400	1,323,484	18,084
Friend of the court	181,000	181,000	196,893	15,893
Probate court	81,100	81,100	97,271	16,171
Elections	255,600	255,600	58,914	(196,686)
Deposits	800,000	800,000	445,469	(354,531)
Identification program	13,000	13,000	5,465	(7,535)
Animal services and enforcement	76,200	76,200	112,908	36,708
County clerk	454,200	454,200	439,583	(14,617)
Register of deeds	1,899,500	1,899,500	2,566,620	667,120
Equalization	-	-	2,000	2,000
Human resources	-	-	505	505
Prosecuting attorney	32,600	32,600	16,983	(15,617)
Treasurer	41,500	41,500	40,345	(1,155)
Buildings & grounds	-	-	6,508	6,508
Drain commissioner	1,000	1,000	1,800	800
Sheriff	860,300	860,300	843,218	(17,082)
HCS administration	6,500	6,500	6,730	230
Planning	2,000	2,000	797	(1,203)
Total charges for services	6,575,000	6,575,000	6,625,961	50,961
Fines and forfeitures:				
Circuit court administration	25,000	25,000	134,470	109,470
District court	815,000	815,000	883,038	68,038
Treasurer	100	100	-	(100)
Total fines and forfeitures	840,100	840,100	1,017,508	177,408
Investment earnings	2,200,000	2,200,000	5,253,402	3,053,402
Contributions, grants and reimbursements:				
Non department revenue	-	-	75	75
Identification program	-	-	1,147	1,147
Total contributions, grants and reimbursements	-	-	1,222	1,222

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COUNTY OF KALAMAZOO, MICHIGAN

Detailed Schedule of Revenues, Expenditures and Change in Fund Balance

Budget and Actual - General Fund
For the Year Ended December 31, 2024

Revenues (concluded)	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Other:				
Non department revenue	\$ -	\$ -	\$ 108,080	\$ 108,080
Circuit court administration	-	-	6,223	6,223
District court	-	-	230	230
Probate court	-	-	15	15
Family counseling services	20,000	20,000	21,960	1,960
Finance	99,400	99,400	99,161	(239)
Central service cost recovery	5,067,200	3,356,400	3,390,165	33,765
Prosecuting attorney	1,600	1,600	1,774	174
Treasurer	500	500	-	(500)
Sheriff	122,000	122,000	138,992	16,992
Planning	18,000	18,000	-	(18,000)
Legal services	-	-	1,040	1,040
Total other	5,328,700	3,617,900	3,767,640	149,740
Total revenues	84,741,300	83,545,500	88,352,246	4,806,746
Expenditures				
Current:				
General government:				
Board of commissioners	361,500	358,500	307,422	(51,078)
County administration	1,125,200	1,106,700	1,053,044	(53,656)
Communications	236,300	285,600	277,269	(8,331)
Legal services	731,600	823,300	931,544	108,244
Elections	1,032,400	1,567,400	989,615	(577,785)
County identification program	109,200	121,200	115,875	(5,325)
County clerk	674,200	680,600	664,202	(16,398)
Finance	2,912,600	2,783,000	2,651,120	(131,880)
Equalization	619,000	582,000	576,204	(5,796)
Fringe benefits, temporary	1,419,200	1,498,100	1,379,725	(118,375)
Information systems	2,077,500	1,877,500	1,845,001	(32,499)
Treasurer	1,462,000	1,853,500	1,797,375	(56,125)
Buildings & grounds	4,529,000	4,215,200	4,205,627	(9,573)
Utilities	1,844,600	2,063,700	1,817,912	(245,788)
Security	439,900	-	-	-
Diversity, equity & inclusion	298,700	243,100	194,757	(48,343)
Total general government	19,872,900	20,059,400	18,806,692	(1,252,708)
continued...				

COUNTY OF KALAMAZOO, MICHIGAN

Detailed Schedule of Revenues, Expenditures and Change in Fund Balance

Budget and Actual - General Fund
For the Year Ended December 31, 2024

Expenditures (continued)	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Current (continued):				
Public safety:				
Sheriff	\$ 19,334,900	\$ 21,567,500	\$ 20,261,721	\$ (1,305,779)
Animal services and enforcement	1,132,600	1,157,100	1,079,934	(77,166)
Emergency management	313,900	335,900	262,452	(73,448)
Adult probation	50,700	50,700	34,541	(16,159)
Total public safety	20,832,100	23,111,200	21,638,648	(1,472,552)
Public works:				
Contractual services	397,900	459,700	439,852	(19,848)
Contractual temp employees	257,800	266,800	263,532	(3,268)
Total public works	655,700	726,500	703,384	(23,116)
Health and welfare:				
HCS administration	1,193,400	1,070,500	1,026,636	(43,864)
Circuit court family division	1,110,800	1,076,400	1,135,384	58,984
Veterans affairs	257,600	186,700	184,676	(2,024)
Advertising	950,200	870,700	870,440	(260)
Veterans burial	15,000	14,300	6,300	(8,000)
Soldiers & sailors relief	50,000	-	-	-
Appropriations to:				
Community mental health	2,298,800	2,348,800	2,357,999	9,199
Social services	25,000	25,000	6,056	(18,944)
Total health and welfare	5,900,800	5,592,400	5,587,491	(4,909)
Judicial:				
Circuit court administration	5,818,900	5,813,300	5,751,044	(62,256)
Circuit court trial division	429,700	556,200	561,105	4,905
District court	5,145,100	5,143,100	5,098,564	(44,536)
Prosecuting attorney	3,869,400	3,794,900	3,849,990	55,090
Jury board	3,300	3,300	25	(3,275)
Probate court	1,167,000	1,120,000	1,085,961	(34,039)
Restitution	800,000	800,000	445,469	(354,531)
Total judicial	17,233,400	17,230,800	16,792,158	(438,642)
Community and economic development:				
Planning	556,100	518,100	465,221	(52,879)
MSU extension	325,500	329,300	326,966	(2,334)
Appropriation to SW Michigan First	-	75,000	-	-
Register of deeds	696,200	727,800	696,329	(31,471)
Total community and economic development	1,652,800	1,650,200	1,563,516	(86,684)
continued...				

COUNTY OF KALAMAZOO, MICHIGAN

Detailed Schedule of Revenues, Expenditures and Change in Fund Balance

Budget and Actual - General Fund
For the Year Ended December 31, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Expenditures (concluded)				
Current (concluded):				
Other:				
Contingency	\$ 626,000	\$ 541,300	\$ 5,500	\$ (535,800)
Restricted reserve	50,000	50,000	-	(50,000)
At-large drains	85,000	85,000	58,626	(26,374)
Insurance	20,000	20,000	(264)	(20,264)
Other	-	500	500	-
Strategic issues	564,100	429,400	82,808	(346,592)
Total other	1,345,100	1,126,200	147,170	(979,030)
Debt service:				
Principal	-	-	398,132	398,132
Interest and fiscal charges	-	-	45,714	45,714
Total debt service	-	-	443,846	443,846
Total expenditures	67,492,800	69,496,700	65,682,905	(3,813,795)
Revenues over expenditures	17,748,500	14,048,800	22,669,341	8,620,541
Other financing sources (uses)				
Transfers in	2,170,300	2,603,800	2,023,500	(580,300)
Transfers out	(23,114,800)	(47,774,200)	(45,266,072)	(2,508,128)
Issuance of long-term liabilities	-	-	229,593	229,593
Proceeds from sale of capital assets	-	-	157,096	157,096
Total other financing uses	(20,944,500)	(45,170,400)	(42,855,883)	2,314,517
Net change in fund balance	(3,696,000)	(31,121,600)	(20,186,542)	10,935,058
Fund balance, beginning of year	56,109,639	56,109,639	56,109,639	-
Fund balance, end of year	\$ 52,413,639	\$ 24,988,039	\$ 35,923,097	\$ 10,935,058

concluded

COUNTY OF KALAMAZOO, MICHIGAN

Nonmajor Governmental Funds

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Parks Fund – accounts for the maintenance and operation of the County owned parks and fairgrounds. Funding is provided from charges for services, grants, and interfund transfers.

Health Fund – accounts for the costs of providing health protection and health services. Funding is provided through licenses and permits, federal and state grants, charges for services, General Fund appropriations, and interfund transfers.

Capital Outlay Special Grants Fund – accounts for various capital outlay function activities financed by federal and/or state grants restricted for such activities. None are considered individually significant to require presentation in a separate fund.

Friend of the Court Fund – accounts for operations of the Friend of the Court, including costs incurred in the collection and subsequent disbursement of child support payments. Fund is provided through federal and state grants and charges for services. Most of the Friend of the Court revenues are deposited in the General Fund and later transferred to the Friend of the Court Fund as needed.

County Special Grants Fund – accounts for various activities financed by federal and/or state grants. None are considered individually significant to require presentation in a separate fund.

Accommodation Tax Fund – accounts for the collection of a 5% excise tax, which is imposed on all individuals engaged in the business of providing rooms for transient guests within the County. This tax provides funding for the Kalamazoo Convention and Visitors Bureau. The County Board resolutions allocate the use of these revenues to promote tourism and convention business.

Public Safety Special Grants Fund – accounts for various public safety function activities financed by charges for services and federal and/or state grants restricted for such activities. None are considered individually significant to require presentation in a separate fund.

Concealed Pistol Licensing Fund – accounts for the fees collected and expenditures related to the County Clerk issuing licenses to carry a concealed pistol and administering Public Act 3 of 2015.

Law Library Fund – accounts for funds provided for the maintenance of a law library. Funding is provided from penal fees and interfund transfers.

Child Care Fund – accounts for the County court-administered health and welfare of minor children. Funding is provided through federal and state grants and interfund transfers.

Community Corrections Fund – accounts for alternatives such as tethers, bail screening, and additional probation to alleviate jail-overcrowding problems. Funding is provided through state grants and charges for services.

COUNTY OF KALAMAZOO, MICHIGAN

■ Nonmajor Governmental Funds

Indigent Defense Fund – accounts for state grant revenue and local share contributions to provide indigent defendants in criminal cases with effective assistance of counsel.

911 Millage Fund – accounts for activity related to the collection of the special voter approved millage to support emergency services.

Senior Millage Fund – accounts for activity related to the collection of the special voter approved millage to support the programs for Kalamazoo County residents age 60 and older.

Veterans Service Millage Fund – accounts for activity related to the collection of the special voter approved millage to Veterans.

Capital Projects Funds

Capital Projects Funds account for expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Justice Facility Capital Projects Fund – accounts for the construction of the new justice facility.

Debt Service Funds

Debt Service Funds account for the collection of resources and the payment of general long-term debt.

2007 Juvenile Home Bond Fund – accounts for the collection of ad valorem taxes and the payment of the general obligation debt service. This debt is secured by the unlimited taxing power of the County, issued in connection with the construction of a new Juvenile Home.

2011 Expo Center Improvements Fund – accounts for the transfer of the Accommodation Tax revenue and the payment of the limited tax general obligation debt service. This debt is secured by Accommodation Tax revenue and the limited taxing power of the County, issued in connection with the improvements to the Expo Center.

2022 Justice Facility Bond Fund – accounts for the payment of principal and interest related to the Justice Facility debt issuance.

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

	Special Revenue Funds				
	Parks	Health	Capital Outlay Special Grants	Friend of the Court	County Special Grants
Assets					
Cash and cash equivalents	\$ -	\$ 442,020	\$ 727,993	\$ -	\$ 20,024
Investments	-	-	-	-	-
Receivables:					
Accounts	347,984	119,786	-	800	1,042,225
Taxes	-	-	-	-	-
Due from other governments	-	351,324	-	679,866	1,906,150
Inventories	636	-	-	300	-
Prepays and other assets	6,673	-	-	-	-
Total assets	\$ 355,293	\$ 913,130	\$ 727,993	\$ 680,966	\$ 2,968,399
Liabilities					
Negative equity in pooled cash and cash equivalents	\$ 276,058	\$ -	\$ -	\$ 483,101	\$ -
Accounts payable	11,206	97,502	27,457	16,637	604,920
Accrued liabilities	55,252	235,647	6,170	180,928	415,616
Due to other governments	-	293,489	-	-	38,245
Deposits payable	5,468	1,653	-	-	-
Unearned revenue	-	25,236	-	-	1,900,405
Total liabilities	347,984	653,527	33,627	680,666	2,959,186
Deferred inflows of resources					
Property taxes levied for subsequent period	-	-	-	-	-
Unavailable revenue - property taxes	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
Fund balances					
Nonspendable	7,309	-	-	300	-
Restricted	-	-	344,366	-	-
Assigned	-	259,603	350,000	-	9,213
Total fund balances	7,309	259,603	694,366	300	9,213
Total liabilities, deferred inflows of resources and fund balances	\$ 355,293	\$ 913,130	\$ 727,993	\$ 680,966	\$ 2,968,399

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	Special Revenue Funds			
	Accommodation Tax	Public Safety Special Grants	Concealed Pistol Licensing	Law Library
\$ 1,446,412	\$ 619,887	\$ 514,999	\$ 43,425	-
-	-	-	-	-
175,161	14,919	-	-	-
-	-	-	-	-
-	125,727	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ 1,621,573	\$ 760,533	\$ 514,999	\$ 43,425	
\$ -	\$ -	\$ -	\$ -	-
202,963	137,075	1,048	43,425	-
-	-	3,678	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
202,963	137,075	4,726	43,425	
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,418,610	623,458	510,273	-	-
-	-	-	-	-
1,418,610	623,458	510,273	-	-
\$ 1,621,573	\$ 760,533	\$ 514,999	\$ 43,425	

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2024

	Special Revenue Funds				
	Child Care	Community Corrections	Indigent Defense	911 Millage	Senior Millage
Assets					
Cash and cash equivalents	\$ 64,604	\$ 13,496	\$ 3,266,173	\$ 482,281	\$ 4,134,725
Investments	-	-	-	-	-
Receivables:					
Accounts	3,716	3,000	5,952	-	-
Taxes	-	-	-	6,917,566	3,716,604
Due from other governments	1,051,249	218,756	-	-	-
Inventories	-	-	-	-	-
Prepays and other assets	-	-	-	-	-
Total assets	\$ 1,119,569	\$ 235,252	\$ 3,272,125	\$ 7,399,847	\$ 7,851,329
Liabilities					
Negative equity in pooled cash and cash equivalents	-	-	-	-	-
Accounts payable	240,932	31,298	2,327,464	-	458,233
Accrued liabilities	334,883	83,686	12,398	-	13,799
Due to other governments	-	-	-	-	-
Deposits payable	-	370	-	-	-
Unearned revenue	542,980	-	931,463	-	-
Total liabilities	1,118,795	115,354	3,271,325	-	472,032
Deferred inflows of resources					
Property taxes levied for subsequent period	-	-	-	7,281,151	3,912,969
Unavailable revenue - property taxes	-	-	-	9,825	4,282
Total deferred inflows of resources	-	-	-	7,290,976	3,917,251
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	-	800	108,871	3,462,046
Assigned	774	119,898	-	-	-
Total fund balances	774	119,898	800	108,871	3,462,046
Total liabilities, deferred inflows of resources and fund balances	\$ 1,119,569	\$ 235,252	\$ 3,272,125	\$ 7,399,847	\$ 7,851,329

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	Special Revenue Funds	Capital Projects Fund	Debt Service Funds			
			2007 Juvenile Home Bond	2011 Expo Center Improvements	2022 Justice Facility Bond	Total
Veterans Service Millage	\$ 637,805	\$ 11,627,047	\$ 594,832	\$ -	\$ -	\$ 24,635,723
	-	14,080	-	-	-	14,080
	-	-	-	-	-	1,713,543
	1,069,392	-	1,263,376	-	-	12,966,938
	-	-	-	-	-	4,333,072
	-	-	-	-	-	936
	-	-	-	-	-	6,673
Total	\$ 1,707,197	\$ 11,641,127	\$ 1,858,208	\$ -	\$ -	\$ 43,670,965
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 759,159
	22,824	188,413	-	-	-	4,411,397
	3,880	-	-	-	-	1,345,937
	-	-	-	-	-	331,734
	-	-	-	-	-	7,491
	-	-	-	-	-	3,400,084
Total	26,704	188,413	-	-	-	10,255,802
	1,126,872	-	1,329,189	-	-	13,650,181
	290	-	2,552	-	-	16,949
Total	1,127,162	-	1,331,741	-	-	13,667,130
	-	-	-	-	-	-
	553,331	-	526,467	-	-	7,609
	-	11,452,714	-	-	-	7,548,222
	-	-	-	-	-	12,192,202
Total	553,331	11,452,714	526,467	-	-	19,748,033
Total liabilities, deferred inflows of resources and fund balances	\$ 1,707,197	\$ 11,641,127	\$ 1,858,208	\$ -	\$ -	\$ 43,670,965

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Revenues, Expenditures
and Change in Fund Balances - Nonmajor Governmental Funds
For the Year Ended December 31, 2024

	Special Revenue Funds				
	Parks	Health	Capital Outlay Special Grants	Friend of the Court	County Special Grants
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	808,121	-	-	-
Intergovernmental	-	2,513,303	-	2,735,544	13,325,419
Charges for services	1,329,711	1,251,633	163,795	68,942	169,070
Investment earnings	4,782	-	-	-	-
Contributions, grants and reimbursements	237,009	445	-	-	886,693
Other	17,609	1,000	-	676	-
Total revenues	1,589,111	4,574,502	163,795	2,805,162	14,381,182
Expenditures					
Current:					
General government	-	-	-	-	23,998
Public safety	-	-	-	-	780,119
Health and welfare	-	6,055,511	-	-	10,302,998
Cultural and recreation	2,004,625	-	-	-	-
Judicial	-	-	-	4,092,228	3,262,342
Community and economic development	-	-	260,152	-	775,682
Debt service:					
Principal	-	48,675	-	-	-
Interest and fiscal charges	-	8,849	-	-	-
Capital outlay	1,478	-	4,758	-	78,279
Total expenditures	2,006,103	6,113,035	264,910	4,092,228	15,223,418
Revenues over (under) expenditures	(416,992)	(1,538,533)	(101,115)	(1,287,066)	(842,236)
Other financing sources (uses)					
Transfers in	419,670	1,551,033	-	1,287,162	842,236
Transfers out	-	(12,500)	-	-	-
Issuance of long-term liabilities	-	-	-	-	-
Total other financing sources (uses)	419,670	1,538,533	-	1,287,162	842,236
Net change in fund balances	2,678	-	(101,115)	96	-
Fund balances, beginning of year, as previously reported	4,631	259,603	795,481	204	9,213
Change in financial reporting entity	-	-	-	-	-
Fund balances, beginning of year, as adjusted	4,631	259,603	795,481	204	9,213
Fund balances, end of year	\$ 7,309	\$ 259,603	\$ 694,366	\$ 300	\$ 9,213

	Special Revenue Funds				
	(Formerly Nonmajor Fund) Community Economic Development Special Grants	Accommodation Tax	Public Safety Special Grants	Concealed Pistol Licensing	Law Library
	\$ -	\$ 3,541,750	\$ -	\$ -	\$ -
	-	-	-	110,326	-
	-	-	477,944	-	-
	-	-	952,840	22,760	-
	-	-	-	-	-
	-	-	55,890	-	-
	-	-	17,100	-	6,500
Total revenues	-	3,541,750	1,503,774	133,086	6,500
Total expenditures	-	-	-	-	-
Revenues over (under) expenditures	-	-	-	-	-
Other financing sources (uses)					
Transfers in	-	-	1,543,058	98,106	-
Transfers out	-	-	-	-	-
Issuance of long-term liabilities	-	2,886,272	-	-	-
Total other financing sources (uses)	-	2,886,272	-	-	86,850
Net change in fund balances	-	-	-	-	-
Fund balances, beginning of year, as previously reported	-	-	-	-	-
Change in financial reporting entity	-	-	-	-	-
Fund balances, beginning of year, as adjusted	-	-	-	-	-
Fund balances, end of year	\$ -	\$ 5,427	\$ -	\$ -	\$ -

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Revenues, Expenditures
and Change in Fund Balances - Nonmajor Governmental Funds
For the Year Ended December 31, 2024

	Special Revenue Funds				
	Child Care	Community Corrections	Indigent Defense	911 Millage	Senior Millage
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ 6,847,568	\$ 3,653,814
Licenses and permits	-	-	-	-	-
Intergovernmental	4,731,232	1,524,117	5,760,132	651,603	335,702
Charges for services	29,075	428,370	32,623	-	-
Investment earnings	-	-	-	-	-
Contributions, grants and reimbursements	760	30,000	-	-	-
Other	79	-	-	-	-
Total revenues	4,761,146	1,982,487	5,792,755	7,499,171	3,989,516
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	-	2,364,389	-	8,186,497	-
Health and welfare	10,282,506	-	-	-	4,332,539
Cultural and recreation	-	-	-	-	-
Judicial	-	-	6,942,996	-	-
Community and economic development	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	13,390
Interest and fiscal charges	-	-	-	-	-
Capital outlay	-	10,854	-	-	38,644
Total expenditures	10,282,506	2,375,243	6,942,996	8,186,497	4,384,573
Revenues over (under) expenditures	(5,521,360)	(392,756)	(1,150,241)	(687,326)	(395,057)
Other financing sources (uses)					
Transfers in	5,521,359	174,227	1,151,041	-	-
Transfers out	-	-	-	-	(302,374)
Issuance of long-term liabilities	-	-	-	-	38,644
Total other financing sources (uses)	5,521,359	174,227	1,151,041	-	(263,730)
Net change in fund balances	(1)	(218,529)	800	(687,326)	(658,787)
Fund balances, beginning of year, as previously reported	775	338,427	-	796,197	4,120,833
Change in financial reporting entity	-	-	-	-	-
Fund balances, beginning of year, as adjusted	775	338,427	-	796,197	4,120,833
Fund balances, end of year	\$ 774	\$ 119,898	\$ 800	\$ 108,871	\$ 3,462,046

	Special Revenue Funds	Capital Projects Fund	Debt Service Funds			
			2007 Juvenile Home Bond	2011 Expo Center Improvements	2022 Justice Facility Bond	Total
Veterans Service Millage	\$ 1,063,702	\$ -	\$ 1,821,766	\$ -	\$ -	\$ 16,928,600
	-	-	-	-	-	918,447
	-	-	172,743	-	-	32,227,739
	-	-	-	-	-	4,448,819
	-	716	-	-	-	5,498
	-	-	-	-	-	1,210,797
	7,327	-	-	-	-	50,291
Total revenues	1,071,020	716	1,994,509	-	-	55,790,191
	-	-	-	-	-	23,998
	-	-	-	-	-	12,972,169
	517,698	-	-	-	-	31,491,252
	-	-	-	-	-	4,890,897
	-	-	-	-	-	14,384,416
	-	-	-	-	-	1,035,834
	-	-	1,155,000	240,000	1,695,000	3,152,065
	-	-	625,876	17,962	1,736,288	2,388,975
	-	4,330,407	-	-	-	4,469,847
	517,698	4,330,407	1,780,876	257,962	3,431,288	74,809,453
	553,331	(4,329,691)	213,633	(257,962)	(3,431,288)	(19,019,262)
	-	10,560,000	-	257,962	3,431,288	25,276,328
	-	(6,377,450)	-	-	-	(7,459,956)
	-	-	-	-	-	38,644
	-	4,182,550	-	257,962	3,431,288	17,855,016
	553,331	(147,141)	213,633	-	-	(1,164,246)
Fund balances, beginning of year, as previously reported	-	-	312,834	-	-	19,396,813
Change in financial reporting entity	-	11,599,855	-	-	-	1,515,466
Fund balances, beginning of year, as adjusted	-	11,599,855	312,834	-	-	20,912,279
Fund balances, end of year	\$ 553,331	\$ 11,452,714	\$ 526,467	\$ -	\$ -	\$ 19,748,033

concluded

Schedule of Revenues, Expenditures and Change in Fund Balances

Budget and Actual

For the Year Ended December 31, 2024

continued...

COUNTY OF KALAMAZOO, MICHIGAN

Schedule of Revenues, Expenditures and Change in Fund Balances

Budget and Actual
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2024

	Accommodation Tax			Public Safety Special Grants		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues						
Taxes	\$ 3,500,000	\$ 3,541,750	\$ 41,750	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	497,200	477,944	(19,256)
Charges for services	-	-	-	1,168,200	952,840	(215,360)
Investment earnings	-	-	-	-	-	-
Contributions, grants and reimbursements	-	-	-	58,500	55,890	(2,610)
Other	-	-	-	20,900	17,100	(3,800)
Total revenues	3,500,000	3,541,750	41,750	1,744,800	1,503,774	(241,026)
Expenditures						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	1,851,500	1,543,058	(308,442)
Health and welfare	-	-	-	-	-	-
Cultural and recreation	4,042,700	2,886,272	(1,156,428)	-	-	-
Judicial	-	-	-	-	-	-
Community and economic development	-	-	-	-	-	-
Debt service:	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	4,042,700	2,886,272	(1,156,428)	1,851,500	1,543,058	(308,442)
Revenues over (under) expenditures	(542,700)	655,478	1,198,178	(106,700)	(39,284)	67,416
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	(770,000)	(767,632)	(2,368)	-	-	-
Issuance of long-term liabilities	-	-	-	-	-	-
Total other financing sources (uses)	(770,000)	(767,632)	2,368	-	-	-
Net change in fund balances	(1,312,700)	(112,154)	1,200,546	(106,700)	(39,284)	67,416
Fund balances, beginning of year	1,530,764	1,530,764	-	662,742	662,742	-
Fund balances, end of year	\$ 218,064	\$ 1,418,610	\$ 1,200,546	\$ 556,042	\$ 623,458	\$ 67,416

	Concealed Pistol Licensing			Law Library			Child Care		
	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget	Final Budget	Actual	Actual Over (Under) Final Budget
\$	-	\$	-	\$	-	\$	-	\$	-
	110,000	110,326	326	-	-	-	4,481,000	4,731,232	250,232
	20,000	22,760	2,760	-	-	-	109,300	29,075	(80,225)
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	2,700	760	(1,940)
	-	-	-	6,500	6,500	-	-	79	79
Total revenues	130,000	133,086	3,086	6,500	6,500	-	4,593,000	4,761,146	168,146
	115,200	98,106	(17,094)	-	-	-	-	-	-
	-	-	-	-	-	-	10,969,900	10,282,506	(687,394)
	-	-	-	87,300	86,850	(450)	-	-	-
	-	-	-	-	-	-	-	-	-
	14,800	5,427	(9,373)	-	-	-	-	-	-
Total expenditures	130,000	103,533	(26,467)	87,300	86,850	(450)	10,969,900	10,282,506	(687,394)
Revenues over (under) expenditures	-	29,553	29,553	(80,800)	(80,350)	450	(6,376,900)	(5,521,360)	855,540
Other financing sources (uses)									
Transfers in	-	-	-	80,800	80,350	(450)	6,376,900	5,521,359	(855,541)
Transfers out	-	-	-	-	-	-	-	-	-
Issuance of long-term liabilities	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	80,800	80,350	(450)	6,376,900	5,521,359	(855,541)
Net change in fund balances	-	29,553	29,553	-	-	-	-	(1)	(1)
Fund balances, beginning of year	480,720	480,720	-	-	-	-	775	775	-
Fund balances, end of year	\$ 480,720	\$ 510,273	\$ 29,553	\$ -	\$ -	\$ -	\$ 775	\$ 774	(1)

continued...

Schedule of Revenues, Expenditures and Change in Fund Balances

Budget and Actual

For the Year Ended December 31, 2024

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COUNTY OF KALAMAZOO, MICHIGAN

Internal Service Funds

The Internal Service Funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, and to other governmental units on a cost reimbursement basis.

Employee Benefits Fund – was established to accumulate and allocate the costs of fringe benefits provided to employees of the primary government. Funding is provided through charges to the departments based upon payroll costs.

Technology Fund – was established to accumulate and allocate the costs to provide telephone and network services throughout all departments of the primary government. Funding is provided through charges for services to benefited departments.

Central Stores Fund – was established to accumulate and allocate the costs of print shop and central stores of the primary government. Funding is provided through charges for services and products to benefited departments.

Local Site Remediation Revolving Fund – was established to account for the money available to the Brownfield Development Authority to pay for the costs of eligible activities on eligible property located in the County in accordance with MCL 125.2663, Section 13(5).

Insurance Fund – was established to account for insurance costs associated with the Michigan Municipal Risk Management Authority and other purchased commercial insurance as well as proceeds related to insurance claims. Funding is provided by the General Fund.

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Net Position

Internal Service Funds
December 31, 2024

	Employee Benefits	Technology	Central Stores
Assets			
Current assets:			
Cash and cash equivalents	\$ 13,854,793	\$ 2,084,112	\$ 2,851,927
Investments	-	-	-
Receivables:			
Accounts	71,787	-	16
Accrued interest	44,154	-	-
Inventories	-	3,111	73,607
Prepays and other assets	35,370	401,427	-
Total current assets	14,006,104	2,488,650	2,925,550
Noncurrent assets:			
Capital assets not being depreciated	-	21,586	-
Capital assets being depreciated, net	-	520,132	12,086
Total noncurrent assets	-	541,718	12,086
Total assets	14,006,104	3,030,368	2,937,636
Liabilities			
Current liabilities:			
Negative equity in cash and cash equivalents	-	-	-
Accounts payable	409,354	18,090	29,881
Accrued liabilities	246,527	15,337	8,462
Deposits payable	74,216	-	3,673
Claims payable	2,003,658	-	-
Current portion of compensated absences	-	36,936	8,577
Total current liabilities	2,733,755	70,363	50,593
Noncurrent liabilities, net of current portion:			
Compensated absences	-	16,724	3,245
Total liabilities	2,733,755	87,087	53,838
Net position			
Investment in capital assets	-	541,718	12,086
Unrestricted	11,272,349	2,401,563	2,871,712
Total net position	\$ 11,272,349	\$ 2,943,281	\$ 2,883,798

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	Local Site Remediation Revolving Fund	Insurance	Total
\$ 461,369	\$ -	\$ -	\$ 19,252,201
4,772,790	-	-	4,772,790
-	894,447	-	966,250
-	-	-	44,154
-	-	-	76,718
-	400,644	-	837,441
5,234,159	1,295,091	-	25,949,554
-	-	-	-
-	-	-	-
-	-	-	-
5,234,159	1,295,091	-	26,503,358
-	668,974	-	668,974
-	282	-	457,607
-	-	-	270,326
-	-	-	77,889
-	625,835	-	2,629,493
-	-	-	45,513
-	1,295,091	-	4,149,802
-	-	-	19,969
-	1,295,091	-	4,169,771
-	-	-	-
-	-	-	-
5,234,159	-	-	553,804
5,234,159	-	-	21,779,783
\$ 5,234,159	\$ -	\$ -	\$ 22,333,587

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Revenues, Expenditures and

Change in Fund Net Position

Internal Service Funds

For the Year Ended December 31, 2024

	Employee Benefits	Technology	Central Stores
Operating revenues			
Charges for services	\$ 31,185,478	\$ 2,312,689	\$ 716,897
Operating expenses			
Salaries and fringes	-	409,465	167,250
Supplies and other operating expenses	58,011	1,260,262	863,238
Depreciation	-	44,156	1,842
Insurance benefits and claims	29,542,610	-	-
Total operating expenses	29,600,621	1,713,883	1,032,330
Operating income (loss)	1,584,857	598,806	(315,433)
Nonoperating revenues			
Investment earnings	100,193	-	-
Income (loss) before transfers	1,685,050	598,806	(315,433)
Transfers in	750,000	-	3,172,800
Change in net position	2,435,050	598,806	2,857,367
Net position, beginning of year	8,837,299	2,344,475	26,431
Net position, end of year	\$ 11,272,349	\$ 2,943,281	\$ 2,883,798

	Local Site Remediation Revolving Fund	Insurance	Total
	\$ 369,817	\$ 32,836	\$ 34,617,717
	-	-	576,715
	114,372	-	2,295,883
	-	-	45,998
	-	946,812	30,489,422
	114,372	946,812	33,408,018
	255,445	(913,976)	1,209,699
	172,790	19,226	292,209
	428,235	(894,750)	1,501,908
	-	894,750	4,817,550
	428,235	-	6,319,458
	4,805,924	-	16,014,129
	\$ 5,234,159	\$ -	\$ 22,333,587

COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Cash Flows

Internal Service Funds
For the Year Ended December 31, 2024

	Employee Benefits	Technology	Central Stores
Cash flows from operating activities			
Receipts from customers and users	\$ 34,101,460	\$ 2,312,689	\$ 716,903
Payments to vendors	(58,011)	(1,560,535)	(877,502)
Payments for personnel services	(7,306)	(388,501)	(160,274)
Benefit payments	(29,665,833)	-	-
Net cash provided by (used in) operating activities	4,370,310	363,653	(320,873)
Cash flows from noncapital financing activities			
Transfers from other funds	750,000	-	3,172,800
Cash flows from investing activities			
Purchase of investments	-	-	-
Investment earnings	100,193	-	-
Net cash provided by (used in) investing activities	100,193	-	-
Change in cash and cash equivalents	5,220,503	363,653	2,851,927
Cash and cash equivalents, beginning of year	8,634,290	1,720,459	-
Cash and cash equivalents, end of year	\$ 13,854,793	\$ 2,084,112	\$ 2,851,927

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	Local Site Remediation Revolving Fund	Insurance	Total
Cash flows from operating activities			
Receipts from customers and users	\$ 369,817	\$ 32,836	\$ 37,533,705
Payments to vendors	(114,372)	-	(2,610,420)
Payments for personnel services	-	-	(556,081)
Benefit payments	-	(946,812)	(30,612,645)
Net cash provided by (used in) operating activities	255,445	(913,976)	3,754,559
Cash flows from noncapital financing activities			
Transfers from other funds	-	894,750	4,817,550
Cash flows from investing activities			
Purchase of investments	(4,772,790)	-	(4,772,790)
Investment earnings	172,790	19,226	292,209
Net cash provided by (used in) investing activities	(4,600,000)	19,226	(4,480,581)
Change in cash and cash equivalents	(4,344,555)	-	4,091,528
Cash and cash equivalents, beginning of year	4,805,924	-	15,160,673
Cash and cash equivalents, end of year	\$ 461,369	\$ -	\$ 19,252,201

continued...

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Cash Flows

Internal Service Funds
For the Year Ended December 31, 2024

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities
Operating income (loss)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:

Depreciation expense
Change in:
Accounts receivable
Accrued interest receivable
Inventories
Prepays
Negative equity in cash and cash equivalents
Accounts payable
Accrued liabilities
Deposits payable
Claims payable
Compensated absences

Employee Benefits	Technology	Central Stores
\$ 1,584,857	\$ 598,806	\$ (315,433)
-	44,156	1,842
2,696,476	-	6
5,140	-	-
-	(852)	43,956
33,254	(71,621)	-
-	-	(34,093)
(129,920)	(227,800)	(24,168)
214,366	953	2,640
7,662	-	41
(34,219)	-	-
(7,306)	20,011	4,336
\$ 4,370,310	\$ 363,653	\$ (320,873)

Net cash provided by (used in) operating activities

Local Site Remediation Revolving Fund	Insurance	Total
\$ 255,445	\$ (913,976)	\$ 1,209,699
-	-	45,998
-	(170,274)	2,526,208
-	-	5,140
-	-	43,104
-	190,277	151,910
-	(33,215)	(67,308)
-	282	(381,606)
-	-	217,959
-	-	7,703
-	12,930	(21,289)
-	-	17,041
\$ 255,445	\$ (913,976)	\$ 3,754,559

concluded

COUNTY OF KALAMAZOO, MICHIGAN

Custodial Funds

Custodial funds are used to account for assets that the government holds for others in a custodial capacity (such as taxes collected for other governments).

General Custodial Fund – accounts for collected taxes, court fees, and other assets held by the County in a trustee capacity or as an agent to be distributed to other individuals, private organizations, and other governments.

Library Trust Fund – accounts for monies collected by circuit and district courts, which are disbursed at the request of the State of Michigan Library Service to local libraries.

Inmates' Trust Fund – accounts for the receipt and distribution of monies belonging to individuals residing in the County's corrections facility.

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Fiduciary Net Position

Custodial Funds
December 31, 2024

	General Custodial	Library Trust	Inmates' Trust	Total
Assets				
Cash and cash equivalents	\$ 1,486,289	\$ 121,285	\$ 20,730	\$ 1,628,304
Receivables	138,454	-	-	138,454
Due from other governments	50	-	-	50
Total assets	1,624,793	121,285	20,730	1,766,808
Liabilities				
Undistributed collections	1,226,308	121,285	-	1,347,593
Net position				
Restricted for - individuals, organizations and other governments	\$ 398,485	\$ -	\$ 20,730	\$ 419,215

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COUNTY OF KALAMAZOO, MICHIGAN

Combining Statement of Changes in Fiduciary Net Position

Custodial Funds
For the Year Ended December 31, 2024

	General Custodial	Library Trust	Inmates' Trust	Total
Additions				
Inmate trust collections	\$ -	\$ -	\$ 1,201,424	\$ 1,201,424
Library collections	-	305,495	-	305,495
Circuit court trial division collections	395,002	-	-	395,002
Circuit court family division collections	2,593	-	-	2,593
District court collections	2,072,163	-	-	2,072,163
Probate court collections	222,498	-	-	222,498
County clerk/register of deeds collections	9,162,092	-	-	9,162,092
Treasurer collections	204,287,462	-	-	204,287,462
Sheriff-administration/support collections	82,749	-	-	82,749
Other collections	151,208	-	-	151,208
Total additions	216,375,767	305,495	1,201,424	217,882,686
Deductions				
Inmate trust distributions	-	-	1,226,307	1,226,307
Library distributions	-	305,495	-	305,495
Circuit court trial division distributions	395,002	-	-	395,002
Circuit court family division distributions	2,593	-	-	2,593
District court distributions	2,072,163	-	-	2,072,163
Probate court distributions	222,498	-	-	222,498
County clerk/register of deeds distributions	9,159,340	-	-	9,159,340
Treasurer distributions	205,021,682	-	-	205,021,682
Sheriff-administration/support distributions	84,115	-	-	84,115
Other deductions	152,685	-	-	152,685
Total deductions	217,110,078	305,495	1,226,307	218,641,880
Change in net position	(734,311)	-	(24,883)	(759,194)
Net position, beginning of year	1,132,796	-	45,613	1,178,409
Net position, end of year	\$ 398,485	\$ -	\$ 20,730	\$ 419,215

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COUNTY OF KALAMAZOO, MICHIGAN

Component Unit

Drainage Districts – The Drainage Districts consist of multiple individual districts created for alleviating drainage problems and is under the control of the County Drain Commissioner. Each drainage district accounts for the construction, maintenance, and financing costs associated with its drain program. Each individual district is a separate legal entity with power to assess the benefiting communities, including the County and the State of Michigan for road drainage. The County is a direct beneficiary of the service provided and its employees run the day-to-day operations. In addition, the County often pledges its full faith and credit for the long-term debt of the drainage districts. Based on the recommendations of the Michigan Department of Treasury, the County has determined that it would be misleading to exclude this entity from the County reporting entity.

Lake Level – The County Drain Commissioner also administers the activity reported in the County's Lake Level Fund, as permitted by Act 451 PA 1994, as amended, (MCL 324.30701 et al.). Lake level projects establish the lake levels for inland lakes and perform construction and maintenance related to maintaining the established levels. Projects may be funded through the levying of special assessments or by issuing debt, and the County is a direct beneficiary of the services provided.

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Brownfield Redevelopment Authority – The Brownfield Redevelopment Authority (the "Brownfield") was established to review and approve plans for business development within designated areas of the County where property was once contaminated. Property tax revenues from the "captured" portion of these properties are restricted to pay for site clean-up expenditures and future development depending on the development plan adopted for each project. Funding is provided through tax increment financial, federal and state grants, and General Fund appropriations. The County Board appoints the governing body of the Brownfield.

COUNTY OF KALAMAZOO, MICHIGAN

Balance Sheet Drainage Districts Component Unit December 31, 2024	
Assets	
Cash and cash equivalents	\$ 1,208,797
Accounts receivable	433,158
Special assessments receivable	1,104,796
Total assets	\$ 2,746,751
Liabilities	
Accounts payable	\$ 24,557
Advance from primary government	202,798
Total liabilities	227,355
Deferred inflows of resources	1,011,887
Unavailable revenue - special assessment receivable	
Fund balance	1,507,509
Unassigned	
Total liabilities, deferred inflows of resources and fund balance	\$ 2,746,751

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation Fund Balance of Governmental Fund to Net Position of Component Unit Drainage Districts Component Unit December 31, 2024	
Fund balance - governmental fund	\$ 1,507,509
Amounts reported for <i>component unit</i> in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources, and therefore are not reported in the fund statements.	
Capital assets not being depreciated	344,034
Capital assets being depreciated, net	5,308,910
Certain assets, such as assessments receivable from local units, are not due and receivable in the current period and therefore are offset with deferred inflows of resources in the fund statement.	
Deferred inflows of resources special assessments receivable	1,011,887
Certain liabilities, such as notes payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Notes payable	(777,707)
Accrued interest on notes payable	(9,020)
Net position of component unit	\$ 7,385,613

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balance
Drainage Districts Component Unit
For the Year Ended December 31, 2024

Revenues	
Other	\$ 694,037
Interest	53,274
Total revenues	747,311
Expenditures	
Current:	
Public works	662,013
Debt service:	
Principal	276,609
Interest expense	24,687
Total expenditures	963,309
Change in fund balance	(215,998)
Fund balance, beginning of year	1,723,507
Fund balance, end of year	\$ 1,507,509

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation
Net Change in Fund Balance of Governmental Fund to Change in Net Position of Component Unit
Drainage Districts Component Unit
For the Year Ended December 31, 2024

Net change in fund balance - governmental fund	\$ (215,998)
Amounts reported for component unit in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital assets purchased/constructed	231,779
Depreciation expense	(170,272)
Special assessments receivable are long-term in nature and are collectable over several years. However, the current receipts are reflected as revenues on the fund statements.	
Change in deferred inflows of resources for special assessments receivable	(210,505)
Note proceeds provide current financial resources to governmental funds in the period issued, but issuing notes increases long-term liabilities in the statement of net position.	
Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal payments on notes payable	276,609
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Change in accrued interest payable on notes payable	3,321
Change in net position of component unit	\$ (85,066)

COUNTY OF KALAMAZOO, MICHIGAN

Balance Sheet	
Lake Level Districts Component Unit	
December 31, 2024	
Assets	
Cash and cash equivalents	\$ 131,170
Receivables:	
Special assessments	1,835,450
	<u>1,835,450</u>
Total assets	\$ 1,966,620
	<u><u>1,966,620</u></u>
Liabilities	
Accounts payable	\$ 2,558
	<u>2,558</u>
Deferred inflows of resources	
Unavailable revenue - special assessment receivable	1,835,450
	<u>1,835,450</u>
Fund balance	
Unassigned	128,612
	<u>128,612</u>
Total liabilities, deferred inflows of resources, and fund balance	\$ 1,966,620
	<u><u>1,966,620</u></u>

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation	
Fund Balance of Governmental Fund	
to Net Position of Component Unit	
Lake Level Districts Component Unit	
December 31, 2024	
Fund balance - governmental fund	\$ 128,612
Amounts reported for component unit in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources, and therefore are not reported in the fund statements.	
Capital assets not being depreciated	2,723,676
Certain assets, such as assessments receivable from local units, are not due and receivable in the current period and therefore are offset with deferred inflows of resources in the fund statement.	
Deferred inflows of resources for special assessments receivable	1,835,450
Certain liabilities, such as bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Bonds payable	(1,775,000)
Bond premiums, net	(38,433)
Accrued interest on bonds payable	<u>(6,417)</u>
Net position of component unit	<u><u>\$ 2,867,888</u></u>

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures and Change in Fund Balance
Lake Level Districts Component Unit
For the Year Ended December 31, 2024

Revenues	
Other	\$ 221,808
Interest	6,379
Total revenues	228,187
Expenditures	
Debt service:	
Principal	200,000
Interest expense	94,458
Capital outlay	366,400
Total expenditures	660,858
Change in fund balance	(432,671)
Fund balance, beginning of year	561,283
Fund balance, end of year	\$ 128,612

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation
Net Change in Fund Balance of Governmental Fund to Change in Net Position of Component Unit
Lake Level Districts Component Unit
For the Year Ended December 31, 2024

Net change in fund balance - governmental fund	\$ (432,671)
Amounts reported for component unit in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital assets purchased/constructed	230,663
Special assessments receivable are long-term in nature and are collectable over several years. However, the current receipts are reflected as revenues on the fund statements.	
Change in deferred inflows of resources for special assessments receivable	(318,550)
Note proceeds provide current financial resources to governmental funds in the period issued, but issuing notes increases long-term liabilities in the statement of net position. Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal payments on notes payable	200,000
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Amortization of bond premiums	4,566
Change in accrued interest payable on bonds payable	14,567
Change in net position of component unit	\$ (301,425)

COUNTY OF KALAMAZOO, MICHIGAN

Balance Sheet	
Brownfield Redevelopment Authority Component Unit	
December 31, 2024	
Assets	
Cash and cash equivalents	\$ 728,587
Investments	3,696,259
Accounts receivable	1,206,811
Due from other governments	43,400
	<u>3,775,057</u>
Total assets	\$ 5,675,057
Liabilities	
Accounts payable	\$ 3,799
Deferred inflows of resources	
Property taxes levied for subsequent period	1,074,478
	<u>4,596,780</u>
Fund balance	
Unassigned	
Total liabilities, deferred inflows of resources and fund balance	\$ 5,675,057

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation	
Fund Balance of Governmental Fund	
to Net Position of Component Unit	
Brownfield Redevelopment Authority Component Unit	
December 31, 2024	
Fund balance - governmental fund	\$ 4,596,780
Amounts reported for component unit in the statement of net position are different because:	
Certain liabilities, such as notes payable, are not due and payable in the current period, and therefore are not reported in the funds.	
Notes payable	(1,324,523)
Accrued interest on notes payable	(95)
	<u>3,272,162</u>
Net position of component unit	\$ 3,272,162

COUNTY OF KALAMAZOO, MICHIGAN

Statement of Revenues, Expenditures
and Change in Fund Balance
Brownfield Redevelopment Authority Component Unit
For the Year Ended December 31, 2024

Revenues	
Taxes	\$ 1,867,429
Charges for services	39,149
Intergovernmental	100,559
Investment earnings	188,948
Total revenues	2,196,085
Expenditures	
Current:	
Community and economic development	2,044,587
Debt service:	
Principal	9,650
Interest expense	350
Total expenditures	2,054,587
Change in fund balance	141,498
Fund balance, beginning of year	4,455,282
Fund balance, end of year	\$ 4,596,780

COUNTY OF KALAMAZOO, MICHIGAN

Reconciliation
Net Change in Fund Balance of Governmental Fund
to Change in Net Position of Component Unit
Brownfield Redevelopment Authority Component Unit
For the Year Ended December 31, 2024

Net change in fund balance - governmental fund	\$ 141,498
Note proceeds provide current financial resources to governmental funds in the period issued, but issuing notes increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal payments on notes payable	9,650
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Change in accrued interest payable on notes payable	7
Change in net position of component unit	\$ 151,155

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STATISTICAL SECTION

COUNTY OF KALAMAZOO, MICHIGAN

Statistical Section Table of Contents

This part of the County's Annual Comprehensive Financial Report presents detailed information to assist the user in understanding what the financial statements, note disclosures and required supplementary information say about the overall economic condition of the County of Kalamazoo, Michigan.

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Financial Trends Tables 1 - 4	
These schedules contain trend information to help the reader understand and evaluate how the County's financial condition, performance and well-being have changed over time.	194
Revenue Capacity Tables 5 - 8	
These schedules contain information to help the reader assess the County's ability to generate its most significant local revenue source, the property tax.	204
Debt Capacity Tables 9 - 12	
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and its ability to issue additional debt in the future.	210
Demographic and Economic Information Tables 13 - 15	
These schedules present various demographic and economic indicators to help the reader understand the environment within which the County operates and how they affect the County's financial activities.	216
Operating Information Tables 16 - 17	
These schedules contain information about the County's operations and resources to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	220

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COUNTY OF KALAMAZOO, MICHIGAN

Net Position By Component

Last Ten Fiscal Years

	2024	2023	2022	2021
Governmental activities				
Net investment in capital assets	\$ 104,812,009	\$ 89,460,548	\$ 88,290,754	\$ 74,296,286
Restricted	54,825,084	52,561,272	31,186,072	40,368,492
Unrestricted	98,555,823	100,213,228	79,237,528	55,356,653
Total governmental activities	\$ 258,192,916	\$ 242,235,048	\$ 198,714,154	\$ 170,021,431
Business-type activities				
Net investment in capital assets	\$ 60,210,769	\$ 55,564,216	\$ 50,457,926	\$ 47,084,190
Restricted	465,167	715,886	176,733	496,020
Unrestricted	23,575,461	24,278,686	25,034,621	24,680,661
Total business-type activities	\$ 84,251,397	\$ 80,558,788	\$ 75,669,280	\$ 72,260,871
Primary government				
Net investment in capital assets	\$ 165,022,778	\$ 145,024,764	\$ 138,748,680	\$ 121,380,476
Restricted	55,290,251	53,277,158	31,362,805	40,864,512
Unrestricted	122,131,284	124,491,914	104,271,949	80,037,314
Total primary government	\$ 342,444,313	\$ 322,793,836	\$ 274,383,434	\$ 242,282,302

Source: County of Kalamazoo, Michigan, Office of Finance.

Certain restatements and reclassifications were made in 2016. Prior years were not restated.

GASB Statement No. 75 was implemented for the year ended December 31, 2017. This resulted in presentation of the County's net OPEB liability on the statement of net position. Prior years were not restated.

GASB Statement No. 84 was implemented for the year ended December 31, 2019. This resulted in certain activity previously reported in agency funds being included in governmental activities. Prior years were not restated.

GASB Statement No. 101 was implemented for the year ended December 31, 2024. This resulted in a restatement of the County's compensated absences liability on the statement of net position. Prior years were not restated.

Table 1 - Unaudited

	2020	2019	2018	2017	2016	2015
	\$ 73,348,642	\$ 70,585,884	\$ 67,501,240	\$ 66,358,000	\$ 67,512,686	\$ 60,182,534
	34,364,467	32,267,283	31,190,162	34,422,473	32,393,370	22,862,531
	42,186,601	28,678,958	22,064,271	18,886,165	34,649,904	41,640,330
	<u>\$ 149,899,710</u>	<u>\$ 131,532,125</u>	<u>\$ 120,755,673</u>	<u>\$ 119,666,638</u>	<u>\$ 134,555,960</u>	<u>\$ 124,685,395</u>
	\$ 48,609,105	\$ 50,239,227	\$ 47,143,684	\$ 48,141,803	\$ 47,755,499	\$ 48,993,268
	406,349	442,752	430,619	432,165	366,757	459,843
	23,748,794	23,414,065	22,523,158	22,567,806	27,412,103	27,650,978
	<u>\$ 72,764,248</u>	<u>\$ 74,096,044</u>	<u>\$ 70,097,461</u>	<u>\$ 71,141,774</u>	<u>\$ 75,534,359</u>	<u>\$ 77,104,089</u>
	\$ 121,957,747	\$ 120,825,111	\$ 114,644,924	\$ 114,499,803	\$ 115,268,185	\$ 109,175,802
	34,770,816	32,710,035	31,620,781	34,854,638	32,760,127	23,322,374
	65,935,395	52,093,023	44,587,429	41,453,971	62,062,007	69,291,308
	<u>\$ 222,663,958</u>	<u>\$ 205,628,169</u>	<u>\$ 190,853,134</u>	<u>\$ 190,808,412</u>	<u>\$ 210,090,319</u>	<u>\$ 201,789,484</u>

COUNTY OF KALAMAZOO, MICHIGAN

Change in Net Position

Last Ten Fiscal Years

	2024	2023	2022	2021
Expenses				
Governmental activities:				
General government	\$ 25,596,365	\$ 29,738,776	\$ 21,973,983	\$ 8,899,301
Public safety	43,895,620	35,279,740	33,995,442	33,872,354
Public works	788,209	410,873	505,596	552,800
Health and welfare	38,441,739	33,934,701	31,259,614	30,909,234
Cultural and recreation	5,643,040	4,668,414	4,367,262	4,390,610
Legislative	-	-	-	-
Judicial	41,739,618	30,125,068	31,392,758	25,475,207
Community and economic development	7,920,364	2,779,030	1,250,111	1,473,348
Interest and fiscal charges	2,149,816	2,192,528	484,419	1,578,623
	166,174,771	139,129,130	125,229,185	107,152,477
Business-type activities:				
Airport operations	7,669,302	7,294,587	7,144,431	6,468,754
Local government public works financing	1,414	2,370	1,926,288	857,769
Other enterprise funds	459,881	280,279	265,575	286,217
	8,130,597	7,577,236	9,336,294	7,612,740
Total primary government expenses	174,305,368	146,706,366	134,565,479	114,765,217
Program revenues				
Governmental activities:				
Charges for services:				
General government	1,173,362	1,537,550	1,390,512	5,733,465
Public safety	2,360,656	2,768,766	2,548,722	2,553,407
Public works	46,915	60,372	59,215	54,005
Health and welfare	3,290,120	9,337,554	7,294,148	1,670,830
Cultural and recreation	1,329,711	1,341,876	1,188,564	1,082,374
Judicial	3,703,117	3,783,172	3,548,171	3,187,275
Community and economic development	2,731,212	2,522,928	2,943,193	257,903
Operating grants and contributions:				
General government	9,652,269	8,070,837	7,195,387	6,652,214
Public safety	6,929,628	6,423,356	5,057,700	5,450,135
Public works	-	-	-	75,385
Health and welfare	17,339,036	15,925,048	13,972,415	14,273,986
Cultural and recreation	237,009	51,025	52,642	38,915
Judicial	13,028,257	9,827,877	10,914,033	7,937,784
Community economic development	1,500,048	836,117	93,273	90,654
Capital grants and contributions	-	-	-	-
	63,321,340	62,486,478	56,257,975	49,058,332

Table 2 - Unaudited

	2020	2019	2018	2017	2016	2015
	\$ 12,923,845	\$ 18,399,236	\$ 13,146,316	\$ 12,005,684	\$ 18,745,016	\$ 21,807,060
	31,581,494	28,291,340	33,251,992	29,226,541	30,068,549	26,082,119
	550,334	465,388	440,731	458,479	223,444	493,776
	30,072,723	30,875,354	32,503,422	28,358,828	25,352,602	30,666,561
	2,844,492	4,549,433	4,566,708	4,294,714	4,614,096	5,029,523
					932,316	789,219
	26,235,706	30,175,753	24,545,359	23,306,159	20,181,383	19,884,101
	2,339,133	588,647	868,624	803,110	637,206	331,984
	668,516	715,789	755,701	1,020,546	1,082,933	1,329,290
	107,216,243	114,060,940	110,078,853	99,474,061	101,837,545	106,413,633
	6,805,031	7,516,636	7,177,992	6,865,096	6,811,127	8,119,278
	147,766	156,643	164,390	182,021	201,631	-
	350,722	-	357,654	1,135,113	1,546,620	816,195
	7,303,519	7,673,279	7,700,036	8,182,230	8,559,378	8,935,473
	114,519,762	121,734,219	117,778,889	107,656,291	110,396,923	115,349,106
	4,521,633	4,429,880	3,657,793	3,480,241	3,432,129	4,839,529
	2,850,195	3,502,946	3,335,737	3,034,532	3,597,799	2,556,031
	46,365	42,911	46,450	50,545	-	371,576
	1,742,337	1,869,719	1,822,398	1,851,619	2,225,346	1,825,814
	571,523	1,212,077	1,226,658	1,231,210	1,199,359	3,763,599
	3,075,590	3,600,923	3,648,823	3,548,605	3,826,966	4,121,357
	233,988	205,258	210,050	230,077	-	-
	7,770,076	5,376,480	4,371,800	5,145,180	4,966,044	5,638,554
	6,270,022	4,819,175	4,672,491	4,243,117	3,085,903	1,302,264
	92,829	-	-	84,124	198,805	186,508
	14,170,734	14,305,227	15,896,804	13,669,745	12,435,279	13,019,722
	62,265	101,554	204,220	168,242	106,217	2,640,112
	8,221,140	10,742,701	5,369,723	5,442,305	5,979,336	8,342,056
	77,834	-	5,000	5,000	-	-
	-	-	-	-	689,000	-
	49,707,731	50,208,851	44,467,947	42,184,542	41,742,183	48,607,122

COUNTY OF KALAMAZOO, MICHIGAN

Change in Net Position

Last Ten Fiscal Years

	2024	2023	2022	2021
Business-type activities:				
Charges for services:				
Airport operations	\$ 3,851,231	\$ 3,728,450	\$ 3,512,637	\$ 3,482,701
Delinquent tax collection and administration	2,113,435	1,893,987	2,019,324	1,862,493
Local government public works financing	1,414	2,370	115,225	136,375
Other enterprise funds	703,711	829,119	418,212	674,305
Operating grants and contributions:				
Airport operations	6,756,981	6,844,402	6,066,995	784,715
Delinquent tax collection and administration	-	-	-	-
Local government public works financing	-	-	237	36,074
Other enterprise funds	-	-	-	-
Capital grants and contributions:				
Airport operations	317,407	667,033	331,021	911,306
	13,744,179	13,965,361	12,463,651	7,889,969
Total primary government program revenues	77,065,519	76,451,839	63,154,897	56,946,301
Net (expense) revenue				
Governmental activities	(102,853,431)	(76,642,652)	(68,971,210)	(58,094,145)
Business-type activities	5,613,582	6,388,125	3,127,357	277,229
Total primary government net expense	(97,239,849)	(70,254,527)	(65,843,853)	(57,816,916)
General revenues and other changes in net position				
Governmental activities:				
Property taxes	88,544,462	82,968,645	77,347,010	68,241,673
Coronavirus State and Local Recovery funds	10,283,658	15,687,219	10,270,054	-
State revenue sharing	6,345,224	5,918,335	5,633,015	5,457,862
Lodging excise taxes	3,541,750	3,503,962	3,495,596	2,741,031
Unrestricted investment earnings	9,338,549	6,559,872	445,396	91,534
Gain on sale of capital assets	-	3,160,144	90,086	-
Other revenues	797,256	865,369	693,839	903,160
Transfers in	1,921,000	1,500,000	(311,063)	780,606
Total governmental activities	120,771,899	120,163,546	97,663,933	78,215,866
Business-type activities:				
Unrestricted investment earnings (loss)	27	1,383	(30,011)	-
Other	-	-	-	-
Transfers - internal activities	(1,921,000)	(1,500,000)	311,063	(780,606)
Total business-type activities	(1,920,973)	(1,498,617)	281,052	(780,606)
Total primary government	118,850,926	118,664,929	103,511,714	77,435,260
Changes in net position				
Governmental activities	17,918,468	43,520,894	28,692,723	20,121,721
Business-type activities	3,692,609	4,889,508	3,408,409	(503,377)
Total primary government changes in net position	\$ 21,611,077	\$ 48,410,402	\$ 32,101,132	\$ 19,618,344

Source: County of Kalamazoo, Michigan, Finance Office.

Note: Certain restatements and reclassifications were made in 2016. Prior years were not restated.

Table 2 - Unaudited

	2020	2019	2018	2017	2016	2015
\$	1,728,077	\$ 5,545,334	\$ 4,523,803	\$ 4,393,811	\$ 4,295,639	\$ 4,336,589
	1,783,118	1,777,053	1,677,671	1,866,637	1,772,140	1,832,230
	147,682	156,448	164,367	117,267	201,631	-
	231,215	-	918,589	1,100,003	875,502	1,128,377
	3,072,704	260,671	39,694	75,057	6,381	-
	39,640	81,017	90,272	56,302	15,098	-
	23	160	96	135	35	-
	-	-	-	-	-	249,649
	805,864	5,678,979	1,091,831	3,401,193	1,881,974	1,440,882
	7,808,323	13,499,662	8,506,323	11,010,405	9,048,400	8,987,727
	57,515,554	63,708,513	52,974,270	53,194,947	50,790,583	57,594,849
	(57,509,012)	(63,852,089)	(65,610,906)	(57,289,519)	(60,095,362)	(57,806,511)
	504,804	5,826,383	806,287	2,828,175	489,022	52,254
	(57,004,208)	(58,025,706)	(64,804,619)	(54,461,344)	(59,606,340)	(57,754,257)
	60,826,553	58,788,815	54,047,666	52,375,761	51,866,549	49,166,240
	4,155,631	5,332,503	5,292,086	5,255,201	5,204,061	-
	1,605,240	3,127,316	3,068,301	2,851,544	2,920,184	-
	1,971,051	2,398,950	852,631	876,523	595,652	503,800
	319,735	-	-	270,213	-	-
	5,161,787	2,901,343	1,588,657	1,698,019	1,664,583	1,537,244
	1,836,600	1,827,800	1,850,600	6,892,300	1,883,400	1,880,000
	75,876,597	74,376,727	66,699,941	70,219,561	64,134,429	53,087,284
	74,039,997	72,548,927	64,849,341	63,327,261	62,251,029	51,286,420
	-	-	-	-	-	41,636
	-	-	-	-	-	37,500
	(1,836,600)	(1,827,800)	(1,850,600)	(6,892,300)	(1,883,400)	(1,880,000)
	(1,836,600)	(1,827,800)	(1,850,600)	(6,892,300)	(1,883,400)	(1,800,864)
	18,367,585	10,524,638	1,089,035	12,930,042	4,039,067	(4,719,227)
	(1,331,796)	3,998,583	(1,044,313)	(4,064,125)	(1,394,378)	(1,748,610)
\$	17,035,789	\$ 14,523,221	\$ 44,722	\$ 8,865,917	\$ 2,644,689	\$ (6,467,837)
						concluded

concluded

COUNTY OF KALAMAZOO, MICHIGAN

Fund Balances, Governmental Funds

Last Ten Fiscal Years

	2024	2023	2022	2021
General fund				
Nonspendable	\$ 319,579	\$ 447,458	\$ 391,479	\$ 383,917
Restricted	3,004,073	2,504,073	2,504,073	2,500,000
Committed	2,470,763	675,612	647,656	656,046
Assigned	-	-	-	-
Unassigned	30,128,682	52,482,496	39,695,700	42,581,886
Total general fund	35,923,097	56,109,639	43,238,908	46,121,849
All other governmental funds				
Nonspendable	144,241	45,541	51,687	30,106
Restricted	29,340,017	23,817,081	39,711,727	69,136,007
Committed	-	-	-	-
Assigned	52,630,753	32,598,793	36,177,445	33,701,094
Unassigned (deficit)	-	-	-	-
Total all other governmental funds	82,115,011	56,461,415	75,940,859	102,867,207
Total fund balance for governmental funds	\$ 118,038,108	\$ 112,571,054	\$ 119,179,767	\$ 148,989,056

Source: County of Kalamazoo, Michigan, Office of Finance.

Certain restatements and reclassifications were made in 2016. Prior years were not restated.

GA5B Statement No. 84 was implemented in 2019. This resulted in certain activity previously reported in agency funds being included in governmental activities. Prior years were not restated.

Table 3 - Unaudited

	2020	2019	2018	2017	2016	2015
\$	601,626	\$ 572,641	\$ 1,149,741	\$ 379,290	\$ 488,478	\$ 303,118
	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
	651,914	4,048,723	2,532,014	2,664,077	2,715,700	7,894,020
						290,500
	35,742,705	31,324,324	27,203,921	27,217,070	27,816,125	23,634,426
	39,496,245	38,445,688	33,385,676	32,760,437	33,520,303	34,622,064
	16,238	14,515	36,506	10,469	133,368	262,488
	7,018,073	7,003,174	4,479,432	3,973,926	3,885,784	1,023,454
		78,050	-	-	-	9,246,358
	28,666,903	19,309,141	21,279,104	21,112,748	12,435,363	-
	-	-	-	-	-	(58,582)
	35,701,214	26,404,880	25,795,042	25,097,143	16,454,515	10,473,718
\$	75,197,459	\$ 64,850,568	\$ 59,180,718	\$ 57,857,580	\$ 49,974,818	\$ 45,095,782

COUNTY OF KALAMAZOO, MICHIGAN

Change in Fund Balances, Governmental Funds

Last Ten Fiscal Years

	2024	2023	2022	2021
Revenues				
Taxes	\$ 91,959,232	\$ 86,538,655	\$ 80,594,561	\$ 71,025,351
Licenses and permits	1,577,578	1,586,115	1,553,221	1,738,728
Intergovernmental	62,903,110	62,281,338	52,751,902	38,135,155
Charges for service	13,260,143	15,046,973	11,001,524	11,861,989
Fines and forfeitures	1,017,508	758,368	843,671	931,627
Investment earnings	9,338,549	6,559,872	445,396	91,534
Contributions, grants and reimbursements	2,412,019	458,476	436,617	1,841,780
Other	3,818,931	6,284,948	5,181,859	5,629,585
Total revenues	186,287,070	179,514,745	152,808,751	131,255,749
Expenditures				
General government	26,984,477	31,289,928	24,160,366	14,410,996
Public safety	43,783,031	39,841,982	35,668,401	33,485,202
Public works	703,384	559,446	473,712	526,559
Health and welfare	38,111,257	35,454,235	31,194,603	31,595,333
Cultural and recreation	4,890,897	4,264,114	3,800,796	3,323,408
Legislative	-	-	-	-
Judicial	36,269,182	31,285,855	30,096,369	26,469,312
Community economic development	8,300,114	5,986,960	2,246,824	1,786,738
Other	147,170	89,802	68,283	161,842
Debt service:				
Principal	3,760,448	3,350,197	1,577,021	1,190,000
Interest and fiscal charges	2,457,809	2,499,574	782,665	822,956
Bond issuance costs	-	-	-	708,848
Capital outlay	13,019,320	38,729,623	55,438,867	17,908,072
Total expenditures	178,426,089	193,351,736	185,507,907	132,389,266
Revenues over (under) expenditures	7,860,981	(13,836,991)	(32,699,156)	(1,133,517)
Other financing sources (uses)				
Transfers in	50,057,437	39,458,000	35,432,435	24,444,522
Transfers out	(52,953,987)	(38,676,502)	(32,632,654)	(24,119,446)
Proceeds from sale of capital assets	157,096	4,324,674	90,086	8,470
Issuance of long-term liabilities	345,527	2,122,106	-	71,750,000
Issuance of refunding bonds	-	-	-	-
Premium on bond	-	-	-	2,841,568
Payments to refunded bond escrow agent	-	-	-	-
Total other financing sources (uses)	(2,393,927)	7,228,278	2,889,867	74,925,114
Net change in fund balances	\$ 5,467,054	\$ (6,608,713)	\$ (29,809,289)	\$ 73,791,597
Debt service as a percentage of noncapital expenditures	3.7%	3.7%	1.8%	1.8%

Source: County of Kalamazoo, Michigan, Office of Finance.

Table 4 - Unaudited

	2020	2019	2018	2017	2016	2015
\$ 62,262,526	\$ 61,985,133	\$ 56,880,817	\$ 55,239,703	\$ 54,891,462	\$ 52,101,773	
1,541,745	1,643,723	1,473,617	1,249,929	1,258,556	1,218,025	
40,223,675	39,986,269	34,981,053	33,190,373	31,158,359	32,043,570	
10,589,601	12,110,945	11,329,314	11,184,560	11,843,020	10,410,652	
898,737	1,076,875	1,116,455	965,614	1,076,752	1,316,244	
1,971,051	2,398,950	852,631	876,523	595,652	731,250	
596,956	691,371	831,071	822,541	817,286	683,063	
5,173,935	2,933,514	1,617,180	1,724,745	1,767,854	1,939,829	
123,258,226	122,826,780	109,082,138	105,253,988	103,408,941	100,444,406	
13,229,357	13,705,116	14,006,428	12,896,809	14,767,659	14,506,746	
29,826,601	29,865,105	30,020,726	28,044,049	28,274,715	25,199,083	
493,133	381,619	366,015	430,249	211,382	493,772	
31,236,379	30,152,368	29,566,561	28,068,429	25,191,336	30,710,052	
2,239,382	3,833,161	3,837,456	3,530,468	3,959,008	4,189,750	
-	-	-	-	935,399	797,279	
26,171,000	28,468,018	21,292,995	20,837,174	19,548,291	19,154,467	
2,565,341	790,096	865,198	775,210	650,000	331,984	
1,115,572	1,740,948	2,402,022	67,192	945,646	-	
1,195,000	1,145,000	1,045,000	1,140,000	1,080,000	1,605,000	
869,074	914,106	953,907	928,271	1,130,518	1,341,322	
-	-	-	250,885	-	-	
5,912,091	6,748,526	3,924,409	2,526,916	3,300,479	15,960,665	
114,852,930	117,744,063	108,280,717	99,495,652	99,994,433	114,290,120	
8,405,296	5,082,717	801,421	5,758,336	3,414,508	(13,845,714)	
29,910,223	16,134,418	14,660,709	24,857,342	17,511,053	15,695,110	
(28,548,604)	(15,827,618)	(14,205,980)	(23,183,587)	(15,676,367)	(13,890,269)	
579,976	28,519	66,988	538,730	17,688	-	
-	-	-	-	-	5,150,000	
-	-	-	19,390,000	-	-	
-	-	-	3,030,652	-	155,557	
-	-	-	(22,508,711)	-	-	
1,941,595	335,319	521,717	2,124,426	1,852,374	7,110,398	
\$ 10,346,891	\$ 5,418,036	\$ 1,323,138	\$ 7,882,762	\$ 5,266,882	\$ (6,735,316)	
1.9%	1.8%	1.9%	2.1%	2.3%	3.1%	

COUNTY OF KALAMAZOO, MICHIGAN

Table 5 - Unaudited

Assessed and Estimated Actual Value of Taxable Property ^(a)									
Last Ten Fiscal Years									
Fiscal Year	State Equalized Real Property Value (a)								
	Agricultural	Commercial	Industrial	Residential	Personal	Total	(b) Total Direct Tax Rate		
2015	\$ 278,782,491	\$ 1,569,670,300	\$ 381,031,065	\$ 5,857,974,999	\$ 915,603,263	\$ 9,003,063,118	6.4890		
2016	286,493,875	1,617,143,141	399,137,804	6,147,579,563	670,976,890	9,133,331,273	6.4663		
2017	314,205,704	1,791,444,752	441,009,523	6,446,770,891	656,559,953	9,649,990,823	6.4420		
2018	333,502,116	1,912,116,583	434,847,395	6,636,198,436	640,101,811	9,956,766,341	6.7653		
2019	328,446,799	2,079,513,788	434,818,350	7,079,517,979	655,834,791	10,578,531,707	6.7631		
2020	330,606,231	2,326,235,900	465,439,650	7,586,881,125	665,952,503	11,375,115,409	7.3614		
2021	331,597,775	2,340,501,150	490,927,550	8,065,825,737	641,999,275	11,870,851,487	8.0028		
2022	350,492,400	2,400,817,500	510,446,350	8,617,217,828	676,435,503	12,555,409,581	7.9685		
2023	345,435,450	2,509,827,700	556,244,300	9,631,174,964	672,384,914	13,715,077,328	8.0740		
2024	363,230,700	2,692,451,750	625,496,550	11,017,868,872	727,508,817	15,426,616,689	8.0057		

Taxable Real Property Value (a)									
Fiscal Year	Agricultural	Commercial	Industrial	Residential	Personal	Total	(b) Total Direct Tax Rate		
2015	\$ 131,035,680	\$ 1,444,832,170	\$ 358,203,022	\$ 5,323,405,225	\$ 913,393,709	\$ 8,170,869,806	6.4890		
2016	132,631,977	1,430,404,974	372,677,644	5,420,542,336	670,550,960	8,026,807,891	6.4663		
2017	133,787,037	1,471,168,974	405,890,405	5,576,598,604	656,293,152	8,243,738,172	6.4420		
2018	136,926,976	1,543,182,165	391,590,521	5,795,151,687	639,889,884	8,506,741,233	6.7653		
2019	140,721,483	1,624,267,839	391,533,797	6,041,928,253	655,672,342	8,854,122,714	6.7631		
2020	145,807,349	1,706,485,656	409,528,356	6,283,873,425	665,805,811	9,211,500,597	7.3614		
2021	150,084,351	1,744,131,167	433,236,647	6,518,075,380	641,890,584	9,487,418,129	8.0028		
2022	154,983,154	1,819,571,158	451,187,284	6,908,672,259	676,429,694	10,010,843,549	7.9685		
2023	163,698,158	1,942,088,385	478,415,229	7,434,838,845	672,384,914	10,691,425,531	8.0740		
2024	174,407,402	2,092,974,611	514,031,304	8,055,902,136	727,530,717	11,564,846,170	8.0057		

^(a) Property is assessed at the legal market value determined by the local assessor's office.

^(b) Per \$1,000 of value.

Source: *County of Kalamazoo, Michigan, Equalization Department.*

Note: Property is assessed annually. In Michigan, the proportion of real and tangible personal property not exempt by law is assessed at 50% of true cash value.

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COUNTY OF KALAMAZOO, MICHIGAN

Property Tax Rates - Direct and Overlapping Governments

Last Ten Fiscal Years

	Year Taxes Are Payable			
	2024	2023	2022	2021
County direct rates:				
Operating	4.6202	4.6318	4.6318	4.6514
Law enforcement	1.4344	1.4380	1.4380	1.4380
Juvenile home debt	0.1176	0.1668	0.1613	0.1685
Housing assistance fund	0.7434	0.7453	0.7485	0.7485
Senior millage	0.3462	0.3462	0.3477	0.3477
9-1-1	0.6442	0.6459	0.6459	0.6487
Veteran millage	0.0997	0.1000	N/A	N/A
Total county direct rate	8.0057	8.0740	7.9685	8.0028
Kalamazoo County				
Transportation Authority	0.3102	0.3110	0.3110	0.3124
Central County Transportation	0.8933	0.8956	0.8956	0.7500
City rates:				
Galesburg	12.9998	13.0000	13.0000	12.0000
Kalamazoo	13.8000	13.8000	13.8000	13.8000
Parchment	16.2049	16.4701	16.4701	16.6854
Portage	10.6400	10.6400	10.6400	10.6400
Township rates				
0.7743-11.0847	0.7643-10.9013	0.7643-11.0313	0.7692-11.2928	
9.5000-15.5997	9.5000-15.6327	9.5000-15.6327	9.5000-15.7939	
3.9426-6.9785	3.9507-6.9853	3.9507-6.9853	3.9649-7.0129	
21.0000-28.5500	21.0000-28.5500	21.0000-28.5500	21.0000-28.5500	
Library rates				
0.7372-3.8893	0.4825-3.8999	0.4825-3.8999	0.4878-3.9117	
Community college rates:				
Glen Oaks	2.7081	2.7109	2.7109	2.7186
Kalamazoo Valley	2.7729	2.7802	2.7802	2.7918
Kellogg	3.6109	3.6109	3.6109	3.6136
State education tax rates				
6.0000	6.0000	6.0000	6.0000	6.0000

Source: County of Kalamazoo, Michigan, Equalization Department.

Note: Rates are stated in dollars per one thousand of state equalized or taxable valuation.

Table 6 - Unaudited

	Year Taxes Are Payable					
	2020	2019	2018	2017	2016	2015
4.6608	4.6810	4.6810	4.6810	4.6810	4.6871	4.6871
1.4409	1.4472	1.4472	1.4472	1.4472	1.4491	1.4491
0.1620	0.1851	0.1873	0.2140	0.2301	0.2528	0.2528
0.0993	0.0998	0.0998	0.0998	0.1000	0.1000	0.1000
0.3484	0.3500	0.0000	0.0000	0.0000	0.0000	0.0000
0.6500	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
N/A	N/A	N/A	N/A	N/A	N/A	N/A
7.3614	6.7631	6.7653	6.4420	6.4663	6.4890	6.4890
0.3131	0.3145	0.3145	0.3145	0.4000	0.4000	0.4000
0.7470	0.7500	0.7500	0.7500	0.0000	0.0000	0.0000
12.0000	9.8118	9.8118	9.8118	9.8118	9.8118	9.8118
13.8000	13.8000	13.8000	13.8000	21.0705	20.8205	20.8205
16.7239	16.7239	16.7239	16.7239	16.7239	16.7239	16.7239
10.6400	10.6400	10.8205	10.9205	10.9256	10.9256	10.9256
0.7739-11.4912	0.7782-11.5912	0.7835-11.5912	0.78250-11.4891	0.7839-9.4785	0.7860-9.7199	0.7860-9.7199
9.5000-15.8178	9.5000-15.8527	9.0000-15.8257	9.0000-15.8527	9.0000-15.9005	9.5000-15.9005	9.5000-15.9005
3.9783-7.2893	3.9783-6.4028	2.9783-5.9469	2.7500-6.2057	2.9783-6.4066	2.9783-6.4066	2.9783-6.4066
22.1400-28.5500	22.0000-27.6000	22.0000-27.1000	21.9900-27.1000	21.9600-27.1000	22.3400-27.5900	22.3400-27.5900
0.4929-3.9213	0.4955-3.9487	0.5000-3.9487	0.4913-3.9487	0.4952-3.9583	0.4985-3.9583	0.4985-3.9583
2.7249	2.7249	2.7249	2.7249	2.7249	2.7249	2.7249
2.7970	2.8089	2.8089	2.8089	2.8135	2.8135	2.8135
3.6136	3.6136	3.6136	3.6136	3.6136	3.6136	3.6136
6.0000	6.0000	6.0000	6.0000	6.0000	6.0000	6.0000

COUNTY OF KALAMAZOO, MICHIGAN

Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2024			2015		
	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Consumers Energy Company	\$ 314,610,552	1	2.66%	\$ 150,275,214	2	1.80%
Pfizer, Pharmacia & Upjohn	123,698,747	2	1.05%	299,624,171	1	3.60%
Zoetis	63,938,242	3	0.54%	63,171,649	3	0.76%
Michigan Electric Transmission	62,646,968	4	0.53%			
Edward Rose Etal	54,389,076	5	0.46%	43,772,467	5	0.53%
Stryker Corp.	48,192,574	6	0.41%	53,979,134	4	0.65%
19 Props, LLC etal	47,104,442	7	0.40%			
Meijer	33,978,262	8	0.29%			
MIMG LXVI Drakes Pond, LLC/Etc.	31,962,927	9	0.27%			
Catalyst Development	30,288,473	10	0.26%			
PAH P & U, LLC				41,892,600	6	0.50%
Kaiser Aluminum				27,179,633	7	0.33%
Graphic Packaging				25,812,970	8	0.31%
Target				25,788,730	9	0.31%
General Growth				25,268,187	10	0.30%

Source: County of Kalamazoo, Michigan, Equalization Department.

COUNTY OF KALAMAZOO, MICHIGAN

Property Taxes, Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Taxes ^(a) Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 53,020,774	\$ 46,356,761	87.43%	\$ 1,152,593	\$ 47,509,354	89.61%
2016	51,903,748	45,776,972	88.20%	1,292,095	47,069,067	90.69%
2017	53,106,161	47,055,256	88.61%	1,130,814	48,186,070	90.74%
2018	57,550,656	48,267,616	83.87%	1,318,492	49,586,108	86.16%
2019	59,881,317	50,673,837	84.62%	1,324,530	51,998,367	86.84%
2020	68,285,775	51,704,088	75.72%	1,476,704	53,180,792	77.88%
2021	75,925,910	52,709,265	69.42%	1,654,559	54,363,824	71.60%
2022	79,771,407	54,635,761	68.49%	1,794,109	56,429,870	70.74%
2023	86,322,570	59,747,193	69.21%	1,851,698	61,598,891	71.36%
2024	92,584,689	63,050,317	68.10%	2,101,165	65,151,482	70.37%

^(a) Taxes levied for the fiscal year included the operating levy, law enforcement levy, juvenile home debt service, housing assistance levy, senior millage, 911 millage and veterans millage.

Source: County of Kalamazoo, Michigan, Treasurer's Office, Equalization Reports and Office of Finance.

Note: The information in this schedule relates to the County's own property levies, and does not include those it collects on behalf of other governments.

COUNTY OF KALAMAZOO, MICHIGAN

Table 9 - Unaudited

Ratios of Outstanding Debt by Type									
Last Ten Fiscal Years									
Fiscal Year	Governmental Activities			Business-Type Activities	Total Outstanding Debt	Percentage of Personal Income	Population	Debt Per Capita	
	General Obligation Bonds	Leases	Subscriptions						
2015	\$ 33,713,617	\$ -	\$ -	\$ 6,095,783	\$ 39,809,400	0.36%	260,263	\$ 152.96	
2016	25,330,000	-	-	12,002,011	37,332,011	0.32%	261,654	142.68	
2017	24,175,956	-	-	10,783,394	34,959,350	0.29%	262,985	132.93	
2018	22,928,913	-	-	9,854,776	32,783,689	0.25%	264,870	123.77	
2019	21,581,870	-	-	8,876,158	30,458,028	0.23%	265,066	114.91	
2020	20,184,827	-	-	7,872,539	28,057,366	0.20%	261,670	107.22	
2021	93,328,945	-	-	6,850,069	100,179,014	0.66%	261,108	383.67	
2022	91,741,918	145,631	-	57,108,029	148,995,578	0.96%	261,173	570.49	
2023	88,459,891	-	-	57,003,778	147,387,684	0.88%	262,215	562.09	
2024	85,072,865	-	1,599,094	55,954,527	142,626,486	0.85%	N/A	543.93	

Source: *County of Kalamazoo, Michigan, Office of Finance.*

Note: 2024 percentage of Personal Income and Per Capita calculated using 2023 personal income and 2023 per capita data, which is the most recent available.

Note: In 2016, debt obligations were reclassified between governmental and business-type activities, prior years have not been restated.

COUNTY OF KALAMAZOO, MICHIGAN

Table 10 - Unaudited

Ratios of Net Bonded Debt Outstanding									
Last Ten Fiscal Years									
Fiscal Year	General Bonded Debt Outstanding			Business-Type Activities General Obligation Bonds	Total Primary Government	Less: Amounts Restricted to Repaying Principal	Net Bonded Debt Outstanding	Percentage of Actual Value of Taxable Property	Per Capita
	General Obligation Bonds	Activities General Obligation Bonds	Government						
2015	\$ 33,713,617	\$ 6,095,783	\$ 39,809,400			\$ 236,488	\$ 39,572,912	0.48%	152.05
2016	25,330,000	12,002,011	37,332,011			75,219	37,256,792	0.46%	142.39
2017	24,175,956	10,783,394	34,959,350			77,707	34,881,643	0.42%	132.64
2018	22,928,913	9,854,776	32,783,689			63,577	32,720,112	0.38%	123.53
2019	21,581,870	8,876,158	30,458,028			130,100	30,327,928	0.34%	114.42
2020	20,184,827	7,872,539	28,057,366			157,876	27,899,490	0.30%	106.62
2021	93,328,945	6,850,069	100,179,014			-	100,179,014	1.06%	383.67
2022	91,741,918	57,108,029	148,849,947			-	148,849,947	1.49%	569.93
2023	88,459,891	57,003,778	145,463,669			-	145,463,669	1.36%	554.75
2024	85,072,865	55,954,527	141,027,392			91,717	140,935,675	1.22%	537.48

Source: *County of Kalamazoo, Michigan, Office of Finance.*

Note: 2024 percentage of Personal Income and Per Capita calculated using 2023 personal income and 2023 per capita data, which is the most recent available.

Note: In 2016, debt obligations were reclassified between governmental and business-type activities, prior years have not been restated.

COUNTY OF KALAMAZOO, MICHIGAN

Table 11 - Unaudited

Computation of Direct and Overlapping Debt December 31, 2024				
Governmental Unit	Net General Obligation Debt	Estimated Percentage Applicable to County	Estimated Share of Direct and Overlapping Debt	
Libraries				
Alligan	\$ 5,070,000	34.34%	\$ 1,741,038	
Otego	795,000	33.77%	268,472	
Portage	4,510,000	100.00%	4,510,000	
Total libraries			<u>6,519,510</u>	
Townships				
Kalamazoo	2,650,000	100.00%	2,650,000	
Ross	3,501,000	100.00%	3,501,000	
Texas	5,965,000	100.00%	5,965,000	
Total townships			<u>12,116,000</u>	
Cities				
Galesburg	445,000	100.00%	445,000	
Kalamazoo	151,905,000	100.00%	151,905,000	
Portage	41,845,730	100.00%	41,845,730	
Total cities			<u>194,195,730</u>	
Villages				
Augusta	45,000	100.00%	45,000	
Schoolcraft	155,000	100.00%	155,000	
Vicksburg	3,239,000	100.00%	3,239,000	
Total villages			<u>3,439,000</u>	
School districts				
Climax/Scotts	25,819,231	84.11%	21,716,555	
Colon	2,850,000	1.50%	42,750	
Comstock	62,820,000	100.00%	62,820,000	
Galesburg/Augusta	28,439,053	100.00%	28,439,053	
Gull Lake	68,260,000	83.33%	56,881,058	
Kalamazoo	215,170,000	100.00%	215,170,000	
Lawton	18,416,028	0.58%	106,813	
Mattawan	129,159,418	66.15%	85,438,955	
Mendon	20,912,508	5.56%	1,162,735	
Otego	68,659,526	42.07%	28,885,063	
Parchment	30,902,035	100.00%	30,902,035	
Plainwell	71,443,857	34.86%	24,905,329	
Portage	185,695,000	100.00%	185,695,000	
Schoolcraft	35,316,929	100.00%	35,316,929	
Vicksburg	33,860,000	97.63%	33,057,518	
Total school districts			<u>810,539,793</u>	
			continued...	

COUNTY OF KALAMAZOO, MICHIGAN

Table 11 - Unaudited

Computation of Direct and Overlapping Debt December 31, 2024				
Governmental Unit	Net General Obligation Debt	Estimated Percentage Applicable to County	Estimated Share of Direct and Overlapping Debt	
Community colleges				
Glen Oaks	\$ 7,121,000	0.56%	\$ 39,878	
Kalamazoo Valley Community College	4,460,000	94.20%	4,201,320	
Kellogg Community College	6,330,000	0.31%	19,623	
Total community colleges			<u>4,260,821</u>	
Intermediate school districts				
Alligan	890,000	11.47%	102,083	
Kalamazoo RESA	2,085,000	0.49%	10,217	
St. Joseph	1,275,000	15.82%	201,705	
Total intermediate school districts			<u>314,005</u>	
Subtotal, overlapping debt			1,031,384,857	
County direct debt, governmental activities			86,671,959	
Total direct and overlapping debt			<u>\$ 1,118,056,816</u>	
			concluded	

Source: County of Kalamazoo, Michigan, Office of Finance.

Note: Percentage of overlap based on assessed property values.

COUNTY OF KALAMAZOO, MICHIGAN

Computation of Legal Debt Margin for General Obligation Bonds

Last Ten Fiscal Years

	2024	2023	2022	2021
Legal debt margin				
Assessed value of property (SEV)	\$ 15,426,616,689	\$ 13,715,077,328	\$ 12,555,409,581	\$ 11,870,851,487
Debt limit, 10% of assessed value (SEV) (constitutional debt limit)	1,542,661,669	1,371,507,733	1,255,540,958	1,187,085,149
Amount of debt applicable to limit:				
Debt issues for purpose of the County functions only:				
Building authority	81,090,000	84,180,000	87,165,000	90,570,000
Brownfield redevelopment authority	-	-	-	-
Debt issues for benefit of local improvements:				
CMVH capital improvements	-	-	-	4,275,000
Road Commission	54,290,000	55,235,000	55,235,000	-
Water	45,000	90,000	135,000	180,000
Sewage	-	-	-	-
Drainage	-	-	-	-
Total net debt applicable to limit	135,425,000	139,505,000	142,535,000	95,025,000
Legal debt margin	\$ 1,407,236,669	\$ 1,232,002,733	\$ 1,113,005,958	\$ 1,092,060,149
Total net debt applicable to limit as a percentage of debt limit	8.78%	10.17%	11.35%	8.00%

Source: County of Kalamazoo, Michigan, Equalization Department & Office of Finance.

Note: Prior to Board of Review actions.

Certain restatements and reclassifications were made in 2016. Prior years were not restated.

Table 12 - Unaudited

	2020	2019	2018	2017	2016	2015
\$ 11,375,115,409	\$ 10,578,531,707	\$ 9,956,766,341	\$ 9,649,990,823	\$ 9,133,331,273	\$ 9,003,063,118	
1,137,511,541	1,057,853,171	995,676,634	964,999,082	913,333,127	900,306,312	
20,615,000	22,415,000	24,165,000	25,815,000	30,805,366	32,830,000	
-	-	-	-	-	150,000	
4,475,000	4,650,000	4,800,000	4,900,000	5,139,183	5,000,000	
-	-	-	-	-	-	
225,000	275,000	325,000	375,000	425,000	475,000	
135,000	270,000	405,000	540,000	962,462	1,470,000	
-	-	-	-	-	145,000	
25,450,000	27,610,000	29,695,000	31,630,000	37,332,011	40,070,000	
\$ 1,112,061,541	\$ 1,030,243,171	\$ 965,981,634	\$ 933,369,082	\$ 876,001,116	\$ 860,236,312	
2.24%	2.61%	2.98%	3.28%	4.09%	4.45%	

COUNTY OF KALAMAZOO, MICHIGAN

Table 13 - Unaudited

Demographic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Percentage Rate
2015	260,263	\$ 11,207,427,000	\$ 43,062	3.2%
2016	261,654	11,703,476,000	44,729	3.4%
2017	262,985	12,199,565,000	46,389	3.9%
2018	264,870	12,905,261,000	48,723	3.3%
2019	265,066	13,118,941,000	49,493	2.7%
2020	261,670	13,938,547,000	52,403	4.5%
2021	261,108	15,281,103,000	58,524	3.8%
2022	261,173	15,570,936,000	59,619	3.5%
2023	262,215	16,694,628,000	63,668	3.2%
2024	N/A	N/A	N/A	4.6%

Source: Michigan Department of Technology, Management and Budget, U.S. Census Bureau, and U.S. Department of Commerce - Bureau of Economic Analysis.

N/A Data is Not Available

COUNTY OF KALAMAZOO, MICHIGAN

Table 14 - Unaudited

Principal Employers
Current and Nine Years Ago

Industry	2024			2015		
	Employees ⁽¹⁾	Rank	Percentage of Total County Employment	Employees ⁽¹⁾	Rank	Percentage of Total County Employment
Manufacturing	22,444	1	17.30%	18,737	2	15.29%
Health Care and Social Assistance	20,925	2	16.13%	18,745	1	15.30%
Government	13,485	3	10.39%	14,336	3	11.70%
Retail trade	13,206	4	10.18%	12,790	4	10.44%
Accommodation and food services	11,250	5	8.67%	11,578	5	9.45%
Administrative, support and waste management remediation services	6,934	6	5.34%	8,640	6	7.05%
Construction	6,802	7	5.24%	4,892	9	3.99%
Professional, scientific, and technical services	6,060	8	4.67%	4,030	10	3.29%
Wholesale trade	5,411	9	4.17%	5,550	8	4.53%
Other services (except public administration)	3,647	10	2.81%	5,604	7	4.57%
Total	110,164			104,902		
Total full-time and part-time County employment	129,749			122,506		

⁽¹⁾ Source: U.S. Department of Commerce, Bureau of Economic Analysis, CA25N - Total full-time and part-time employment by NAICS industry for Kalamazoo County.

COUNTY OF KALAMAZOO, MICHIGAN

■ Full-Time Equivalent Government Employees by Function/Program
Last Ten Fiscal Years

	2024	2023	2022	2021
Function/program				
General government	151.4	142.4	126.4	120.7
Public safety	272.8	266.8	255.8	249.8
Health and welfare	245.4	235.4	220.0	220.0
Cultural and recreation	16.0	16.0	15.0	16.0
Legislative	-	-	-	-
Judicial	289.2	275.7	270.7	270.4
Other	29.1	26.1	25.1	24.4
Airport	26.1	22.0	22.0	21.5
Total	1,030.0	984.4	935.0	922.8

Source: County of Kalamazoo, Michigan, Office of Finance.

Table 15 - Unaudited

	2020	2019	2018	2017	2016	2015
	112.0	116.8	112.3	135.5	140.7	143.9
	249.8	248.8	252.6	251.6	248.6	244.3
	221.7	218.7	221.6	226.3	223.8	217.0
	16.0	16.0	16.0	15.6	17.5	17.6
	-	-	-	6.8	6.8	6.3
	268.4	268.2	269.4	225.1	224.5	224.3
	23.4	22.4	23.8	23.8	15.6	15.0
	21.5	21.5	21.5	21.5	21.5	21.5
	912.7	912.3	917.2	906.2	899.0	889.9

COUNTY OF KALAMAZOO, MICHIGAN

Operating Indicators by Function/Program

Last Ten Fiscal Years

	2024	2023	2022	2021
Function/program				
General government:				
Revenue from sale of maps, aerial photos directories	\$ 797	\$ 160	\$ -	\$ 913
Revenue from soil erosion and permits issued	\$ 45,115	\$ 58,227	\$ 58,315	\$ 53,255
Public safety:				
Jail bookings	8,417	7,112	6,580	6,352
Average daily population	342	332	298	231
Judicial:				
8th district court caseloads	41,998	35,818	36,080	33,697
Airport:				
Based aircraft	128	128	127	120
Enplanements	94,379	89,364	72,693	73,984

Source: County of Kalamazoo, Michigan, Office of Finance and individual County departments.

Table 16 - Unaudited

	2020	2019	2018	2017	2016	2015
\$	3,018	\$ 1,758	\$ 1,605	\$ 1,467	\$ 2,442	\$ 1,848
\$	44,715	\$ 40,625	\$ 43,725	\$ 49,995	\$ 32,340	\$ 34,158
	6,442	11,740	12,642	11,865	11,957	12,024
	223	378	385	359	371	391
	34,728	45,507	46,161	46,303	43,999	49,214
	120	111	111	111	111	110
	54,671	156,010	158,154	151,662	160,131	124,355

COUNTY OF KALAMAZOO, MICHIGAN

Capital Asset Statistics by Function/Program

Last Ten Fiscal Years

Table 17 - Unaudited

Function/program	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Public safety:										
Correction facility capacity	482	482	482	482	482	482	482	482	482	482
Juvenile home capacity	64	64	64	64	64	64	64	64	64	64
Cultural and recreation:										
Parks	7	6	6	6	6	6	6	6	6	6
County fairgrounds	1	1	1	1	1	1	1	1	1	1
Judicial:										
Courthouse buildings	2	2	3	3	3	3	3	3	3	3
Airport operations:										
Number of runways	3	3	3	3	3	3	3	3	3	3
Number of hangars	84	84	84	84	84	84	84	84	84	84

Source: County of Kalamazoo, Michigan, Office of Finance and individual County departments.

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SINGLE AUDIT ACT COMPLIANCE

INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND THE
SUPPLEMENTAL SCHEDULE OF EXPENDITURES BY SERVICE

June 24, 2025

Honorable Members of the
Board of Commissioners
of the County of Kalamazoo, Michigan
Kalamazoo, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kalamazoo, Michigan** (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated June 24, 2025, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Additionally, the supplemental schedule of expenditures by service has also been presented for additional analysis. These schedules are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards and the supplemental schedule of expenditures by service are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Rehmann Lohan LLC



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Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

Federal Agency / Cluster / Program Title			Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)							
Aging Cluster (Concluded):							
Special Programs for the Aging - Title III:							
Part C - Nutrition Services:							
Congregate Meals III(C)							
	93.045	ACLS	E20244364-00		\$	248,417	\$ 248,417
Home Delivered Meals III(C)							
	93.045	ACLS	E20244762-00			84,254	84,254
Home Delivered Meal III(C)							
	93.045	ACLS	E20244364-00			128,071	128,071
Title III C1 Administration							
	93.045	ACLS	E20244762-00			61,112	61,112
Title III C2 Administration							
	93.045	ACLS	E20244364-00			25,997	25,997
Title III C2 Administration							
	93.045	ACLS	E20244364-00			17,685	17,685
Title III C2 Administration							
	93.045	ACLS	E20244762-00			7,151	7,151
COVID-19 - Title II C2 Services - ARP Providers							
	93.045	ACLS	E20244364-00			39,277	39,277
COVID-19 - Title II C2 Care Management ARP							
	93.045	ACLS	E20244364-00			831	831
Title III C2 Care Management							
	93.045	ACLS	E20244364-00			1,657	1,657
Title III C2 Care Management							
	93.045	ACLS	E20244762-00			350	350
Nutrition Services Incentive Program:							
Area Agency on Aging - USDA Senior Citizen Meals							
	93.053	ACLS	E20244364-00			51,919	51,919
Area Agency on Aging - USDA Senior Citizen Meals							
	93.053	ACLS	E20244762-00			21,524	21,524
Total Aging Cluster							
						614,354	1,149,639
National Family Caregiver Support:							
Title III, Part E:							
Title III E - Administration							
	93.052	ACLS	E20244364-00			-	8,830
Title III E - Care Management							
	93.052	ACLS	E20244364-00			-	38,613
Title III E - Caregiver Counseling							
	93.052	ACLS	E20244364-00			-	1,118
Title III E - Caregiver Support Groups							
	93.052	ACLS	E20244762-00			-	920
Title III E - Information and Assistance							
	93.052	ACLS	E20244364-00			-	33,853
Title III E - NFCSIP - Providers							
	93.052	ACLS	E20244762-00			5,037	5,037
Title III E - NFCSIP - Providers							
	93.052	ACLS	E20244762-00			933	933
Public Health Emergency Preparedness:							
Laboratory Services Bio - FY 23/24							
	93.069	MDHHS	20240227/251184			-	1,125
Laboratory Services Bio - FY 24/25							
	93.069	MDHHS	20250039/251184			-	375
Public Health Emergency Preparedness (PHEP)							
10/1/2023 - 6/30/2024							
	93.069	MDHHS	20240227/251184			-	94,872
Public Health Emergency Preparedness (PHEP)							
7/1/2024 - 9/30/2024							
	93.069	MDHHS	20240227/251184			-	36,795
Public Health Emergency Preparedness (PHEP)							
10/1/2024 - 6/30/2025							
	93.069	MDHHS	20250039/251184			-	26,027
Medicaid Enrollment Assistance Program							
	93.071	MMAP	2201MM/ISH			-	139,194
Medicaid Enrollment Assistance Program							
	93.071	MMAP	2201MM/ISH			-	4,971
Medicaid Enrollment Assistance Program							
	93.071	MMAP	2201MM/ISH			-	56
Project Grants and Cooperative Agreements for Tuberculosis Control Programs:							
TB Control I - FY23/24							
	93.116	MDHHS	20240227/251165			-	1,270
TB Control I - FY24/25							
	93.116	MDHHS	20250039/251165			-	1,693
Family Planning Services:							
Family Planning Services FY 23/24							
	93.217	MDHHS	20240227/252900			-	60,065
Family Planning Services FY 23/24							
	93.217	MDHHS	20240227/252900			-	23,575
Family Planning Services FY 24/25							
	93.217	MDHHS	20250039/252900			-	53,597
Family Planning Services FY 24/25							
	93.217	MDHHS	20250039/252900			-	21,037
continued...							
						-	138,274

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

Federal Agency / Cluster / Program Title							Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)											
Substance Abuse and Mental Health Service Admin:											
SAMHSA Treatment Drug Court - Men's 2023/2024							93.243	Direct	1H79T083006-01	\$ -	\$ 117,786
SAMHSA Treatment Drug Court - Men's 2023/2024							93.243	Direct	1H79T083006-01	-	127,528
SAMHSA Treatment Drug Court - Women's 2023/2024							93.243	Direct	1H79T083006-01	-	98,228
SAMHSA Treatment Drug Court - Women's 2023/2024							93.243	Direct	1H79T083006-01	-	90,375
										-	43,917
Immunization Cooperative Agreements:											
COVID-19 - Immunizations 2023/2024							93.268	MDHHS	20240182/251129	-	76,389
Bridge Access Program Fixed Fee							93.268	MDHHS	20240227/251129	-	2,279
CSHHS Vaccine Initiative - 2023/2024							93.268	MDHHS	20240227/251129	-	4,847
Immunization Action Plan - 2023/2024							93.268	MDHHS	20240227/251129	-	100,494
Immunization Action Plan - 2024/2025							93.268	MDHHS	20250039/251129	-	24,140
Immunizations Fixed Fees - 2023/2024							93.268	MDHHS	20240227/251129	-	6,825
Immunizations Fixed Fees - 2024/2025							93.268	MDHHS	20250039/251129	-	875
Vaccine Provided (non-cash assistance)							93.268	MDHHS	20240227	-	160,816
										-	376,665
Epidemiology and Laboratory Capacity for Infectious Diseases:											
Infection Prevention and HCAI Response Report							93.323	MDHHS	20250039/251156	-	19,151
ELC Regional Lab FY 2023/2024							93.323	MDHHS	20250084/251156	-	58,507
ELC Regional Lab FY 2023/2024							93.323	MDHHS	20240182/251156	-	165,830
Lab Capacity for West Nile Virus Community Surveillance FY 2023/2024							93.323	MDHHS	20240227/251156	-	9,957
										-	253,445
State Health Insurance Assistance Program:											
State Health Insurance Assistance Program							93.324	MMAP	E20244151-001	-	843
State Health Insurance Assistance Program							93.324	MMAP	E20244151-001	-	4,370
State Health Insurance Assistance Program							93.324	MMAP	E20244151-002	-	2,250
State Health Insurance Assistance Program							93.324	MMAP	E20244151-002	-	7,865
State Health Insurance Assistance Program							93.324	MMAP	90MPG0085-00	-	316
State Health Insurance Assistance Program							93.324	MMAP	90MPG0085-00	-	2,842
State Health Insurance Assistance Program							93.324	MMAP	90MPG0085-00	-	986
										-	19,672
Public Health Emergency Response Cooperative Agreement:											
COVID-19 - Workforce Development FY 23/24							93.354	MDHHS	20240182/251216	-	33,572
Strengthening Public Health Systems and Services through National Partnerships							93.421	NACCHO	6N1380T000396-05-01	-	26,730
Title IV-E Prevention Program:											
Families First (FFPSA) 24/25							93.472	MDHHS	20240227/90357	-	51,277
Families First (FFPSA) 23/24							93.472	MDHHS	20250039/90357	-	5,400
										-	56,677
Child Support Enforcement (CSE):											
Child Support Enforcement							93.563	MDHHS	CSF0C24-39001	-	1,630,246
Child Support Enforcement							93.563	MDHHS	CSF0C24-39001	-	663,236
Federal Performance Incentive Payment							93.563	MDHHS	CSF0C24-39001	-	276,040
Federal Performance Incentive Payment							93.563	MDHHS	CSF0C24-39001	-	89,174
Medical Support Enforcement							93.563	MDHHS	CSF0C24-39001	-	60,218
Medical Support Enforcement							93.563	MDHHS	CSF0C24-39001	-	16,630
Child Support Enforcement							93.563	MDHHS	CSN24-39002	-	467,116
Child Support Enforcement							93.563	MDHHS	CSN24-39002	-	468,665
										-	3,391,525
ACA State Incentive Models:											
MI Health Link SHIP/ADRC							93.624	MMAP	11UCWS331626	-	6,351
										-	continued...

COUNTY OF KALAMAZOO, MICHIGAN

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

Federal Agency / Cluster / Program Title		Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)						
Medical Assistance Cluster:						
Medicaid Program:						
CSHCS Care Coordination Services - 2023/2024	MDHHS	98.778	MDHHS	20240227/253001/253002	\$ -	\$ 11,341
CSHCS Care Coordination Services - 2024/2025	MDHHS	98.778	MDHHS	20250039/253001/253002	-	4,464
CSHCS Medicaid Elevated Blood Lead Case Management						
Management - 2023/2024	MDHHS	93.778	MDHHS	20240227/253002	-	289
CSHCS Outreach and Advocacy 2023/2024	MDHHS	93.778	MDHHS	20240227/253001	-	82,704
CSHCS Outreach and Advocacy 2024/2025	MDHHS	93.778	MDHHS	20250039/253001	-	24,409
Medicaid Outreach - CDP 2023/2024	MDHHS	93.778	MDHHS	20240227/253001	-	18,742
Medicaid Outreach - CDP 2024/2025	MDHHS	93.778	MDHHS	20250039/253001	-	121,395
Nurse Family Partnership - 2023/2024	MDHHS	93.778	MDHHS	20240227/253001	-	200,572
Nurse Family Partnership - 2024/2025	MDHHS	93.778	MDHHS	20250039/253001	-	68,371
Medicaid Outreach 2023/2024	MDHHS	98.778	MDHHS	20250039/253001	-	885
Medicaid Outreach 2023/2024	MDHHS	98.778	MDHHS	20240227/253001	-	3,507
Targeted Case Management	ACLS	98.778	ACLS	E2044364	-	1,942
Targeted Case Management	ACLS	98.778	ACLS	E2054762	-	649
Total Medicaid Cluster					-	528,731
Maternal, Infant and Early Childhood Home Visiting Program:						
COVID-19 - Nurse Family Partnership Services - 2023/2024	MDHHS	98.870	MDHHS	20240182/252306	-	35,368
COVID-19 - Nurse Family Partnership Services - 2023/2024	MDHHS	98.870	MDHHS	20240182/252306	-	36,058
Healthy Families America Expansion - 2023/2024	MDHHS	93.870	MDHHS	20240227/252300	-	302,402
Healthy Families America Expansion - 2024/2025	MDHHS	93.870	MDHHS	20250039/252300	-	82,390
Nurse Family Partnership Services - 2023/2024	MDHHS	93.870	MDHHS	20240227/252300	-	179,387
Nurse Family Partnership Services - 2024/2025	MDHHS	93.870	MDHHS	20250039/252300	-	5,626
					-	641,231
Cancer Prevention and Control Programs for State, Territorial, and Tribal Organizations:						
MI Cancer Prevention Control Program	MDHHS	98.898	MDHHS	20240227/251183	-	233,373
MI Cancer Prevention Control Program	MDHHS	98.898	MDHHS	20250039/251183	-	59,428
					-	292,801
Healthy Start Initiative:						
Healthy Start - 23/24	Direct	98.926	Direct	H49WCD0047-23-00	40,362	376,672
Healthy Start - 24/25	Direct	98.926	Direct	H49WCD0047-24-00	80,695	623,852
					121,057	1,000,524
HIV Prevention - 23/24						
	MDHHS	98.940	MDHHS	20240227/251124	-	960
Grants to States for Access and Visitation Programs						
Grants to States for Access and Visitation Programs	SCAO	93.957	SCAO	SCAO-2024-037	-	11,050
Grants to States for Access and Visitation Programs	SCAO	93.957	SCAO	SCAO-2025-036	-	6,120
					-	17,170
Block Grants for Prevention and Treatment of Substance Abuse:						
Block Grants for Prevention and Treatment of Substance Abuse:	SWA/BIH	98.959	SWA/BIH	n/a	-	8,100
MI Communicable Disease Services 23/24	SWA/BIH	93.959	SWA/BIH	n/a	-	2,700
HIV/Communicable Disease Services 24/25					-	10,800
Sexually Transmitted Diseases (STD) Prevention and Control Grants:						
Sexually Transmitted Infection STI 23/24	MDHHS	93.977	MDHHS	20240227/251205	-	57,564
Sexually Transmitted Infection STI 24/25	MDHHS	93.977	MDHHS	20250039/251205	-	7,040
					-	64,604
Preventative Health and Health Services Block Grant:						
Eastern Equine Encephalitis Virus Surveillance Project FY 23/24	MDHHS	93.991	MDHHS	20240227/251019	-	15,000
Eastern Equine Encephalitis Virus Surveillance Project FY 24/25	MDHHS	93.991	MDHHS	20250039/251019	-	264
Family Planning Services FY 23/24	MDHHS	93.991	MDHHS	20240227/251019	-	4,628
Family Planning Services FY 24/25	MDHHS	93.991	MDHHS	20250039/251019	-	4,130
					-	24,022
continued...						

COUNTY OF KALAMAZOO, MICHIGAN

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2024

Federal Agency / Cluster / Program Title		Assistance Listing Number	Passed Through	Pass-through / Grantor Number	Total Subawards	Federal Expenditures
U.S. Department of Health and Human Services (Continued)						
Maternal and Child Health Services Block Grant to the States:						
Care Coordination Services and Case Management - 23/24	MDHHS	93.994	MDHHS	20240227/252208	\$ -	\$ 19,513
Care Coordination Services and Case Management - 23/24	MDHHS	93.994	MDHHS	20250039/252208	-	5,471
Childhood Lead Poisoning Prevention - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	34,500
Childhood Lead Poisoning Prevention - 23/24	MDHHS	93.994	MDHHS	20250039/252208	-	7,942
MCH Block Grant - CHCS - Children - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	64,580
MCH Block Grant - CHCS - Children - 23/24	MDHHS	93.994	MDHHS	20250039/252208	-	21,528
MCH Block Grant - Lead - Children - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	28,201
MCH Block Grant - Lead - Children - 23/24	MDHHS	93.994	MDHHS	20250039/252208	-	15,412
MCH Block Grant - LBP - Children - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	16,501
MCH Block Grant - LBP - Children - 24/25	MDHHS	93.994	MDHHS	20250039/252208	-	5,499
Family Planning Services - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	25,264
Family Planning Services - 24/25	MDHHS	93.994	MDHHS	20250039/252208	-	22,544
Infant Mortality Review (IMR) Case Abstractions - 24/25	MDHHS	93.994	MDHHS	20250039/252208	-	540
Infant Mortality Review (IMR) Case Abstractions - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	2,160
MCH Block Grant - FIMR Interviews - 23/24	MDHHS	93.994	MDHHS	20240227/252208	-	875
					-	264,520
Total U.S. Department of Health and Human Services					773,412	9,094,005
U.S. Department of Homeland Security						
Boating Safety Financial Assistance:						
Marine Safety Program	MDNR	97.012	MDNR	MS24-467	-	24,500
Emergency Management Performance Grants:						
Emergency Management Performance Grants: (P2020)	MSP	97.042	MSP	EMC-2024-IP-00005	-	24,828
Total U.S. Department of Homeland Security					-	49,328
Total Expenditures of Federal Awards					\$ 773,412	\$ 27,977,109
concluded						

Notes to Schedule of Expenditures of Federal Awards

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the *County of Kalamazoo, Michigan* (the "County") under programs of the federal government for the year ended December 31, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position or cash flows of the County.

The County's reporting entity is defined in Note 1 of the County's financial statements. The County's financial statements include the operations of the Kalamazoo County Road Commission and the Central County Transportation Authority discretely presented component units, which received federal awards that are not included in the Schedule for the year ended December 31, 2024, as the entities were separately audited.

Expenditures reported on the Schedule are reported on the accrual basis of accounting, which is described in Note 1 to the County's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

2. 10% DE MINIMIS COST RATE

For purposes of charging indirect costs to federal awards, the County has elected not to use the 10 percent de minimis cost rate as permitted by §200.414 of the Uniform Guidance.

3. OTHER FEDERAL REVENUE

The County is an indirect beneficiary of federal funds that are expended directly by the Michigan Department of Transportation. These expenditures (which totaled \$215,573 for the year ended December 31, 2024) are not presented on the Schedule, as they will be included in the single audit for the State of Michigan.

Notes to Schedule of Expenditures of Federal Awards

4. PASS-THROUGH AGENCIES

The County receives certain federal grants as subawards from non-federal entities. Pass-through entities, where applicable, have been identified in the Schedule with an abbreviation, defined as follows:

Pass-through Agency Abbreviation	Pass-through Agency Name
AAA3B	Area Agency on Aging Region 3B
AAA3C	Area Agency on Aging Region 3C
ACLS	Bureau of Aging, Community, Living and Supports
COK	City of Kalamazoo
KYDN	Kalamazoo Youth Development Network
MDCGP	Michigan Drug Court Grant Program
MDE	Michigan Department of Education
MDHHS	Michigan Department of Health and Human Services
MDNR	Michigan Department of Natural Resources
MMAP	Michigan Medicare/Medicaid Assistance Program
MSP	Michigan State Police
NACCHO	National Association of County and City Health Officials
SCAO	Michigan State Court Administrative Office
SWMBH	Southwest Michigan Behavioral Health



Supplemental Schedule of Expenditures by Service
For the Year Ended September 30, 2024

continued...

continued...

COUNTY OF KALAMAZOO, MICHIGAN

Supplemental Schedule of Expenditures by Service
For the Year Ended September 30, 2024

	Merit Award Trust Fund	St. CG Support	St. Respite (Echost)	State ANS	State Admin	Program Income	Cash Match	In-Kind Match	Totals
Care Management	\$ -	\$ -	\$ -	\$ 23,841	\$ -	\$ -	\$ 97,387	\$ -	\$ 420,545
Case Coordination/Support	-	-	-	-	-	-	1,574	-	2,774
Information & Assistance	-	-	-	-	-	-	27,797	-	83,183
Transportation	-	-	-	-	-	-	633	-	6,525
Home Injury Control	-	-	-	-	-	-	255	-	2,540
Homemaker	-	-	-	-	-	-	15,419	-	154,171
Home Delivered Meals	-	-	-	-	-	5,458	50,659	-	565,227
Medication Management	-	-	-	-	-	-	726	-	7,258
Personal Care	-	-	-	-	-	-	1,510	-	15,231
Respite Care	-	-	-	-	-	-	2,726	-	27,264
Respite Care - Tech & Devices	-	-	-	-	-	-	19,758	-	285,645
Respite Care	31,772	5,045	56,814	-	-	20,607	36,874	-	415,527
Congregate Meals	-	-	-	-	-	25	47,059	1,250	63,334
Legal Assistance	-	-	-	-	-	-	286	-	17,660
Adult Day Care	12,819	2,566	1,989	-	-	-	3,015	-	28,191
Disease Prevent	-	-	-	-	-	-	19,049	-	97,918
LTC Ombudsman	-	-	-	-	-	-	5,884	-	7,064
Outreach	-	-	-	-	-	-	12,511	-	17,911
Counseling	-	-	-	-	-	-	1,460	-	2,460
Program Development	-	-	-	-	-	-	560	-	5,597
Administration	44,091	7,611	58,803	23,841	-	26,090	349,496	1,250	2,342,239
	4,350	752	-	-	16,562	-	85,115	-	201,905
Total	\$ 48,441	\$ 8,363	\$ 58,803	\$ 23,841	\$ 16,562	\$ 26,090	\$ 434,611	\$ 1,250	\$ 2,551,144

Note: The supplemental schedule of expenditures by service includes the federal and state grant activity of the County of Kalamazoo. Michigan's Aging program for the fiscal year ended September 30, 2024. As such, the amounts presented above will not agree with or directly reconcile to the amounts reported on the Schedule of Expenditures of Federal Awards for the year ended December 31, 2024.

concluded

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

June 24, 2025

Honorable Members of the
Board of Commissioners
of the County of Kalamazoo, Michigan
Kalamazoo, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kalamazoo, Michigan** (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 24, 2025. Our report includes a reference to other auditors who audited the financial statements of the Kalamazoo County Transportation Authority, Central County Transportation Authority, Kalamazoo County Road Commission, and the Kalamazoo County Public Housing Commission, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Kalamazoo County Transportation Authority were not audited in accordance with *Government Auditing Standards*.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

June 24, 2025

Honorable Members of the
Board of Commissioners
of the County of Kalamazoo, Michigan
Kalamazoo, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the *County of Kalamazoo, Michigan* (the "County") with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2024. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Independent Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.



A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs, as item 2024-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

County of Kalamazoo, Michigan's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rehmann Rodan LLC

Other Matter – Federal Expenditures Not Included in the Compliance Audit

The County's basic financial statements include the operations of the Kalamazoo County Road Commission and the Central County Transportation Authority, which expended federal awards which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2024. Our compliance audit, described in the "Opinion on Each Major Federal Program," does not include the operations of the Kalamazoo County Road Commission and the Central County Transportation Authority because they arranged for separate audits. The Kalamazoo County Road Commission did not meet the criteria for an audit of compliance.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

Independent Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. 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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Independent Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



COUNTY OF KALAMAZOO, MICHIGAN

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2024

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Internal control over financial reporting:

Material weakness(es) identified?

Significant deficiency(ies) identified?

Noncompliance material to financial statements noted?

Federal Awards

Internal control over major programs:

Material weakness(es) identified?

Significant deficiency(ies) identified?

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

Identification of major programs and type of auditors' report issued on compliance for each major program:

Assistance Listing Number(s)	Name of Federal Program or Cluster	Type of Report
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	Unmodified
21.027	Coronavirus State and Local Fiscal Recovery Funds	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs: \$ 839,313

Auditee qualified as low-risk auditee? yes X no

COUNTY OF KALAMAZOO, MICHIGAN

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2024

SECTION II – FINANCIAL STATEMENT FINDINGS

2024-001 – Material Audit Adjustments (Repeat Finding)

Finding Type. Material Weakness in Internal Control over Financial Reporting.

Criteria. Management is responsible for maintaining its accounting records in accordance with generally accepted accounting principles (GAAP).

Condition. In addition to various other adjustments, multiple material audit adjustments were identified in order to properly record year-end balances. Material audit adjustments included the following areas:

- to adjust beginning fund balance and capital outlay expenditures in the lake level districts component unit
- to adjust retainage payable and capital outlay for a completed project in the justice facility capital projects fund
- to adjust special assessments and related deferred inflows of resources in the drainage districts component unit

Cause. This condition was the result of internal controls not detecting all adjustments necessary to properly record year-end balances.

Effect. As a result of this condition, the County's accounting records were initially misstated by amounts material to the financial statements.

Recommendation. We recommend that the County prepare, review, and reconcile all year-end schedules that are used in financial reporting prior to audit fieldwork.

View of Responsible Officials. The Finance Director recognizes and agrees with the findings and recommendations of the auditors regarding material audit adjustments. The Finance Department will work with the appropriate administrative personnel in the affected departments to ensure that proper journal entries are made at year-end prior to audit fieldwork.

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2024

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

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Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2024

2023-001 – Material Audit Adjustments

During the audit, multiple adjustments were identified in order to properly record year-end balances. This finding has been repeated as 2024-001.

2023-002 – Reconciliation of Cash and Investments

Throughout audit procedures over cash and investments, it was observed that the County was still reconciling several cash and investment accounts several months after fiscal year end. The audit also noted several reconciliations which had not been initiated prior to the start of the audit, including certain accounts which had not been reconciled over the duration of the entire fiscal year. In addition, it noted various errors within the reconciliations that resulted in subsequent audit adjustments. Finally, the audit noted that certain reconciliations were not being reviewed, or evidence of that review was not documented in writing. This finding has been corrected during the current year.

2023-003 – Reconciliation of Subsidiary Ledgers

It was observed that various audit areas lacked timely and accurate reconciliation of subsidiary ledgers and other supporting documentation. These areas included, but were not limited to, Airport accounts receivable and accounts payable, benefits payable in accrued liabilities, and certain Drainage Districts (801/802) account balances. This finding has been corrected in the current year.

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FINANCE DEPARTMENT

Corrective Action Plan

Pursuant to federal regulations, Uniform Administrative Requirements Section 200.511, the following are the findings as noted in the County of Kalamazoo, Michigan Single Audit report for the year ended December 31, 2024, and corrective actions to be completed.

2024-001 – Material Audit Adjustments

Auditor Description of Condition and Effect. In addition to various other adjustments, multiple material audit adjustments were identified in order to properly record year-end balances. As a result of this condition, the County's accounting records were initially misstated by amounts material to the financial statements.

Auditor Recommendation. We recommend that the County prepare, review, and reconcile all year-end schedules that are used in financial reporting prior to audit fieldwork.

Corrective Action. The Finance Director recognizes and agrees with the findings and recommendations of the auditors regarding material audit adjustments. The Finance Department will work with the appropriate administrative personnel in the affected departments to ensure that proper journal entries are made at year-end prior to audit fieldwork.

Responsible Person. Ryan Post, Finance Director

Anticipated Completion Date. December 31, 2025

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INDEPENDENT AUDITORS' COMMUNICATION WITH THOSE CHARGED WITH GOVERNANCE

June 24, 2025

Honorable Members of the Board of Commissioners
of the County of Kalamazoo, Michigan
Kalamazoo, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kalamazoo, Michigan** (the "County"), as of and for the year ended December 31, 2024, and have issued our report thereon dated June 24, 2025. We did not audit the financial statements of the Kalamazoo County Transportation Authority, Central County Transportation Authority, Kalamazoo County Road Commission, and the Kalamazoo County Public Housing Commission. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion on the financial statements and this report, insofar as they relate to the Kalamazoo County Transportation Authority, Central County Transportation Authority, Kalamazoo County Road Commission, and the Kalamazoo County Public Housing Commission, are based solely on the report of other auditors. Professional standards require that we advise you of the following matters relating to our audit:

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated January 14, 2025, our responsibility, as described by professional standards, is to form and express opinions about whether the financial statements that have been prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

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

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

We have provided our finding regarding internal control over financial reporting and compliance noted during our audit in a separate letter to you dated June 24, 2025. In addition, we noted certain other matters which are included in Attachment A to this letter.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our engagement letter and in our meeting about planning matters on April 14, 2025.

Compliance with All Ethics Requirements Regarding Independence

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

Qualitative Aspects of the County's Significant Accounting Practices

Significant Accounting Policies

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

The County changed accounting policies related to accounting for the liability for compensated absences by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 101, *Compensated Absences*.

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

Significant Accounting Estimates

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

The most sensitive accounting estimates affecting the financial statements were the assumptions used in the actuarial valuations of the pension and other postemployment benefits plans, which are based on historical trends and industry standards.

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

Significant Difficulties Encountered During the Audit

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

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. The material misstatements detected as a result of audit procedures and corrected by management are described in the Schedule of Findings and Questioned Costs issued in connection with the Single Audit.

The schedule of adjustments passed is included with management's written representations in Attachment C to this letter, and summarizes uncorrected financial statement misstatements whose effects in the current and prior periods, as determined by management, are immaterial, both individually and in the aggregate, to the financial statements taken as a whole and each applicable opinion unit.

Disagreements with Management

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

Representations Requested from Management

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

Management's Consultations with Other Accountants

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

Other Significant Matters, Findings, or Issues

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

Other Information in Documents Containing Audited Financial Statements

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

Upcoming Changes in Accounting Standards

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

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

Very truly yours,



COUNTY OF KALAMAZOO, MICHIGAN

Attachment A – Comments and Recommendations
For the December 31, 2024 Audit

During our audit, we became aware of certain other matters that are opportunities for strengthening internal control and/or improving operating efficiency. This memorandum summarizes our comments and recommendations regarding these matters. Our consideration of the County's internal control over financial reporting is described in our report, dated June 24, 2025, issued in accordance with *Government Auditing Standards*. This memorandum does not affect that report or our report dated June 24, 2025, on the financial statements of the *County of Kalamazoo, Michigan*.

Escheating of Outstanding Checks (Repeat Comment)

We noted in certain bank account reconciliations various checks that had been outstanding for several years. The State of Michigan directs that "holders of unclaimed or uncalled for property (example outstanding checks) can divest themselves of responsibility and accountability for such property by transferring such property to Escheats Division, Department of Treasury." We recommend that the County remit all such outstanding checks that fall under these requirements, and that the County review the requirements for escheating outstanding checks and update its current processes and procedures accordingly.

Compliance with the Uniform Budgeting Manual (Repeat Comment)

In adopting the final amended budgets for the year, the County budgeted for multiple fund's expenditures to exceed revenue and fund balance reserve. The Uniform Budgeting Manual requires that a local unit of government ensure that the estimated total expenditures, including an accrued deficit, do not exceed total estimated revenues, including an available surplus and the proceeds from bonds or other obligations issued under the Fiscal Stabilization Act. We recommend that the County review its budget policies to avoid budgeted deficits.



COUNTY OF KALAMAZOO, MICHIGAN

Attachment B – Upcoming Changes in Accounting Standards / Regulations
For the December 31, 2024 Audit

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

GASB 102 ■ Certain Risk Disclosures
Effective 06/15/2025 (your FY 2025)

This standard requires governments to disclose essential information about risks related to vulnerabilities due to certain concentrations or constraints.

GASB 103 ■ Financial Reporting Model Improvements
Effective 06/15/2026 (your FY 2026)

This standard establishes new accounting and financial reporting requirements—or modifies existing requirements—related to the following: a. management's discussion and analysis (MD&A), b. unusual or infrequent items, c. presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position, d. information about major component units in basic financial statements, e. budgetary comparison information, and f. financial trends information in the statistical section.

GASB 104 ■ Disclosure of Certain Capital Assets
Effective 06/15/2026 (your FY 2026)

This standard requires certain types of capital assets to be disclosed separately in the capital assets note disclosures, requires certain intangible assets to be disclosed separately by major class, and requires additional disclosures for capital assets held for sale.



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



June 24, 2025

Rehmann Robson
2330 East Paris Ave SE
Grand Rapids, Michigan 49546

This representation letter is provided in connection with your audit of the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the **County of Kalamazoo, Michigan** (the "County"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, for the purpose of expressing opinions on whether the basic financial statements present fairly, in all material respects, the financial position, results of operations, and cash flows, where applicable, and the respective budgetary comparison for the general fund and each major special revenue fund of the County in conformity with accounting principles generally accepted for governments in the United States of America (U.S. GAAP).

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

We confirm that, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves as of June 24, 2025:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated January 14, 2025, for the preparation and fair presentation of the financial statements of the various opinion units referred to above in accordance with U.S. GAAP.
2. The financial statements referred to above have been fairly presented in accordance with U.S. GAAP, and include all properly classified funds, required supplementary information, and notes to the basic financial statements.
3. We have reviewed and approved the various adjusting journal entries that were proposed by you for recording in our books and records and reflected in the financial statements.
4. With respect to the nonattest services provided, which include any assistance you provided in drafting the financial statements and related notes, proposing standard, adjusting or conversion journal entries, assistance with maintaining/updating a GASB 87 template for leases, assistance with maintaining/updating a GASB 96 template for subscription-based information technology arrangements, assistance with maintaining/updating a GASB 101 template for compensated absences, assistance with preparing the Annual Local Unit Fiscal Report (Form F-65), and assistance in completing portions of the Data Collection form, we have performed the following:

- a. Made all management decisions and performed all management functions;
- b. Assigned a competent individual to oversee the services;
- c. Evaluated the adequacy of the services performed;
- d. Evaluated and accepted responsibility for the result of the service performed; and
- e. Established and maintained internal controls, including monitoring ongoing activities.
5. We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
6. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
7. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
8. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of U.S. GAAP. For the purposes of this letter, related parties mean members of the governing body; board members; administrative officials; immediate families of administrative officials, board members, and members of the governing body; and any companies affiliated with or owned by such individuals.
9. All events subsequent to the date of the financial statements and for which U.S. GAAP requires adjustment or disclosure have been adjusted or disclosed.
10. The effects of uncorrected misstatements summarized in the attached schedule and aggregated by you during the current engagement are immaterial, both individually and in the aggregate, to the applicable opinion units and to the financial statements as a whole.
11. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.
12. With regard to items reported at fair value:
 - a. The underlying assumptions are reasonable, and they appropriately reflect management's intent and ability to carry out its stated courses of action.
 - b. The measurement methods and related assumptions used in determining fair value are appropriate in the circumstances and have been consistently applied.
 - c. The disclosures related to fair values are complete, adequate, and in conformity with U.S. GAAP.
 - d. There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the financial statements.
13. All component units, as well as joint ventures with an equity interest, are included and other joint ventures and related organizations are properly disclosed.
14. All funds and activities are properly classified.
15. All funds that meet the quantitative GASB criteria for presentation as major are identified and presented as such and all other funds that are presented as major are considered important to financial statement users.
16. All components of net position and fund balance classifications have been properly reported.

17. All revenues within the statement of activities have been properly classified as program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
18. All expenses have been properly classified in or allocated to functions and programs in the statement of activities, and allocations, if any, have been made on a reasonable basis.
19. All interfund and intra-entity transactions and balances have been properly classified and reported.
20. Special items and extraordinary items have been properly classified and reported.
21. Deposit and investment risks have been properly and fully disclosed.
22. Capital assets, including infrastructure assets, are properly capitalized, reported, and if applicable, depreciated.
23. All required supplementary information is measured and presented within the prescribed guidelines.
24. We believe that the actuarial assumptions and methods used to measure pension and other postemployment benefit liabilities and costs for financial accounting purposes are appropriate in the circumstances.
25. There were no omissions from the participants' data provided to the single-employer pension/OPEB Plan's actuary for the purpose of determining the actuarial present value of the Plan's benefit obligations and the other actuarially determined amounts in the financial statements.
26. The single-employer pension/OPEB Plan's administrator agrees with the actuarial methods and assumptions and methods used by the actuary for funding purposes and for determining the Plan's benefit obligations and has no knowledge or belief that such methods or assumptions are inappropriate in the circumstances. We did not give any, nor cause any, instructions to be given to the Plan's actuary with respect to the values of amounts derived, and we are not aware of any matters that have impacted the independence or objectivity of the Plan's actuary.
27. The following have been properly recorded and disclosed in the financial statements:
 - a. The actuarial methods or assumptions used in calculating amounts recorded or disclosures in the financial statements.
 - b. Changes in the single-employer pension/OPEB Plan's provisions between the actuarial valuation date and the date of this letter.
28. All required filings of the single-employer pension/OPEB Plan's documents with the appropriate agencies have been made.
29. The single-employer pension/OPEB Plan (and the trust established by the Plan) is qualified under the appropriate section of the internal revenue code and we intend to continue as a qualified plan (and trust). The Plan sponsor has operated the Plan in a manner that did not jeopardize this tax status.
30. The single-employer pension/OPEB Plan has complied with the Department of Labor's regulations concerning the timely remittance of participants' contributions to trusts containing assets of the Plan.
31. The single-employer pension/OPEB Plan's management has obtained and reviewed the relevant service auditor's SOC-1 reports and management is performing the applicable user control.

Information Provided

32. We have provided you with:

- a. Access to all information, of which we are aware that is relevant to the preparation and fair presentation of the financial statements of the various opinion units referred to above, such as records, documentation, meeting minutes, and other matters;
 - b. Additional information that you have requested from us for the purpose of the audit; and
 - c. Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
33. All transactions have been recorded in the accounting records and are reflected in the financial statements.
34. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
35. We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
- a. Management;
 - b. Employees who have significant roles in internal control; or
 - c. Others where the fraud could have a material effect on the financial statements.
36. We have no knowledge of any instances, that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance, whether communicated by employees, former employees, vendors (contractors), regulators, or others.
37. We have no knowledge of any instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that has a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
38. We have no knowledge of any instances that have occurred or are likely to have occurred of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
39. We have a process to track the status of audit findings and recommendations.
40. We have identified for you all previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
41. We have provided views on your reported audit findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.
42. We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements.
43. We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.
44. There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in accounting, internal control, or financial reporting practices.
45. The County has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
46. We have disclosed to you all guarantees, whether written or oral, under which the County is contingently liable.

47. We have identified and disclosed to you the laws, regulations, and provisions of contracts and grant agreements that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds.
48. There are no:
- a. Violations or possible violations of laws or regulations, or provisions of contracts or grant agreements whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, including applicable budget laws and regulations.
 - b. Unasserted claims or assessments that our lawyer has advised are probable of assertion and must be disclosed in accordance with GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*.
 - c. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by GASB Statement No. 62.
49. The County has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset or future revenue been pledged as collateral, except as disclosed to you.
50. We have complied with all aspects of grant agreements and other contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
51. We have disclosed to you all significant estimates and material concentrations known to management that are required to be disclosed in accordance with GASB Statement No. 62. Significant estimates are estimates at the balance sheet date that could change materially within the next year. Concentrations refer to volumes of business, revenues, available sources of supply, or markets or geographic areas for which events could occur that would significantly disrupt normal finances within the next year.

Supplementary Information in Relation to the Financial Statements as a Whole

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

Required Supplementary Information

53. With respect to the required supplementary information accompanying the financial statements:
- a. We acknowledge our responsibility for the presentation of the required supplementary information in accordance with accounting principles generally accepted in the United States of America.

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

Uniform Guidance (2 CFR 200)

54. With respect to federal awards, we represent the following to you:

- a. We are responsible for understanding and complying with and have complied with the requirements of the Uniform Guidance.
- b. We are responsible for the preparation and presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance.
- c. We believe the schedule of expenditures of federal awards, including its form and content, is fairly presented in accordance with the Uniform Guidance.
- d. The methods of measurement or presentation have not changed from those used in the prior period.
- e. We believe the significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards, and the basis for our assumptions and interpretations, are reasonable and appropriate in the circumstances.
- f. We are responsible for including the auditor's report on the schedule of expenditures of federal awards in any document that contains the schedule and that indicates that the auditor has reported on such information.
- g. We have identified and disclosed all of our government programs and related activities subject to the Uniform Guidance compliance audit.
- h. When the schedule of expenditures of federal awards is not presented with the audited financial statements, management will make the audited financial statements readily available to the intended users of the schedule of expenditures of federal awards no later than the date of issuance by the entity of the schedule of expenditures of federal awards and the auditor's report thereon.
- i. We have, in accordance with the Uniform Guidance, identified in the schedule of expenditures of federal awards, expenditures made during the audit period for all awards provided by federal agencies in the form of grants, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, food commodities, direct appropriations, and other assistance.
- j. We are responsible for complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of our federal programs and have identified and disclosed to you the requirements of laws, regulations, and the provisions of contracts and grant agreements that are considered to have a direct and material effect on each major federal program; and we have complied, in all material respects, with these requirements.

- k. We have provided to you our interpretations of any compliance requirements that have varying interpretations.

- l. We are responsible for establishing and maintaining effective internal control over compliance requirements applicable to federal programs that provide reasonable assurance that we are managing our federal awards in compliance with laws, regulations, and the provisions of contracts and grant agreements that could have a material effect on our federal programs. Also, no changes have been made in the internal control system to the date of this letter that might significantly affect internal control, including any corrective action taken with regard to significant deficiencies, including material weaknesses, reported in the schedule of findings and questioned costs.
- m. We have made available to you all contracts and grant agreements (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relating to federal programs.
- n. We have received no requests from a federal agency to audit one or more specific programs as a major program.
- o. We have identified and disclosed to you all amounts questioned and any known noncompliance with the requirements of federal awards, including the results of other audits or program reviews. We also know of no instances of noncompliance occurring subsequent to the end of the period audited.
- p. We have charged costs to federal awards in accordance with applicable cost principles, including amounts claimed or used for matching determined in accordance with relevant guidelines in the Uniform Guidance.
- q. We have made available to you all documentation related to the compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
- r. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the basic financial statements have been prepared (and are prepared on a basis consistent with the schedule of expenditures of federal awards).
- s. The copies of federal program financial reports provided to you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.
- t. We have monitored subrecipients to determine if they have expended pass-through assistance in accordance with applicable laws and regulations and have met the requirements of the Uniform Guidance.
- u. We have issued management decisions timely after the receipt of subrecipients' auditor reports that identified noncompliance with laws, regulations, or the provisions of contracts or grant agreements, and have ensured that the subrecipients have taken the appropriate and timely corrective action on findings.
- v. We have considered the results of subrecipients' audits and have made any necessary adjustments to our own books and records.
- w. We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
- x. We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the

- objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.
- y. We are responsible for and have accurately completed the appropriate sections of the Data Collection Form as required by the Uniform Guidance, and we are responsible for preparing and implementing a correction action plan for each audit finding.
- z. The reporting package does not contain protected personally identifiable information.
- aa. We have disclosed all contracts or other agreements with service organizations and disclosed to you all communications from these service organizations relating to noncompliance at the organizations.
- bb. We have reviewed, approved, and taken responsibility for the financial statements and related notes.
- cc. We have disclosed to you the nature of any subsequent events that provide additional evidence with respect to conditions that existed at the end of the reporting period that affect noncompliance during the reporting period.



Dr. Kevin A. Catlin, County Administrator/Controller



Ryan J. Post, Finance Director

COUNTY OF KALAMAZOO, MICHIGAN

Schedule of Adjustments Passed (SOAP)

For the December 31, 2024 Audit

In accordance with generally accepted auditing standards, we have prepared the following schedule of proposed audit adjustments, which we believe are immaterial both individually and in the aggregate. We are providing this schedule to both management and those charged with governance to receive their assurance that they agree that the amounts listed below are not material to the financial statements, either individually or in the aggregate, and do not need to be recorded.

	Effect of Passed Adjustment – Over/(Under)Statement				
	Assets	Liabilities	Beginning Equity	Revenues	Expenses/ Expenditures
Capital projects fund					
Unrecorded accounts payable in prior year (corrected in current year)	\$ -	\$ -	\$ 43,077	\$ -	\$ 43,077
Misstatement as a percentage of total assets	0.00%	0.00%	0.10%	0.00%	0.10%
Community economic development special grants fund					
Unrecorded accounts payable	\$ -	\$ (64,170)	\$ -	\$ -	\$ (64,170)
Misstatement as a percentage of total assets	0.00%	-0.30%	0.00%	0.00%	-0.30%
Internal service fund					
Unsupported accounts receivable amount in prior year (corrected in current year)	\$ -	\$ -	\$ 122,095	\$ (122,095)	\$ -
Misstatement as a percentage of total assets	0.00%	0.00%	0.46%	-0.46%	0.00%
Airport fund					
Estimate of uncollectible accounts receivable balance in prior year (corrected in current year)	\$ -	\$ -	\$ 255,913	\$ (255,913)	\$ -
Beginning of year impact for the implementation of GASB 101, <i>Compensated Absences</i>	-	-	28,442	-	28,442
Total Airport fund	\$ -	\$ -	\$ 284,355	\$ (255,913)	\$ 28,442
Misstatement as a percentage of total assets and deferred inflows of resources	0.00%	0.00%	0.42%	-0.38%	0.04%
Discretely Presented Component Units (Drainage District)					
Unsupported accounts receivable amount in prior year (corrected in current year)	\$ -	\$ -	\$ 378,904	\$ (378,904)	\$ -
Misstatement as a percentage of total assets and deferred inflows of resources	0.00%	0.00%	0.11%	-0.11%	0.00%

**GENERAL FUND STATEMENTS
OF THE
COUNTY OF KALAMAZOO
FOR THE FISCAL YEARS ENDED DECEMBER 31, 2024, 2023 AND 2022**

FINANCIAL INFORMATION

The following financial information has been compiled from information provided in the County of Kalamazoo audited Annual Comprehensive Financial Reports for the fiscal years ended December 31, 2024, 2023 and 2022. These audited Annual Comprehensive Financial Reports were prepared in accordance with the Generally Accepted Accounting Principles. The County's auditors have not been asked to consent to the use of information from such audited Annual Comprehensive Financial Reports in the Preliminary Official Statement nor the final Official Statement and have not conducted any subsequent review of such audited Annual Comprehensive Financial Reports or of the information presented in this Appendix.

Copies of audited Annual Comprehensive Financial Reports of the County may be obtained from the State of Michigan - Department of Treasury.

Michigan Department of Treasury

Local Audit and Finance Division

Lansing, MI 48922

Telephone: (517) 373-3227

Website: www.michigan.gov/treasury

COUNTY OF KALAMAZOO
GENERAL FUND
STATEMENT OF REVENUES AND EXPENDITURES
AND CHANGES IN FUND BALANCE
AS OF DECEMBER 31

	2024	2023	2022
REVENUES:			
Taxes	\$ 51,984,356	\$ 49,998,544	\$ 45,628,142
Licenses and permits	659,131	680,857	688,251
Intergovernmental	19,043,026	17,901,844	16,396,914
Charges for services	6,625,961	7,097,467	843,671
Fines and forfeitures	1,017,508	758,368	6,868,201
Investment earnings	5,253,402	4,335,577	(421,838)
Contributions, grants & reimbursements	1,222	502	4
Other	3,767,640	6,158,742	5,148,919
Total Revenues	<u>88,352,246</u>	<u>86,931,901</u>	<u>75,152,264</u>
EXPENDITURES:			
Current:			
General government	18,806,692	16,394,932	14,088,411
Public safety	21,638,648	18,846,610	16,893,880
Public works	703,384	559,446	473,712
Health and welfare	5,587,491	5,505,155	5,067,082
Community & economic development	1,563,516	1,409,448	1,302,945
Judicial	16,792,158	16,015,866	14,024,687
Other	147,170	89,802	68,283
Debt Service			
Principal - leases	398,132	265,798	287,021
Interest & fiscal charges	45,714	4,369	12,980
Capital outlay	-	1,223,481	
Total Expenditures	<u>65,682,905</u>	<u>60,314,907</u>	<u>52,219,001</u>
Excess (deficiency) of revenues over (under) expenditures	<u>22,669,341</u>	<u>26,616,994</u>	<u>22,933,263</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	2,023,500	1,590,000	1,605,852
Transfers out	(45,266,072)	(16,614,918)	(27,444,558)
Issuance of long-term liabilities	229,593	1,223,481	
Proceeds from sale of capital assets	157,096	55,174	22,502
Total other financing sources (uses)	<u>(42,855,883)</u>	<u>(13,746,263)</u>	<u>(25,816,204)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(20,186,542)</u>	<u>12,870,731</u>	<u>(2,882,941)</u>
FUND BALANCE - Beginning of year	<u>56,109,639</u>	<u>43,238,908</u>	<u>46,121,849</u>
FUND BALANCE - End of year	<u>\$ 35,923,097</u>	<u>\$ 56,109,639</u>	<u>\$ 43,238,908</u>

Source: County of Kalamazoo Annual Comprehensive Financial Reports

COUNTY OF KALAMAZOO
GENERAL FUND - BALANCE SHEET
FOR THE YEARS ENDED DECEMBER 31

	2024	2023	2022
ASSETS:			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	87,232,818	80,052,189	86,992,164
Receivables:			
Accounts	777,919	927,856	848,258
Taxes	2,180,655	2,366,057	1,885,937
Due from other governments	2,803,770	2,440,901	2,049,744
Accrued interest	1,358,922	1,112,692	176,658
Leases	131,618	172,960	213,098
Advances to component units	202,798	378,904	306,481
Inventories	40,020	39,850	40,147
Prepays	76,761	28,704	44,851
TOTAL ASSETS	<u>\$ 94,805,281</u>	<u>\$ 87,520,113</u>	<u>\$ 92,557,338</u>
LIABILITIES:			
Negative equity in pooled cash & cash equivalents	\$ 52,737,334	\$ 26,120,546	\$ 44,020,831
Accounts payable	2,171,420	2,081,851	2,066,348
Accrued liabilities	2,169,596	1,574,147	1,380,436
Due to other governmental	-	-	-
Deposits payables	230,844	139,210	249,113
Unearned revenue	100	100	-
TOTAL LIABILITIES	<u>57,309,294</u>	<u>29,915,854</u>	<u>47,716,728</u>
Deferred Inflows of Resources:			
Deferred lease amounts	126,034	168,045	210,056
Unavailable revenue - property taxes	1,446,856	1,326,575	1,391,646
Total deferred inflows of resources	<u>1,572,890</u>	<u>1,494,620</u>	<u>1,601,702</u>
FUND BALANCE:			
Non-spendable	319,579	447,458	391,479
Restricted	3,004,073	2,504,073	2,504,073
Committed	2,470,763	675,612	647,656
Unassigned	30,128,682	52,482,496	39,695,700
Total Fund Balance	<u>35,923,097</u>	<u>56,109,639</u>	<u>43,238,908</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 94,805,281</u>	<u>\$ 87,520,113</u>	<u>\$ 92,557,338</u>

Source: County of Kalamazoo Annual Comprehensive Financial Reports

APPENDIX E

FORMS OF APPROVING OPINION



Miller, Canfield, Paddock and Stone, P.L.C.
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Detroit, Michigan 48226
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MEXICO
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UKRAINE
QATAR

_____, 2026

County of Kalamazoo
State of Michigan

We have acted as bond counsel to the County of Kalamazoo, State of Michigan (the “Issuer”) in connection with the issuance by the Issuer of bonds in the aggregate principal sum of \$_____, designated Capital Improvement Bonds, Series 2026A (Limited Tax General Obligation) (the “Bonds”). In such capacity we have examined such law and the transcript of proceedings relating to the issuance of the Bonds and such other proceedings, certifications and documents as we have deemed necessary to render this opinion.

The Bonds are in fully-registered form in the denomination of \$5,000 each or multiples thereof, numbered in order of registration, bearing original issue date of _____, 2026, payable as to principal and interest as provided in the Bonds, subject to redemption prior to maturity in the manner, at the times and at the prices specified in the Bonds.

As to questions of fact material to our opinion, we have relied on the certified proceedings and other certifications of public officials and others furnished to us.

Based upon the foregoing, we are of the opinion that, under existing law:

1. The Bonds have been duly authorized and executed by the Issuer and are valid and binding obligations of the Issuer.

2. The Issuer has pledged its limited tax full faith and credit for the payment of the Bonds and, in order to make such payment, the Issuer is obligated to provide, as a first budget obligation, sufficient general fund moneys in its annual budget and, if necessary, to levy sufficient ad valorem taxes upon all taxable property within its boundaries, subject to applicable constitutional and statutory tax rate limitations.

3. The interest on the Bonds (a) is excludable from gross income for federal income tax purposes and (b) is not an item of tax preference for purposes of the federal alternative minimum tax. Further, the Bonds and the interest thereon are exempt from all taxation by the State of Michigan or by any taxing authority within the State of Michigan except estate taxes and taxes on gains realized from the sale, payment or other disposition thereof. The opinions set forth in this paragraph are subject to the condition that the Issuer comply with all requirements of the Internal Revenue Code of 1986, as amended, that must be satisfied subsequent to the issuance of the Bonds

MILLER, CANFIELD, PADDOCK AND STONE, P.L.C.

County of Kalamazoo

-2-

_____, 2026

in order that interest thereon be (or continue to be) excludable from gross income for federal and State of Michigan income tax purposes. The Issuer has covenanted to comply with all such requirements. Failure to comply with certain of such requirements could cause the interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds.

Except as stated in paragraph 3 above, we express no opinion regarding other federal or state tax consequences arising with respect to the Bonds and the interest thereon.

The rights or remedies of bondholders may be affected by bankruptcy, insolvency, fraudulent conveyance or other laws affecting creditors' rights generally, now existing or hereafter enacted, and by the application of general principles of equity, including those relating to equitable subordination.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Very truly yours,



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QATAR

_____, 2026

County of Kalamazoo
State of Michigan

We have acted as bond counsel to the County of Kalamazoo, State of Michigan (the “Issuer”) in connection with the issuance by the Issuer of bonds in the aggregate principal sum of \$_____, designated Capital Improvement Bonds, Series 2026B (Limited Tax General Obligation) (Taxable) (the “Bonds”). In such capacity we have examined such law and the transcript of proceedings relating to the issuance of the Bonds and such other proceedings, certifications and documents as we have deemed necessary to render this opinion.

The Bonds are in fully-registered form in the denomination of \$5,000 each or multiples thereof, numbered in order of registration, bearing original issue date of _____, 2026, payable as to principal and interest as provided in the Bonds, subject to redemption prior to maturity in the manner, at the times and at the prices specified in the Bonds.

As to questions of fact material to our opinion, we have relied on the certified proceedings and other certifications of public officials and others furnished to us.

Based upon the foregoing, we are of the opinion that, under existing law:

1. The Bonds have been duly authorized and executed by the Issuer and are valid and binding obligations of the Issuer.

2. The Issuer has pledged its limited tax full faith and credit for the payment of the Bonds and, in order to make such payment, the Issuer is obligated to provide, as a first budget obligation, sufficient general fund moneys in its annual budget and, if necessary, to levy sufficient ad valorem taxes upon all taxable property within its boundaries, subject to applicable constitutional and statutory tax rate limitations.

3. The interest on the Bond is not excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended.

4. The Bond and the interest thereon are not exempt from taxation by the State of Michigan or by any taxing authority within the State of Michigan.

MILLER, CANFIELD, PADDOCK AND STONE, P.L.C.

County of Kalamazoo

-2-

_____, 2026

Except as stated in paragraphs 3 and 4 above, we express no opinion regarding other federal or state tax consequences arising with respect to the Bonds and the interest thereon.

The rights or remedies of bondholders may be affected by bankruptcy, insolvency, fraudulent conveyance or other laws affecting creditors' rights generally, now existing or hereafter enacted, and by the application of general principles of equity, including those relating to equitable subordination.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Very truly yours,

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APPENDIX F

FORM OF CONTINUING DISCLOSURE UNDERTAKING

CONTINUING DISCLOSURE UNDERTAKING

This Continuing Disclosure Undertaking (the “Undertaking”) is executed and delivered by the County of Kalamazoo, Michigan (the “Issuer”) in connection with the issuance of its \$_____ Capital Improvement Bonds, Series 2026A (Limited Tax General Obligation) and its \$_____ Capital Improvement Bonds, Series 2026B (Limited Tax General Obligation) (Taxable) (together, the “Bonds”). The Issuer covenants and agrees for the benefit of the Bondholders, as hereinafter defined, as follows:

(a) *Definitions.* The following terms used herein shall have the following meanings:

“Audited Financial Statements” means the annual audited financial statements pertaining to the Issuer prepared by an individual or firm of independent certified public accountants as required by Act 2, Public Acts of Michigan, 1968, as amended, which presently requires preparation in accordance with generally accepted accounting principles.

“Bondholders” shall mean the registered owner of any Bond or any person (a) with the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bond (including any person holding a Bond through a nominee, depository or other intermediary) or (b) treated as the owner of any Bond for federal income tax purposes.

“EMMA” shall mean the MSRB’s Electronic Municipal Market Access System, or such other system, internet web site, or repository hereafter prescribed by the MSRB for the submission of electronic filings pursuant to the Rule.

“Financial Obligation” means “financial obligation” as such term is defined in the Rule.

“MSRB” means the Municipal Securities Rulemaking Board.

“Rule” means Rule 15c2-12 promulgated by the SEC pursuant to the Securities Exchange Act of 1934, as amended, as in effect on the date of this Undertaking, including any official interpretations thereof issued either before or after the date of this Undertaking which are applicable to this Undertaking.

“SEC” means the United States Securities and Exchange Commission.

(b) *Continuing Disclosure.* The Issuer hereby agrees, in accordance with the provisions of the Rule, to provide or cause to be provided to the MSRB through EMMA, on or before the last day of the seventh month after the end of the fiscal year of the Issuer, the following annual financial information and operating data, commencing with the fiscal year ended December 31, 2025, in an electronic format as prescribed by the MSRB:

(1) Updates of the numerical financial information and operating data included in the official statement of the Issuer relating to the Bonds (the “Official Statement”) appearing in the tables or under the headings in the Official Statement as described below:

- a. History of Property Valuations;
- b. Major Taxpayers;
- c. Tax Rates;
- d. Tax Levies and Collections;
- e. Debt Statement – Direct Debt; and
- f. Statement of Legal Debt Margin.

(2) The Audited Financial Statements. Provided, however, that if the Audited Financial Statements are not available by the date specified above, they shall be provided when available and unaudited financial statements will be filed by such date and the Audited Financial Statements will be filed as soon as available.

(3) Such additional financial information or operating data as may be determined by the Issuer and its advisors as desirable or necessary to comply with the Rule.

Such annual financial information and operating data described above are expected to be provided directly by the Issuer or by specific reference to other documents available to the public through EMMA or filed with the SEC, including official statements of debt issues of the County or related public entities.

If the fiscal year of the Issuer is changed, the Issuer shall send a notice of such change to the MSRB through EMMA, prior to the earlier of the ending date of the fiscal year prior to such change or the ending date of the fiscal year as changed.

(c) *Notice of Failure to Disclose.* The Issuer agrees to provide or cause to be provided, in a timely manner, to the MSRB through EMMA, in an electronic format as prescribed by the MSRB, notice of a failure by the Issuer to provide the annual financial information with respect to the Issuer described in subsection (b) above on or prior to the dates set forth in subsection (b) above.

(d) *Occurrence of Events.* The Issuer agrees to provide or cause to be provided to the MSRB through EMMA, in an electronic format as prescribed by the MSRB, in a timely manner not in excess of ten business days after the occurrence of the event, notice of the occurrence of any of the following events listed in (b)(5)(i)(C) of the Rule with respect to the Bonds:

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;
- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) modifications to rights of holders of the Bonds, if material;
- (8) bond calls, if material, and tender offers;
- (9) defeasances;
- (10) release, substitution, or sale of property securing repayment of the Bonds, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership or similar event of the Issuer, which is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer;
- (13) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) appointment of a successor or additional trustee or the change of name of a trustee, if material;

- (15) incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect security holders, if material; or
- (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

(e) *Materiality Determined Under Federal Securities Laws.* The Issuer agrees that its determination of whether any event listed in subsection (d) is material shall be made in accordance with federal securities laws.

(f) *Identifying Information.* All documents provided to the MSRB through EMMA shall be accompanied by the identifying information prescribed by the MSRB.

(g) *Termination of Reporting Obligation.* The obligation of the Issuer to provide annual financial information and notices of material events, as set forth above, shall be terminated if and when the Issuer no longer remains an “obligated person” with respect to the Bonds within the meaning of the Rule, including upon legal defeasance of all Bonds.

(h) *Benefit of Bondholders.* The Issuer agrees that its undertaking pursuant to the Rule set forth in this Undertaking is intended to be for the benefit of the Bondholders and shall be enforceable by any Bondholder; provided that, the right to enforce the provisions of this Undertaking shall be limited to a right to obtain specific enforcement of the Issuer’s obligations hereunder and any failure by the Issuer to comply with the provisions of this Undertaking shall not constitute a default or an event of default with respect to the Bonds.

(i) *Amendments to the Undertaking.* Amendments may be made in the specific types of information provided or the format of the presentation of such information to the extent deemed necessary or appropriate in the judgment of the Issuer, provided that the Issuer agrees that any such amendment will be adopted procedurally and substantively in a manner consistent with the Rule, including any interpretations thereof by the SEC, which, to the extent applicable, are incorporated herein by reference. Such interpretations currently include the requirements that (a) the amendment may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the Issuer or the type of activities conducted thereby, (b) the undertaking, as amended, would have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances, and (c) the amendment does not materially impair the interests of Bondholders, as determined by parties unaffiliated with the Issuer (such as independent legal counsel), but such interpretations may be changed in the future. If the accounting principles to be followed by the Issuer in the preparing of the Audited Financial Statements are modified, the annual financial information for the year in which the change is made shall present a comparison between the financial statements as prepared on the prior basis and the statements as prepared on the new basis, and otherwise shall comply with the requirements of the Rule, in order to provide information to investors to enable them to evaluate the ability of the Issuer to meet its obligations. A notice of the change in accounting principles shall be sent to the MSRB through EMMA.

IN WITNESS WHEREOF, the Issuer has caused this Undertaking to be executed by its authorized officer.

COUNTY OF KALAMAZOO

By _____

Dr. Kevin A. Catlin, DPA

Its: County Administrator/Controller

Dated: _____, 2026

OFFICIAL NOTICES OF SALE

OFFICIAL NOTICE OF SALE

\$39,000,000*

COUNTY OF KALAMAZOO, STATE OF MICHIGAN

CAPITAL IMPROVEMENT BONDS, SERIES 2026A

(LIMITED TAX GENERAL OBLIGATION)

**Subject to adjustment as set forth in this Official Notice of Sale*

BID OPENING: Bids for the purchase of the above bonds will be received in the manner described in this Official Notice of Sale on May 14, 2026 until 11:00 a.m., prevailing Eastern Time, at which time and place said bids will be read. The award or rejection of the bids will occur on that same day.

ELECTRONIC BIDS: Bidders may submit bids for the purchase of the above bonds as follows:

Electronic bids may be submitted to the office of Bendzinski & Co. Municipal Finance Advisors at info@bendzinski.com; provided that electronic bids must arrive before the time of sale.

Electronic bids will also be received on the same date and until the same time by Bidcomp/Parity as agent of the undersigned. Further information about Bidcomp/Parity, including any fee charged, may be obtained from Bidcomp/Parity, Anthony Leyden or CLIENT SERVICES, 1359 Broadway, Second Floor, New York, New York 10018, (212) 849-5021. IF ANY PROVISION OF THIS OFFICIAL NOTICE OF SALE SHALL CONFLICT WITH INFORMATION PROVIDED BY BIDCOMP/PARITY, AS THE APPROVED PROVIDER OF ELECTRONIC BIDDING SERVICES, THIS OFFICIAL NOTICE OF SALE SHALL CONTROL.

Bidders may choose any means or location to present bids but a bidder may not present a bid in more than one location or by more than one means. Each bidder bears all risks associated with the submission, transmission and delivery of its bid.

BOND DETAILS: The bonds will be registered bonds of the denomination of \$5,000 or multiples thereof not exceeding for each maturity the maximum principal amount of that maturity, originally dated as of the date of initial delivery, numbered in order of registration, and will bear interest from their date payable on November 1, 2026, and semi-annually thereafter.

The bonds will mature on May 1 in each of the years, as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2028	\$420,000	2038	\$1,070,000	2048	\$1,675,000
2029	450,000	2039	1,120,000	2049	1,755,000
2030	590,000	2040	1,170,000	2050	1,835,000
2031	725,000	2041	1,225,000	2051	1,920,000
2032	760,000	2042	1,280,000	2052	2,005,000
2033	855,000	2043	1,340,000	2053	2,100,000
2034	890,000	2044	1,400,000	2054	2,195,000
2035	935,000	2045	1,465,000	2055	2,295,000
2036	975,000	2046	1,530,000	2056	2,400,000
2037	1,020,000	2047	1,600,000		

***ADJUSTMENT OF TOTAL PAR AMOUNT OF BONDS AND PRINCIPAL MATURITIES:** The County reserves the right to adjust the aggregate principal amount of the bonds after receipt of the bids and prior to final award, if necessary, so that the purchase price of the bonds will provide an amount determined by the County to be sufficient to construct the project and to pay costs of issuance of the bonds. The adjustments, if necessary, will be in increments of \$5,000. The purchase price will be adjusted proportionately to the adjustment in issue size, but the interest rates specified by the successful bidder for all maturities will not change. The successful bidder may not withdraw its bid as a result of any changes made within these limits.

***ADJUSTMENT TO PURCHASE PRICE:** Should any adjustment to the aggregate principal amount of the bonds be made by the County, the purchase price of the bonds will be adjusted by the County proportionally to the adjustment in principal amount of the bonds. The adjusted purchase price will reflect changes in the dollar amount of the underwriter's discount and original issue discount/premium, if any, but will not change the per-bond underwriter's discount as calculated from the bid and initial reoffering prices.

INTEREST RATE AND BIDDING DETAILS: The bonds shall bear interest at rate or rates not exceeding six percent (6.00%) per annum, to be fixed by the bids therefor, expressed in any fraction of 1%. The interest on any one bond shall be at one rate only and all bonds maturing in any one year must carry the same interest rate. No proposal for the purchase of less than all of the bonds or at a price less than 99.00% of their par value will be considered.

PRIOR REDEMPTION OF BONDS: Bonds maturing in the years 2028 to 2034, inclusive, shall not be subject to optional redemption prior to maturity. Bonds or portions of bonds in multiples of \$5,000 maturing in the years 2035 and thereafter shall be subject to redemption prior to maturity, at the option of the County, in any order of maturity and by lot within any maturity, on any date on or after May 1, 2034, at par and accrued interest to the date fixed for redemption.

In case less than the full amount of an outstanding bond is called for redemption, the transfer agent, upon presentation of the bond called for redemption, shall register, authenticate and deliver to the registered owner of record a new bond in the principal amount of the portion of the original bond not called for redemption.

Notice of redemption shall be given to the registered owner of any bond or portion thereof called for redemption by mailing of such notice not less than thirty (30) days prior to the date fixed for redemption to the registered address of the registered owner of record. A bond or portion thereof so called for redemption shall not bear interest after the date fixed for redemption provided funds are on hand with the transfer agent to redeem said bond or portion thereof.

TERM BOND OPTION: The initial purchaser of the bonds may designate any one or more maturities from May 1, 2028 through the final maturity as term bonds and the consecutive maturities on or after the year 2028 which shall be aggregated in the term bonds. The amounts of the maturities which are aggregated in a designated term bond shall be subject to mandatory redemption on May 1 of the years and in the amounts set forth in the above maturity schedule at a redemption price of par, plus accrued interest to the date of mandatory redemption. Term bonds or portions thereof mandatorily redeemed shall be selected by lot. Any such designation must be made at the time bids are submitted.

BOOK-ENTRY-ONLY OPTION: The bonds will be issued in book-entry-only form as one fully registered bond per maturity and will be registered in the name of Cede & Co., as bondholder and nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the bonds. Purchase of the bonds will be made in book-entry-only form, in the denomination of \$5,000 or any integral multiple thereof. Purchasers will not receive certificates representing their interest in bonds purchased. The book-entry-only system is described further in the preliminary Official Statement for the bonds. It will be the responsibility of the purchaser to obtain DTC eligibility. Failure of the purchaser to obtain DTC eligibility shall not constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for the bonds.

TRANSFER AGENT AND REGISTRATION: Principal shall be payable at the principal corporate trust office of Argent Institutional Trust Company, Grand Rapids, Michigan, or such other transfer agent as the County may hereafter designate by notice mailed to the registered owner of record not less than 60 days prior to an interest payment date. Interest shall be paid by check or draft mailed to the registered owner of record as shown on the registration books kept by the transfer agent as of the 15th day of the month preceding the interest payment date. The bonds will be transferred only upon the registration books of the County kept by the transfer agent.

PURPOSE AND SECURITY: The bonds are authorized for the purpose of paying the cost of acquiring and constructing certain capital improvements for the County. The bonds will be a first budget obligation of the County, payable

from the general funds of the County including the collection of ad valorem taxes on all taxable property in the County subject to applicable constitutional and statutory tax rate limitations. The County expects to pay principal and interest on the bonds from funds to be received from the Kalamazoo County Event Center Assessment District Authority, Inc. The rights or remedies of bondholders may be affected by bankruptcy, insolvency, fraudulent conveyance or other laws affecting creditors' rights generally now existing or hereafter enacted and by the application of general principles of equity including those relating to equitable subordination.

GOOD FAITH: A good faith deposit in the form of a certified or cashier's check drawn upon an incorporated bank or trust company, or wire transfer, in the amount of one percent (1.00%) of the final aggregate principal amount of the bonds, payable to the order of the County will be required of the successful bidder. THE SUCCESSFUL BIDDER IS REQUIRED TO SUBMIT ITS GOOD FAITH DEPOSIT TO THE COUNTY AS INSTRUCTED BY THE COUNTY OR THE MUNICIPAL ADVISOR NOT LATER THAN NOON, PREVAILING EASTERN TIME, ON THE NEXT BUSINESS DAY FOLLOWING THE SALE. The good faith deposit will be applied to the purchase price of the bonds. In the event the purchaser fails to honor its accepted bid, the good faith deposit will be retained by the County. No interest shall be allowed on the good faith deposit. The good faith check of the successful bidder will be deposited and payment for the balance of the purchase price of the bonds shall be made at the closing.

AWARD OF BONDS – TRUE INTEREST COST: The bonds will be awarded to the bidder whose bid produces the lowest true interest cost determined in the following manner: the lowest true interest cost will be the single interest rate (compounded on November 1, 2026 and semi-annually thereafter) necessary to discount the debt service payments from their respective payment date to June 4, 2026 (the anticipated delivery date), in an amount equal to the price bid, excluding accrued interest, if any. For the purpose of computing the true interest cost, the bonds shall be deemed to become due in the principal amounts and at the times as set forth above, whether the bonds are serial bonds or mandatory sinking fund redemptions for such term bonds. Each bidder shall state in its bid the true interest cost to the County, computed in the manner specified above.

TAX MATTERS: In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., bond counsel, under existing law, assuming compliance with certain covenants, interest on the bonds is excludable from gross income for federal income tax purposes as described in the opinion, and the bonds and interest thereon are exempt from all taxation by the State of Michigan or by any taxing authority within the State of Michigan except estate taxes and taxes on gains realized from the sale, payment or other disposition thereof.

The facility constructed with the proceeds of the Bonds will be owned by the County and will be leased to and operated by the Kalamazoo County Event Center Assessment District Authority, Inc., a Michigan public body corporate and controlled governmental entity of the County, but may from time to time be used by one or more organizations that are or will be qualified under Section 501(c)(3) of the Internal Revenue Code of 1986 (the "Code"). As a result, the County will elect for federal tax purposes to treat the Bonds that will be used to finance the construction of the facility as "qualified 501(c)(3) bonds" pursuant to the Code. The opinion of Bond Counsel as to federal tax matters pertaining to the Bonds is therefore dependent upon compliance by the 501(c)(3) organizations with the requirements of the Code applicable to qualified 501(c)(3) bonds, including the requirements that each of the 501(c)(3) organizations be qualified as an organization described in Section 501(c)(3) of the Code, that each maintains its status as an organization described in Section 501(c)(3) of the Code subsequent to the date of issuance of the Bonds, and that each 501(c)(3) organization's use of the facility be substantially related to its exempt purpose under Section 513(a) of the Code. The maintenance of such status is contingent on compliance with the rules in the Code and related regulations and rulings regarding the organization and operation of tax-exempt entities, including their operation for charitable and other permissible purposes and their avoidance of transactions that may cause their earnings or assets to inure to the benefit of private individuals.

ISSUE PRICE: The winning bidder shall assist the County in establishing the issue price of the bonds and shall execute and deliver to the County at closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached either as Appendix H-1 or Appendix H-2 of the preliminary Official Statement for the bonds, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the County and bond counsel.

The County intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the bonds) will apply to the initial sale of the bonds (the "Competitive Sale Requirements") because:

- a. the County is disseminating this Official Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;

- b. all bidders shall have an equal opportunity to bid;
- c. the County anticipates receiving bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- d. the County anticipates awarding the sale of the bonds to the bidder who submits a firm offer to purchase the bonds at the lowest true interest cost, as set forth in this Official Notice of Sale.

Any bid submitted pursuant to this Official Notice of Sale shall be considered a firm offer for the purchase of the bonds, as specified in the bid.

In the event that all of the Competitive Sale Requirements are not satisfied, the County shall so advise the winning bidder. The County will not require bidders to comply with the “hold-the-offering price rule” (as described below), and therefore does not intend to use the initial offering price to the public as of the sale date of any maturity of the bonds as the issue price of that maturity, though the winning bidder, in consultation with the County, may elect to apply the “hold-the-offering price rule” (as described below). Bids will not be subject to cancellation in the event the Competitive Sale Requirements are not satisfied. Unless a bidder intends to apply the “hold-the-offering price rule” (as described below), bidders should prepare their bids on the assumption that all of the maturities of the bonds will be subject to the 10% Test (as described below). The winning bidder must notify the County of its intention to apply either the “hold-the-offering price rule” or the 10% Test at or prior to the time the bonds are awarded.

If the winning bidder does not request that the “hold-the-offering price rule” apply to determine the issue price of the bonds, then the following two paragraphs shall apply:

- a. The County shall treat the first price at which 10% of a maturity of the bonds (the “10% Test”) is sold to the public as the issue price of that maturity, applied on a maturity-by-maturity basis. The winning bidder shall advise the County if any maturity of the bonds satisfies the 10% Test as of the date and time of the award of the bonds; and
- b. Until the 10% Test has been satisfied as to each maturity of the bonds, the winning bidder agrees to promptly report to the County the prices at which the unsold bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the closing date has occurred, until either (i) all bonds of that maturity have been sold or (ii) the 10% Test has been satisfied as to the bonds of that maturity, provided that, the winning bidder’s reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the County or bond counsel.

If the winning bidder does request that the “hold-the-offering price rule” apply to determine the issue price of the bonds, then the following three paragraphs shall apply:

- a. The winning bidder, in consultation with the County, may determine to treat (i) pursuant to the 10% Test, the first price at which 10% of a maturity of the bonds is sold to the public as the issue price of that maturity and/or (ii) the initial offering price to the public as of the sale date of any maturity of the bonds as the issue price of that maturity (the “hold-the-offering price rule”), in each case applied on a maturity-by-maturity basis. The winning bidder shall advise the County if any maturity of the bonds satisfies the 10% Test as of the date and time of the award of the bonds. The winning bidder shall promptly advise the County, at or before the time of award of the bonds, which maturities of the bonds shall be subject to the 10% Test or shall be subject to the hold-the-offering price rule or both.
- b. By submitting a bid, the winning bidder shall (i) confirm that the underwriters have offered or will offer the bonds to the public on or before the date of the award at the offering price or prices (the “initial offering price”), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder, and (ii) if the hold-the-offering-price rule applies, agree, on behalf of the underwriters participating in the purchase of the bonds, that the underwriters will neither offer nor sell unsold bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:
 - i. the close of the fifth (5th) business day after the sale date; or

- ii. the date on which the underwriters have sold at least 10% of that maturity of the bonds to the public at a price that is no higher than the initial offering price to the public;

The winning bidder shall promptly advise the County when the underwriters have sold 10% of that maturity of the bonds to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date.

- c. The County acknowledges that, in making the representation set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the requirements for establishing issue price of the bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the bonds, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the bonds, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the requirements for establishing issue price of the bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the bonds, as set forth in the third-party distribution agreement and the related pricing wires. The County further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price of the bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the bonds.

By submitting a bid, each bidder confirms that:

- a. any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable, (A)(i) to report the prices at which it sells to the public the unsold bonds of each maturity allocated to it, whether or not the closing date has occurred, until either all bonds of that maturity allocated to it have been sold or it is notified by the winning bidder that the 10% Test has been satisfied as to the bonds of that maturity, provided that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the winning bidder, and (ii) to comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, (B) to promptly notify the winning bidder of any sales of bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the bonds to the public (each such term being used as defined below), and (C) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.
- b. any agreement among underwriters or selling group agreement relating to the initial sale of the bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter or dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to (i) report the prices at which it sells to the public the unsold bonds of each maturity allocated to it, whether or not the closing date has occurred, until either all bonds of that maturity allocated to it have been sold or it is notified by the winning bidder or such underwriter that the 10% Test has been satisfied as to the bonds of that maturity, provided that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the winning bidder or such underwriter, and (ii) comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder or the underwriter and as set forth in the related pricing wires.

Sales of any bonds to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of establishing issue price. Further, for purposes of this Official Notice of Sale:

- a. “public” means any person other than an underwriter or a related party;
- b. “underwriter” means (A) any person that agrees pursuant to a written contract with the County (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the bonds to the public);
- c. a purchaser of any of the bonds is a “related party” to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other); and
- d. “sale date” means the date that the bonds are awarded by the County to the winning bidder.

LEGAL OPINION: Bids shall be conditioned upon the approving opinion of Miller, Canfield, Paddock and Stone, P.L.C., attorneys of Detroit, Michigan, a copy of which opinion will be furnished without expense to the purchaser of the bonds at the delivery thereof. The fees of Miller, Canfield, Paddock and Stone, P.L.C. for services rendered in connection with such approving opinion are expected to be paid from bond proceeds. Except to the extent necessary to issue its approving opinion as to validity of the above bonds, Miller, Canfield, Paddock and Stone, P.L.C. has not been requested to examine or review and has not examined or reviewed any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the bonds, and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial documents, statements or materials. In submitting a bid for the bonds, the bidder agrees to the representation of the County by Miller, Canfield, Paddock and Stone, P.L.C., as bond counsel.

DELIVERY OF BONDS: The County will furnish bonds ready for execution at its expense. Bonds will be delivered without expense to the purchaser through DTC in New York, New York, or such other place to be agreed upon. The usual closing documents, including a certificate that no litigation is pending affecting the issuance of the bonds, will be delivered at the time of delivery of the bonds. If the bonds are not tendered for delivery by twelve o’clock noon, prevailing Eastern Time, on the 45th day following the date of sale, or the first business day thereafter if said 45th day is not a business day, the successful bidder may on that day, or any time thereafter until delivery of the bonds, withdraw its proposal by serving notice of cancellation, in writing, on the undersigned, in which event the County shall promptly return the good faith deposit. Payment for the bonds shall be made in Federal Reserve Funds.

CUSIP NUMBERS: It is anticipated that CUSIP identification numbers will be printed on the bonds, but neither the failure to print such numbers on any bonds nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the bonds. Application for CUSIP identification numbers will be made by Bendzinski & Co. Municipal Finance Advisors, municipal advisors to the County. All expenses in relation to the printing of CUSIP numbers on the bonds shall be paid for by the County; provided, however, that the CUSIP Service Bureau charge for the assignment of such numbers shall be the responsibility of and shall be paid for by the purchaser.

OFFICIAL STATEMENT: An electronic copy of the preliminary Official Statement that the County deems to be final as of its date, except for the omission of information permitted to be omitted by Rule 15c2-12 of the Securities and Exchange Commission, has been prepared and may be obtained from Bendzinski & Co. Municipal Finance Advisors, municipal advisors to the County, at the address and telephone listed under REGISTERED MUNICIPAL ADVISORS below. The County will provide the winning bidder with an electronic version of the final Official Statement within 7 business days from the date of sale to permit the purchaser to comply with Securities and Exchange Commission Rule 15c2-12. Copies of the Official Statement will be supplied by Bendzinski & Co. Municipal Finance Advisors, upon request and agreement by the purchaser to pay the cost of the copies. Requests for copies should be made to Bendzinski & Co. Municipal Finance Advisors within 24 hours of the time of sale.

BOND INSURANCE AT PURCHASER'S OPTION: If the bonds qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of the bidder/purchaser, the purchase of any such insurance policy or the issuance of any such commitment shall be at the option and expense of the purchaser of the insurance. Any and all increased costs of issuance of the bonds resulting from such purchase of insurance shall be paid by the purchaser, except that if the County has requested and received a rating on the bonds from a rating agency, the County shall pay the fee for the requested rating. Any other rating agency fees shall be the responsibility of the purchaser of the insurance. FAILURE OF THE MUNICIPAL BOND INSURER TO ISSUE THE POLICY AFTER THE BONDS HAVE BEEN AWARDED TO THE PURCHASER SHALL NOT CONSTITUTE CAUSE FOR FAILURE OR REFUSAL BY THE PURCHASER TO ACCEPT DELIVERY OF THE BONDS FROM THE COUNTY.

CONTINUING DISCLOSURE: As described more fully in the Official Statement, the County has agreed to provide or cause to be provided, in accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, (i) on or prior to the last day of the seventh month after the end of each fiscal year commencing with the fiscal year ended December 31, 2025, certain annual financial information and operating data, including audited financial statements for the preceding fiscal year, generally consistent with the information contained or cross-referenced in the Official Statement relating to the bonds, (ii) timely notice of the occurrence of certain material events with respect to the bonds and (iii) timely notice of a failure by the County to provide the required annual financial information on or before the date specified in (i) above.

BIDDER CERTIFICATION: NOT "IRAN-LINKED BUSINESS": By submitting a bid, the bidder shall be deemed to have certified that it is not an "Iran-Linked Business" as defined in Act 517 Michigan Public Acts of 2012, being MCL 129.311 et. seq.

REGISTERED MUNICIPAL ADVISORS: Bendzinski & Co. Municipal Finance Advisors, Grosse Pointe, MI (the "Municipal Advisor") is a Registered Municipal Advisor in accordance with the rules of the Municipal Securities Rulemaking Board ("MSRB"). The Municipal Advisor has been retained by the County to provide certain financial advisory services relating to the planning, structuring and issuance of the bonds. The Municipal Advisor is not engaged in the business of underwriting, trading, marketing or the distribution of securities or any other negotiable instruments. The Municipal Advisor's duties, responsibilities and fees arise solely as a Registered Municipal Advisor to the County and it has no secondary obligation or other responsibility. Further information relating to the bonds may be obtained from Bendzinski & Co. Municipal Finance Advisors, 17000 Kercheval Ave., Suite 230, Grosse Pointe, MI 48230. Telephone (313) 961-8222.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS.

County Administrator

County of Kalamazoo

OFFICIAL NOTICE OF SALE

\$6,000,000*

COUNTY OF KALAMAZOO, STATE OF MICHIGAN

CAPITAL IMPROVEMENT BONDS, SERIES 2026B

(LIMITED TAX GENERAL OBLIGATION)

(TAXABLE)

**Subject to adjustment as set forth in this Official Notice of Sale*

BID OPENING: Bids for the purchase of the above bonds will be received in the manner described in this Official Notice of Sale on May 14, 2026 until 11:00 a.m., prevailing Eastern Time, at which time and place said bids will be read. The award or rejection of the bids will occur on that same day.

ELECTRONIC BIDS: Bidders may submit bids for the purchase of the above bonds as follows:

Electronic bids may be submitted to the office of Bendzinski & Co. Municipal Finance Advisors at info@bendzinski.com; provided that electronic bids must arrive before the time of sale.

Electronic bids will also be received on the same date and until the same time by Bidcomp/Parity as agent of the undersigned. Further information about Bidcomp/Parity, including any fee charged, may be obtained from Bidcomp/Parity, Anthony Leyden or CLIENT SERVICES, 1359 Broadway, Second Floor, New York, New York 10018, (212) 849-5021. IF ANY PROVISION OF THIS OFFICIAL NOTICE OF SALE SHALL CONFLICT WITH INFORMATION PROVIDED BY BIDCOMP/PARITY, AS THE APPROVED PROVIDER OF ELECTRONIC BIDDING SERVICES, THIS OFFICIAL NOTICE OF SALE SHALL CONTROL.

Bidders may choose any means or location to present bids but a bidder may not present a bid in more than one location or by more than one means. Each bidder bears all risks associated with the submission, transmission and delivery of its bid.

***BOND DETAILS:** The bonds will be registered bonds of the denomination of \$5,000 or multiples thereof not exceeding for each maturity the maximum principal amount of that maturity, originally dated as of the date of initial delivery, numbered in order of registration, and will bear interest from their date payable on November 1, 2026, and semi-annually thereafter.

The bonds will mature on May 1 in each of the years, as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2028	\$90,000	2038	\$145,000	2048	\$255,000
2029	95,000	2039	155,000	2049	275,000
2030	100,000	2040	165,000	2050	290,000
2031	100,000	2041	170,000	2051	305,000
2032	110,000	2042	180,000	2052	325,000
2033	115,000	2043	195,000	2053	345,000
2034	120,000	2044	205,000	2054	370,000
2035	125,000	2045	215,000	2055	390,000
2036	130,000	2046	230,000	2056	415,000
2037	140,000	2047	245,000		

***ADJUSTMENT OF TOTAL PAR AMOUNT OF BONDS AND PRINCIPAL MATURITIES:** The County reserves the right to adjust the aggregate principal amount of the bonds after receipt of the bids and prior to final award, if necessary, so that the purchase price of the bonds will provide an amount determined by the County to be sufficient to construct the project and to pay costs of issuance of the bonds. The adjustments, if necessary, will be in increments of \$5,000. The purchase price will be adjusted proportionately to the adjustment in issue size, but the interest rates specified by the successful bidder for all maturities will not change. The successful bidder may not withdraw its bid as a result of any changes made within these limits.

***ADJUSTMENT TO PURCHASE PRICE:** Should any adjustment to the aggregate principal amount of the bonds be made by the County, the purchase price of the bonds will be adjusted by the County proportionally to the adjustment in principal amount of the bonds. The adjusted purchase price will reflect changes in the dollar amount of the underwriter's discount and original issue discount/premium, if any, but will not change the per-bond underwriter's discount as calculated from the bid and initial reoffering prices.

INTEREST RATE AND BIDDING DETAILS: The bonds shall bear interest at rate or rates not exceeding eight percent (8.00%) per annum, to be fixed by the bids therefor, expressed in any fraction of 1%. The interest on any one bond shall be at one rate only and all bonds maturing in any one year must carry the same interest rate. No proposal for the purchase of less than all of the bonds or at a price less than 99.00% of their par value will be considered.

PRIOR REDEMPTION OF BONDS: Bonds maturing in the years 2028 to 2034, inclusive, shall not be subject to optional redemption prior to maturity. Bonds or portions of bonds in multiples of \$5,000 maturing in the years 2035 and thereafter shall be subject to redemption prior to maturity, at the option of the County, in any order of maturity and by lot within any maturity, on any date on or after May 1, 2034, at par and accrued interest to the date fixed for redemption.

In case less than the full amount of an outstanding bond is called for redemption, the transfer agent, upon presentation of the bond called for redemption, shall register, authenticate and deliver to the registered owner of record a new bond in the principal amount of the portion of the original bond not called for redemption.

Notice of redemption shall be given to the registered owner of any bond or portion thereof called for redemption by mailing of such notice not less than thirty (30) days prior to the date fixed for redemption to the registered address of the registered owner of record. A bond or portion thereof so called for redemption shall not bear interest after the date fixed for redemption provided funds are on hand with the transfer agent to redeem said bond or portion thereof.

TERM BOND OPTION: The initial purchaser of the bonds may designate any one or more maturities from May 1, 2028 through the final maturity as term bonds and the consecutive maturities on or after the year 2028 which shall be aggregated in the term bonds. The amounts of the maturities which are aggregated in a designated term bond shall be subject to mandatory redemption on May 1 of the years and in the amounts set forth in the above maturity schedule at a redemption price of par, plus accrued interest to the date of mandatory redemption. Term bonds or portions thereof mandatorily redeemed shall be selected by lot. Any such designation must be made at the time bids are submitted.

BOOK-ENTRY-ONLY OPTION: The bonds will be issued in book-entry-only form as one fully registered bond per maturity and will be registered in the name of Cede & Co., as bondholder and nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the bonds. Purchase of the bonds will be made in book-entry-only form, in the denomination of \$5,000 or any integral multiple thereof. Purchasers will not receive certificates representing their interest in bonds purchased. The book-entry-only system is described further in the preliminary Official Statement for the bonds. It will be the responsibility of the purchaser to obtain DTC eligibility. Failure of the purchaser to obtain DTC eligibility shall not constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for the bonds.

TRANSFER AGENT AND REGISTRATION: Principal shall be payable at the principal corporate trust office of Argent Institutional Trust Company, Grand Rapids, Michigan, or such other transfer agent as the County may hereafter designate by notice mailed to the registered owner of record not less than 60 days prior to an interest payment date. Interest shall be paid by check or draft mailed to the registered owner of record as shown on the registration books kept by the transfer agent as of the 15th day of the month preceding the interest payment date. The bonds will be transferred only upon the registration books of the County kept by the transfer agent.

PURPOSE AND SECURITY: The bonds are authorized for the purpose of paying the cost of acquiring and constructing certain capital improvements for the County. The bonds will be a first budget obligation of the County, payable

from the general funds of the County including the collection of ad valorem taxes on all taxable property in the County subject to applicable constitutional and statutory tax rate limitations. The County expects to pay principal and interest on the bonds from funds to be received from the Kalamazoo County Event Center Assessment District Authority, Inc. The rights or remedies of bondholders may be affected by bankruptcy, insolvency, fraudulent conveyance or other laws affecting creditors' rights generally now existing or hereafter enacted and by the application of general principles of equity including those relating to equitable subordination.

GOOD FAITH: A good faith deposit in the form of a certified or cashier's check drawn upon an incorporated bank or trust company, or wire transfer, in the amount of one percent (1.00%) of the final aggregate principal amount of the bonds, payable to the order of the County will be required of the successful bidder. THE SUCCESSFUL BIDDER IS REQUIRED TO SUBMIT ITS GOOD FAITH DEPOSIT TO THE COUNTY AS INSTRUCTED BY THE COUNTY OR THE MUNICIPAL ADVISOR NOT LATER THAN NOON, PREVAILING EASTERN TIME, ON THE NEXT BUSINESS DAY FOLLOWING THE SALE. The good faith deposit will be applied to the purchase price of the bonds. In the event the purchaser fails to honor its accepted bid, the good faith deposit will be retained by the County. No interest shall be allowed on the good faith deposit. The good faith check of the successful bidder will be deposited and payment for the balance of the purchase price of the bonds shall be made at the closing.

AWARD OF BONDS – TRUE INTEREST COST: The bonds will be awarded to the bidder whose bid produces the lowest true interest cost determined in the following manner: the lowest true interest cost will be the single interest rate (compounded on November 1, 2026 and semi-annually thereafter) necessary to discount the debt service payments from their respective payment date to June 4, 2026 (the anticipated delivery date), in an amount equal to the price bid, excluding accrued interest, if any. For the purpose of computing the true interest cost, the bonds shall be deemed to become due in the principal amounts and at the times as set forth above, whether the bonds are serial bonds or mandatory sinking fund redemptions for such term bonds. Each bidder shall state in its bid the true interest cost to the County, computed in the manner specified above.

TAX MATTERS: In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., bond counsel, the bonds and interest thereon are not excludable from gross income for federal income tax purposes. Bond Counsel will express no opinion regarding any other federal or state tax consequences related to the ownership or disposition of, or the accrual or receipt of interest on, the Bonds.

LEGAL OPINION: Bids shall be conditioned upon the approving opinion of Miller, Canfield, Paddock and Stone, P.L.C., attorneys of Detroit, Michigan, a copy of which opinion will be furnished without expense to the purchaser of the bonds at the delivery thereof. The fees of Miller, Canfield, Paddock and Stone, P.L.C. for services rendered in connection with such approving opinion are expected to be paid from bond proceeds. Except to the extent necessary to issue its approving opinion as to validity of the above bonds, Miller, Canfield, Paddock and Stone, P.L.C. has not been requested to examine or review and has not examined or reviewed any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the bonds, and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial documents, statements or materials. In submitting a bid for the bonds, the bidder agrees to the representation of the County by Miller, Canfield, Paddock and Stone, P.L.C., as bond counsel.

DELIVERY OF BONDS: The County will furnish bonds ready for execution at its expense. Bonds will be delivered without expense to the purchaser through DTC in New York, New York, or such other place to be agreed upon. The usual closing documents, including a certificate that no litigation is pending affecting the issuance of the bonds, will be delivered at the time of delivery of the bonds. If the bonds are not tendered for delivery by twelve o'clock noon, prevailing Eastern Time, on the 45th day following the date of sale, or the first business day thereafter if said 45th day is not a business day, the successful bidder may on that day, or any time thereafter until delivery of the bonds, withdraw its proposal by serving notice of cancellation, in writing, on the undersigned, in which event the County shall promptly return the good faith deposit. Payment for the bonds shall be made in Federal Reserve Funds.

CUSIP NUMBERS: It is anticipated that CUSIP identification numbers will be printed on the bonds, but neither the failure to print such numbers on any bonds nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the bonds. Application for CUSIP identification numbers will be made by Bendzinski & Co. Municipal Finance Advisors, municipal advisors to the County. All expenses in relation to the printing of CUSIP numbers on the bonds shall be paid for by the County; provided, however, that the CUSIP Service Bureau charge for the assignment of such numbers shall be the responsibility of and shall be paid for by the purchaser.

OFFICIAL STATEMENT: An electronic copy of the preliminary Official Statement that the County deems to be final as of its date, except for the omission of information permitted to be omitted by Rule 15c2-12 of the Securities and Exchange Commission, has been prepared and may be obtained from Bendzinski & Co. Municipal Finance Advisors, municipal advisors to the County, at the address and telephone listed under REGISTERED MUNICIPAL ADVISORS

below. The County will provide the winning bidder with an electronic version of the final Official Statement within 7 business days from the date of sale to permit the purchaser to comply with Securities and Exchange Commission Rule 15c2-12. Copies of the Official Statement will be supplied by Bendzinski & Co. Municipal Finance Advisors, upon request and agreement by the purchaser to pay the cost of the copies. Requests for copies should be made to Bendzinski & Co. Municipal Finance Advisors within 24 hours of the time of sale.

BOND INSURANCE AT PURCHASER'S OPTION: If the bonds qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of the bidder/purchaser, the purchase of any such insurance policy or the issuance of any such commitment shall be at the option and expense of the purchaser of the insurance. Any and all increased costs of issuance of the bonds resulting from such purchase of insurance shall be paid by the purchaser, except that if the County has requested and received a rating on the bonds from a rating agency, the County shall pay the fee for the requested rating. Any other rating agency fees shall be the responsibility of the purchaser of the insurance. FAILURE OF THE MUNICIPAL BOND INSURER TO ISSUE THE POLICY AFTER THE BONDS HAVE BEEN AWARDED TO THE PURCHASER SHALL NOT CONSTITUTE CAUSE FOR FAILURE OR REFUSAL BY THE PURCHASER TO ACCEPT DELIVERY OF THE BONDS FROM THE COUNTY.

CONTINUING DISCLOSURE: As described more fully in the Official Statement, the County has agreed to provide or cause to be provided, in accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, (i) on or prior to the last day of the seventh month after the end of each fiscal year commencing with the fiscal year ended December 31, 2025, certain annual financial information and operating data, including audited financial statements for the preceding fiscal year, generally consistent with the information contained or cross-referenced in the Official Statement relating to the bonds, (ii) timely notice of the occurrence of certain material events with respect to the bonds and (iii) timely notice of a failure by the County to provide the required annual financial information on or before the date specified in (i) above.

BIDDER CERTIFICATION: NOT "IRAN-LINKED BUSINESS": By submitting a bid, the bidder shall be deemed to have certified that it is not an "Iran-Linked Business" as defined in Act 517 Michigan Public Acts of 2012, being MCL 129.311 et. seq.

REGISTERED MUNICIPAL ADVISORS: Bendzinski & Co. Municipal Finance Advisors, Grosse Pointe, MI (the "Municipal Advisor") is a Registered Municipal Advisor in accordance with the rules of the Municipal Securities Rulemaking Board ("MSRB"). The Municipal Advisor has been retained by the County to provide certain financial advisory services relating to the planning, structuring and issuance of the bonds. The Municipal Advisor is not engaged in the business of underwriting, trading, marketing or the distribution of securities or any other negotiable instruments. The Municipal Advisor's duties, responsibilities and fees arise solely as a Registered Municipal Advisor to the County and it has no secondary obligation or other responsibility. Further information relating to the bonds may be obtained from Bendzinski & Co. Municipal Finance Advisors, 17000 Kercheval Ave., Suite 230, Grosse Pointe, MI 48230. Telephone (313) 961-8222.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS.

County Administrator
County of Kalamazoo

FORM OF ISSUE PRICE CERTIFICATE

APPENDIX H-1
FORM OF ISSUE PRICE CERTIFICATE

This Form will be used if the Competitive Sale Requirements are met.

\$[_____]
COUNTY OF KALAMAZOO, STATE OF MICHIGAN
CAPITAL IMPROVEMENT BONDS, SERIES 2026A
(LIMITED TAX GENERAL OBLIGATION)

The undersigned, on behalf of [NAME OF UNDERWRITER] (“[SHORT NAME OF UNDERWRITER]”), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the “Bonds”).

1. Reasonably Expected Initial Offering Price

(a) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by [SHORT NAME OF UNDERWRITER] are the prices listed in Schedule A (the “Expected Offering Prices”). The Expected Offering Prices are the prices for the Maturities of the Bonds used by [SHORT NAME OF UNDERWRITER] in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by [SHORT NAME OF UNDERWRITER] to purchase the Bonds.

(b) [SHORT NAME OF UNDERWRITER] was not given the opportunity to review other bids prior to submitting its bid.¹

(c) The bid submitted by [SHORT NAME OF UNDERWRITER] constituted a firm offer to purchase the Bonds.

2. Defined Terms.

(a) *Issuer* means County of Kalamazoo, State of Michigan.

(b) *Maturity* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

(c) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly, as defined in Treas. Reg. §1.150-1(b).

(d) *Sale Date* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is [DATE].

(e) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract

¹ Treas. Reg. §1.148-1(f)(3)(i)(B) requires that all bidders have an equal opportunity to bid to purchase bonds. If the bidding process affords an equal opportunity for bidders to review other bids prior to submitting their bids, then this representation should be modified to describe the bidding process.

directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [SHORT NAME OF UNDERWRITER]'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Non-Arbitrage and Tax Compliance Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Miller, Canfield, Paddock and Stone, P.L.C. in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER]

By: _____

Name: _____

Dated: [ISSUE DATE]

SCHEDULE A

EXPECTED OFFERING PRICES

(Attached)

SCHEDULE B

COPY OF UNDERWRITER'S BID

(Attached)

APPENDIX H-2

FORM OF ISSUE PRICE CERTIFICATE

APPENDIX H-2
FORM OF ISSUE PRICE CERTIFICATE

This Form will be used if either the 10% Test or the Hold-the-Offering-Price Rule applies.

\$[]
COUNTY OF KALAMAZOO, STATE OF MICHIGAN
CAPITAL IMPROVEMENT BONDS, SERIES 2026A
(LIMITED TAX GENERAL OBLIGATION)

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] ([“[SHORT NAME OF UNDERWRITER]”]) [the “Representative”]) [, on behalf of itself and [NAMES OF OTHER UNDERWRITERS] (together, the “Underwriting Group”),] hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the “Bonds”).

1. ***Sale of the General Rule Maturities.*** As of the date of this certificate, for each Maturity of the General Rule Maturities, the first price at which at least 10% of such Maturity was sold to the Public is the respective price listed in Schedule A.

2. ***Initial Offering Price of the Hold-the-Offering-Price Maturities.***

(a) [SHORT NAME OF UNDERWRITER] [The Underwriting Group] offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in Schedule A (the “Initial Offering Prices”) on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as Schedule B.

(b) As set forth in the Notice of Sale, [SHORT NAME OF UNDERWRITER] [the members of the Underwriting Group] [has] [have] agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, [it] [they] would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the “hold-the-offering-price rule”), and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is a party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no Underwriter (as defined below) has offered or sold any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity of the Bonds during the Holding Period.

3. ***Defined Terms.***

(a) *General Rule Maturities* means those Maturities of the Bonds listed in Schedule A hereto as the “General Rule Maturities.”

(b) *Hold-the-Offering-Price Maturities* means those Maturities of the Bonds listed in Schedule A hereto as the “Hold-the-Offering-Price Maturities.”

(c) *Holding Period* means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date ([DATE]), or (ii) the date on which [SHORT NAME OF UNDERWRITER] [the Underwriters] [has] [have] sold at least 10% of such Hold-the-Offering-Price Maturity to the

Public at a price that is no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.

(d) *Issuer* means County of Kalamazoo, State of Michigan.

(e) *Maturity* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

(f) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly, as defined in Treas. Reg. §1.150-1(b).

(g) *Sale Date* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is [DATE].

(h) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [NAME OF UNDERWRITING FIRM] [the Representative’s] interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Non-Arbitrage and Tax Compliance Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Miller, Canfield, Paddock and Stone, P.L.C. in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER] [REPRESENTATIVE]

By: _____

Name: _____

Dated: [ISSUE DATE]

SCHEDULE A
SALE PRICES OF THE GENERAL RULE MATURITIES AND
INITIAL OFFERING PRICES OF THE HOLD-THE-OFFERING-PRICE MATURITIES

(Attached)

SCHEDULE B
PRICING WIRE OR EQUIVALENT COMMUNICATION

(Attached)

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The following have participated in the planning and development of this Bond issue:

COUNTY OF KALAMAZOO



COUNTY OF KALAMAZOO

ADMINISTRATION

MEREDITH PLACE
Clerk

DR. KEVIN A. CATLIN
County Administrator/Controller

THOMAS L. WHITENER
Treasurer

BOARD OF COMMISSIONERS

JENNIFER A. STREBS
Chairperson (District #2)

JOHN P. TAYLOR
Vice Chairperson (District #5)

JEFF HEPPLER
Vice Chairperson Pro Tem (District #7)

TAMI REY
(District #1)

MONTEZE O. MORALES
(District #3)

ABIGAIL WHEELER
(District #4)

JOHN H. GISLER
(District #6)

WENDY MAZER
(District #8)

DALE DELEEUW
(District #9)

PROFESSIONAL SERVICES

REGISTRAR/TRANSFER AGENT

ARGENT INSTITUTIONAL TRUST COMPANY
Grand Rapids, Michigan

BOND COUNSEL

MILLER CANFIELD PADDOCK AND STONE PLC
Detroit, Michigan

REGISTERED MUNICIPAL ADVISOR



Bendzinski & Co.

MUNICIPAL FINANCE ADVISORS

1976 - 2026

17000 Kercheval Ave. • Suite 230 • Grosse Pointe, Michigan 48230