

ST. CLAIR COUNTY, MICHIGAN



***Annual Comprehensive
Financial Report***

***Administrator/Controller's Office
Year Ending December 31, 2024***



ANNUAL COMPREHENSIVE FINANCIAL REPORT
ST. CLAIR COUNTY, MICHIGAN
FOR THE YEAR ENDED DECEMBER 31, 2024

Current members of the
BOARD OF COMMISSIONERS

Steve Simasko, Chairperson
David Rushing, Vice-Chairperson
Kerry Ange
Lisa Beedon
Joi Torello
Robert Fielitz
David Vandenbossche

Prepared by:
ADMINISTRATOR/CONTROLLER'S OFFICE

Karry Hepting, CPA, Administrator/Controller
Dena S. Alderdyce, CGFM, Finance Director

ST. CLAIR COUNTY, MICHIGAN

December 31, 2024

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COUNTY OF ST. CLAIR

Office of the Administrator/Controller



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June 25, 2025

To the Board of Commissioners and Citizens of St. Clair County

State law requires that all general purpose local governments publish, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants. This report is published to fulfill that requirement for the fiscal year ended December 31, 2024.

Management assumes full responsibility for the completeness and reliability of the financial information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework designed to protect the government's assets from loss, theft, or misuse and to compile sufficient and reliable information for the preparation of these financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements are 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.

UHY LLP, has issued an unmodified ("clean") opinion on St. Clair County's financial statements for the year ended December 31, 2024. The independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of St. Clair County, Michigan was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor 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. These reports are available in St. Clair County's separately issued Single Audit Report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of St. Clair County

Established in 1820, St. Clair County is located in southeastern Michigan, spanning approximately 725 square miles. Its eastern border is formed by Canada, separated by 58 miles of shoreline along Lake Huron, the St. Clair River, and Lake St. Clair. The county's strategic location, less than an hour from downtown Detroit, makes it a vital international hub. It serves as the eastern terminus for Interstate 94 and Interstate 69, and is home to an international airport, two international bridges, an international ferry service, and an international train tunnel. These crossings are crucial to the trade corridor established by the Free Trade Agreement between the U.S. and Canada. St. Clair County is a significant international gateway, boasting the third busiest commercial truck crossing and the busiest rail crossing on the U.S.-Canadian border.

In 2020, the county's population stood at 160,383 residents spread across 65,724 households. This marked a 1.6% decline in population since 2010. However, the Southeastern Michigan Council of Governments anticipates a 3.6% population increase between 2020 and 2045. The county itself is a blend of rural and urban areas, comprising 9 villages and cities along with 23 townships. Port Huron serves as the county seat and is its largest city, housing the majority of our offices.

The County is organized under the various public acts of the State of Michigan and is governed by a seven-member Board of Commissioners, elected by district for four-year terms. The Board of Commissioners serve as the legislative body responsible for establishing policy and appropriating funds. The Board of Commissioners appoints an Administrator/Controller who is responsible for carrying out the policies and ordinances of the Board of Commissioners and the day-to-day management of County affairs.

Other elected officials include the Clerk/Register of Deeds, Treasurer, Prosecuting Attorney, Sheriff, Drain Commissioner, and Surveyor. These offices are elected countywide to four-year terms. The Clerk/Register of Deeds is responsible for recording vital statistics, maintaining court records, documents regarding property ownership, and Board of Commissioner proceedings; the Treasurer is responsible for the collection of delinquent taxes, delinquent tax settlements with local units, cash management and investments; the Prosecuting Attorney and Sheriff are responsible for law enforcement; the Drain Commissioner is responsible for construction and maintenance of drains; and the Surveyor is responsible for the proper surveying of the boundaries of land parcels.

The court system consists of the 72nd District Court, Probate Court, and the 31st Circuit Court (including the Family Division). The 72nd District Court, with three judges, has jurisdiction over misdemeanors, ordinance and charter violations, civil cases under \$25,000, traffic infractions, and preliminary examinations in felony cases. The Probate Court, with two judges, is responsible for estates, mental health matters, guardianships, and they act as Circuit Court Judges for certain domestic matters. The 31st Circuit Court, with three judges, has jurisdiction over criminal cases where the minimum penalty is over one year incarceration, civil damage cases over \$25,000, and family matters. All judges are elected, countywide, to staggered six-year terms.

The Board of Commissioners appoints members to the three member Board of Road Commissioners, the five member Land Bank Authority Board, the Brownfield Authority, and the twelve member Community Mental Health Authority Board. These boards are governed and controlled by various public acts and statutes, and function as separate entities. Because of these appointments, and the fact that they may receive county appropriations, they are reflected as discretely presented component units in the County's Annual Comprehensive Financial Report, as required by the Governmental Accounting Standards Board.

The Board of Commissioners also appoints members to a variety of boards and commissions that have various responsibilities and duties. Some of the more complex of these boards and commissions include the Parks and Recreation Board, the Metropolitan Planning Commission, the Library Board,

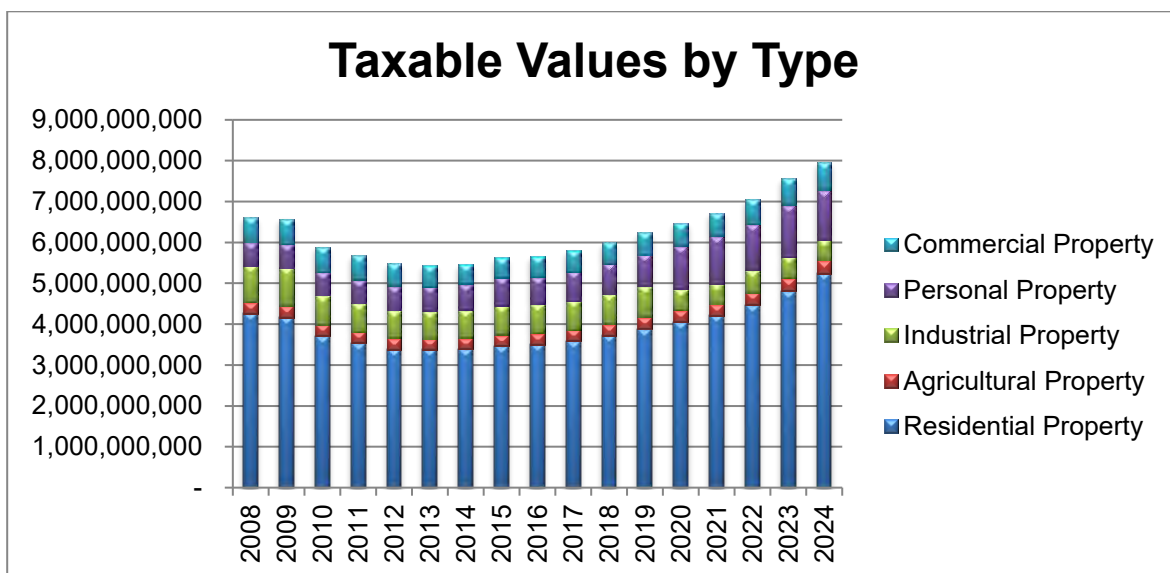
and the Commission on Aging. The Parks and Recreation Board oversees extra-voted millage monies collected by the County and used for the development and maintenance of a County park system. The Metropolitan Planning Commission oversees the development of the County master plans used for land development in the County. The Library Board oversees extra-voted millage monies, and other monies, collected by the County and used for the operation of our County-wide Library system. The Commission on Aging oversees extra-voted millage monies collected by the County and used for the enrichment of the lives of our senior population.

The County provides a wide range of services that are either mandated by state statute or authorized by the Board of Commissioners. These general areas include General Government (i.e. Board of Commissioners, Elections, Equalization, Administration, Clerk/Register of Deeds, Treasurer, Buildings and Grounds Maintenance, and Information Technology), Judicial (i.e. Courts, Friend of the Court, Prosecuting Attorney and Probation), , Public Safety (i.e. Sheriff, Jail, Emergency Preparedness, and Animal Control), Public Works (Drain Commissioner, Drains, Airport, and Landfill), Health and Welfare (i.e. Health Department, Veteran's Affairs, Public Guardian, and Child Care), Community & Economic Development (i.e. Planning), and Recreation and Culture (i.e. Parks, and Library).

State law requires the Board of Commissioners to adopt the budgets prior to the start of the fiscal year. While budgets are legally adopted at the activity (department) level for the General Fund and fund level for all other funds legally required to have a budget, budgetary control is maintained at the account (line item) level. The Administrator/Controller is authorized to transfer budget amounts between accounts within an activity however; the Board of Commissioners must approve any revisions to a total activity or fund. Revisions to the budget are recommended by the Administrator/Controller and adopted by the Board of Commissioners. The Board of Commissioners are provided monthly budget to actual comparison reports for their approval.

Local Economy

St. Clair County saw a significant increase in taxable values in 2023 and 2024, rising by 7% and 5% respectively. These gains were largely fueled by a robust housing market and substantial development and investment throughout the county. While housing demand remains strong and investment continues, we're observing these increases stabilizing, moving closer to the county's historical average growth of 3%. This trend reflects a normalization after a period of accelerated growth.



The County's stability can be measured by the new national and regional businesses that choose to locate in St. Clair County, our population has remained stable, and the County general operating millage rate is at lower than authorized levels (due to Headlee rollbacks). The County continues to balance the General Fund Budget without the use of fund balance, the County maintains a AA bond rating and continues to provide a high level of services to our citizens.

Long-term Financial Planning and Major Initiatives

The County uses a software product for financial forecasting. The model takes a look six years into the future as to where the finances of the County will be. It utilizes known historical information as well as assumptions as to future revenues and expenditures, and has been accurate in its predictions. Administration uses this model to guide us in our budget deliberations and it is updated as new information is received. We also update the Board of Commissioner's at public meetings as to what is expected to happen financially in the County over the next several years. This information is extremely valuable to the Board as they weigh the future impact of financial decisions.

In March 2021, the American Rescue Plan Act of 2021 (ARPA) established the Coronavirus State and Local Fiscal Recovery Funds to provide state, local and tribal governments with resources needed to respond to the pandemic and its economic effects and to build a stronger, more equitable economy during the recovery. The County's allocation of these funds was \$30.9 million. The Board has allocated the lost revenue portion of the funds for a variety of internal capital projects, community projects within each of their commissioner districts and employee recruitment and retention initiatives. By far the largest project we are undertaking is the relocation of our Health Department. The current building is aging and does not meet the needs of the department of our citizens. The Health Department will be moving into vacant space in the County Administration Building previously occupied by the Michigan Department of Health and Human Services. The project was completed and the Health Department began operating in their new space in June of 2025.

Commissioner Community Projects	\$ 10,500,000
Employee Recruitment & Retention	\$ 1,947,880
Health Department Relocation	\$ 5,000,000
Internal Capital Improvement Projects	\$ 13,460,869

\$ 30,908,749

St. Clair County joined the national lawsuit against opioid manufacturers and distributors in 2018, recognizing the profound impact of opioid abuse on the community and the strain it places on government services. In 2022, a settlement was finalized, which will provide the county with an estimated \$13.4 million over 18 years. To strategically address the crisis, an internal committee of stakeholders was established. This committee has extensively analyzed the problem, explored solutions, and determined how to measure the effectiveness of interventions.

The initial settlement payments were received in 2023, and the Board of Commissioners approved the committee's recommendations. A significant portion of these funds will be allocated to expand eligibility and enhance the County's existing Sobriety and Drug Court. These specialty courts offer tailored treatment alternatives to traditional incarceration, demonstrating a high success rate in reducing recidivism. Currently, the committee is focused on establishing a treatment facility within the county, a service that is presently unavailable and poses a significant barrier for many seeking help.

In early 2025, the St. Clair County Board of Commissioners made the decision to terminate its funding and relationship with the Economic Development Alliance of St. Clair County. The Board is now actively engaged in determining the county's future role in economic development. Various options are currently under exploration and discussion. These ongoing deliberations are anticipated to continue throughout 2025 as the Board works to establish a clear and effective strategy for fostering economic growth within the county.

Relevant Financial Policies

The Board of Commissioner's has established policies regarding maintenance levels for fund balance in the General and Special Revenue Funds as follows:

The General Fund strives to maintain a Fund Balance with a minimum amount of 15% and a maximum of 20% of the most currently approved General Fund budget. All Special Revenue Funds will maintain a Fund Balance of 20% of the most currently approved budget.

Annually, at the conclusion of the annual audit, these Funds will be reviewed to determine if they are following the established policy. Any excess funds, other than those in separate millage supported funds and certain grant funds may be reverted back to the General Fund. If the General Fund is at its maximum of 20% the excess funds will be transferred to the Budget Stabilization Fund, the Public Improvement Fund or be retained in the General Fund and be assigned/committed for future budget stabilization.

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 St. Clair County for its annual comprehensive financial report (ACFR) for the fiscal year ended December 31, 2023. This was our twenty ninth time receiving this award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Administrator/Controller's office. We would like to express our appreciation to all members of the department, and various other departments, who assisted and contributed to the preparation of this report. We also express our gratitude to the Board of Commissioners for their interest and support in planning and conducting the financial operation and management of St. Clair County in a responsible and progressive manner.

Respectively submitted,



Karry Hepting, CPA
Administrator/Controller



Dena Alderdyce, CGFM
Finance Director

**St. Clair County
Elected and Appointed Officials**

Elected Officials

Board of Commissioners

Steve Simasko	Chairperson
David Rushing	Vice-Chairperson
Kerry Ange	Member
Lisa Beedon	Member
Joi Torello	Member
Robert Fielitz	Member
David Vandenbossche	Member

31st Circuit Court

Michael West	Chief Judge
Daniel Damman	Circuit Judge
Cynthia A. Lane	Circuit Judge

72nd District Court

John D. Monaghan	District Judge
Michael L. Hulewicz	District Judge
Mona Armstrong	District Judge

Probate Court

Jennifer Smith-Deegan	Judge of Probate
John Tomlinson	Judge of Probate

Other Elected Officials

Angie Waters	Clerk/Register of Deeds
Robert Wiley	Drain Commissioner
Michael D. Wendling	Prosecuting Attorney
Mathew King	Sheriff
Justin Rhein	Surveyor
Kelly M. Roberts-Burnett	Treasurer

Appointed Official

Karry Hepting, CPA	Administrator/Controller
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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

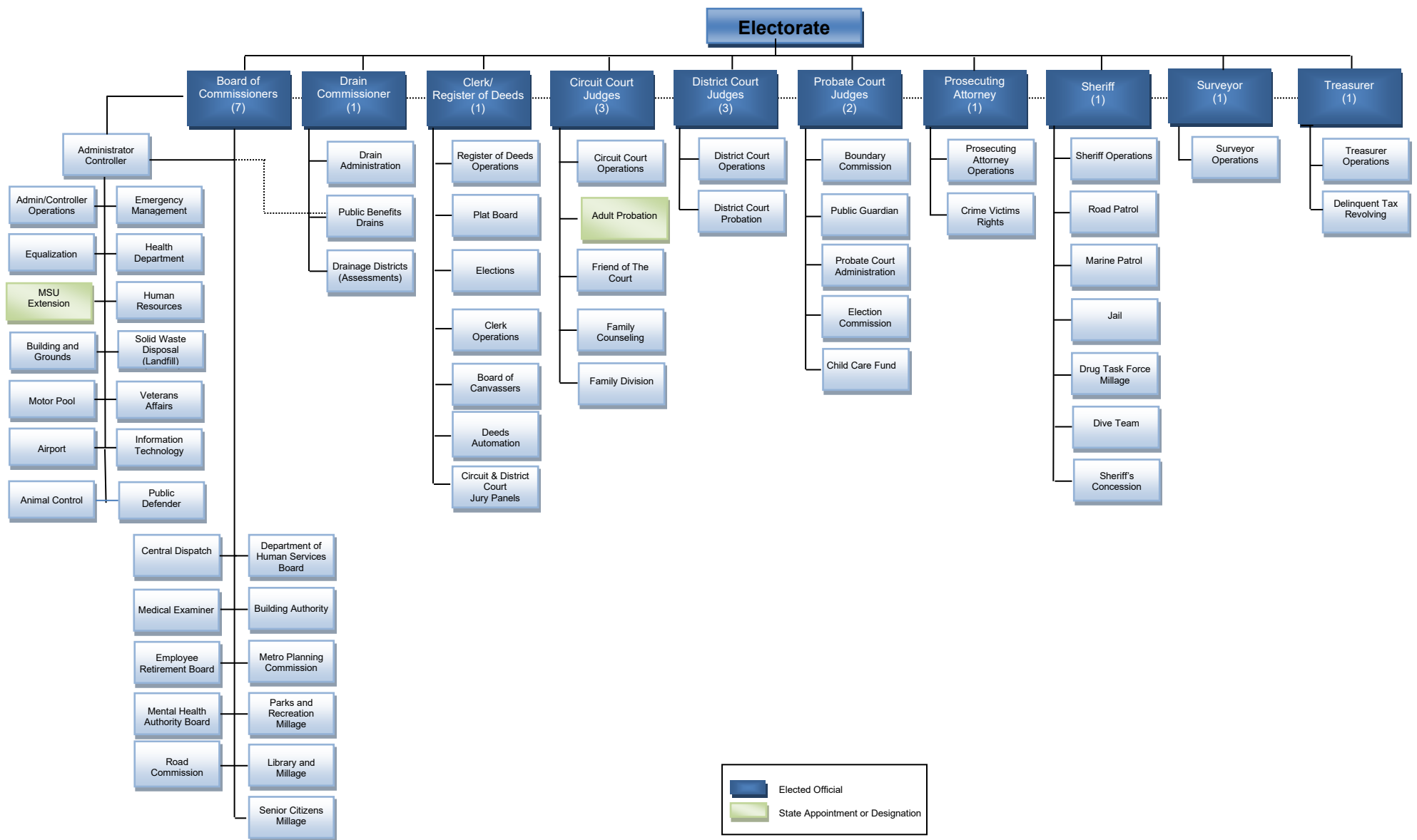
**St. Clair County
Michigan**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morill

Executive Director/CEO





INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
of St. Clair County
Port Huron, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of St. Clair County, 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 audits and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of St. Clair County, Michigan, as of December 31, 2024 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the St. Clair County Community Mental Health Authority, which represent 14.9 percent of the assets and deferred outflows of resources, 8.5 percent of net position, and 67.8 percent of revenues of the discretely presented component units as of December 31, 2024. Those statements were audited by other auditors whose report has been furnished to us, and our opinion insofar as it relates to the amounts included for the St. Clair County Community Mental Health Authority is based solely on the report of the other auditors.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 21 to the financial statements, in 2024, the County adopted new accounting guidance, GASB Statement No. 101, *Compensated Absences*. Our opinions are not modified with respect to this matter.

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 misstatements, 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance, and therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements 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 judgement, 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, budgetary comparison information, 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 General Fund schedules, combining and individual nonmajor fund financial statements and schedules, capital assets used in the operation of governmental funds schedules, and fund financial statements of the Drainage District and Brownfield Redevelopment Authority financial statements 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 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; certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves; and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed above is fairly stated, in all respects, in relation to the basic financial statements as a whole.

Other Information Included in the Report

Management is responsible for the other information included in the annual report. The other information comprises introductory and statistical sections but does not include the basic financial statements and our auditor's 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.

To the Board of Commissioners
St. Clair County

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2025 on our consideration of St. Clair 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 St. Clair County's internal control over financial reporting and compliance.

A handwritten signature in dark ink that reads "UHY LLP". The letters are stylized and cursive.

Port Huron, Michigan
June 25, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the County of St. Clair, we offer readers of our 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, which can be found preceding this narrative, and the accompanying basic financial statements and footnotes.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at December 31, 2024 by \$146,412,735 (net position). Net position is restricted for specific purposes (\$49,993,710), related to the County's investment in capital assets and is not available for spending (\$83,022,188), or is unrestricted (\$13,396,837).
- The government's total net position increased by \$28,248,903. Governmental activities increased by \$25,547,822 while Business-type activities increased by \$2,701,081.
- At December 31, 2024, the County's governmental funds reported combined ending fund balances of \$62,015,935, an increase of \$4,006,060. Approximately 17.1% of this amount (\$10,628,266) is available for spending at the government's discretion (unassigned fund balance).
- Total outstanding long-term liabilities decreased by \$22,578,028. This was due to a decrease from normal retirement of debt combined with a significant decrease in the Net Pension liability due to the difference between projected and actual earnings on pension plan investments. The Net OPEB Liability decreased due changes in assumptions and an increase in the long term expected rate of return on plan investments.
- The Development Revolving Fund as well as the Budget Incentive Fund are included as sub funds of the Combined General Fund and are reflected on pages 127-129. Government Accounting Standards Board requires any fund that is largely supported by transfers from the General Fund be included as part of the General Fund for reporting purposes.
- In 2024 the Board of Commissioners adopted a balanced budget for the 2025 General Fund.

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 are made up of 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 intended to furnish additional detail to support 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, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

St. Clair County Management's Discussion and Analysis

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) and 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 judicial, general government, public safety, public works, health and welfare, community and economic development, recreation and culture, and debt service. The business-type activities of the County include the Airport, Sheriff's Concession, Solid Waste Disposal System, School Tax Collections, Homestead Exemption Audits, and the Delinquent Tax Revolving Funds.

The government-wide financial statements include not only the County itself (known as the primary government) but also a legally separate Community Mental Health Authority, a legally separate Land Bank Authority, a legally separate Road Commission, a legally separate Brownfield Redevelopment Authority, and legally separate Drain Commissioner projects for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 18-21 of this report.

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. Governmental funds are reported using the modified accrual method of accounting. 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. Included are the Combined General Fund, the Special Revenue funds, the Debt Service funds, and the Capital Project funds.

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 changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 31 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the Combined General Fund, Parks and Recreation Fund, Library Fund, Senior Citizens Millage Fund, Drug Task Force Fund, American Rescue Plan Fund and Opioid Settlement Fund, all of which are considered to be major funds. Data for 2 governmental funds and the General Fund are combined and reported as the Combined General Fund and data for the other 24 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

As required by state law the County adopts an annual appropriated budget for its General Fund and Special Revenue Funds. Budgetary comparison statements have been provided for these funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 22-27 of this report.

Proprietary funds. Proprietary funds use the accrual basis of accounting, which is the same basis used by private business. 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 activities of the Airport, Solid Waste Disposal System, Delinquent Tax Revolving, Sheriff's Concession, School Tax Collections, and Homestead Exemption Audits funds.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for its various employee benefits and risk programs. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary financial statements provide separate information for the Solid Waste Disposal System, Airport and Delinquent Tax Revolving Funds, all of which are considered to be major funds of the County. Individual fund data for the three non-major Enterprise funds is provided in the form of combining statements elsewhere in this report. The County's only Internal Service Fund is presented in the proprietary fund financial statements in the Governmental Activities - Internal Service Fund column.

The basic proprietary fund financial statements can be found on pages 28-32 of 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 Fiduciary Funds are the Pension and Other Employee Benefits Fund, the Landfill Private-Purpose Trust Fund, and the Custodial Funds. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 33-34 of this report.

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. The notes to the financial statements can be found on pages 39-99 of this report.

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 benefits and other post-employment benefits to its employees and the budgetary information for the General Fund and six major governmental funds (Special Revenue Funds). This required supplementary information is found on pages 100-126 of this report.

The combining statements referred to earlier in connection with the Combined General Fund, non-major governmental, enterprise and fiduciary funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 127-162 of this report.

Government-wide Financial Analysis

As noted earlier, net position over time may serve 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 \$146,412,735 at December 31, 2024. This compares to \$118,163,832 at the close of the prior fiscal year, an increase of \$28,248,903.

St. Clair County Management's Discussion and Analysis

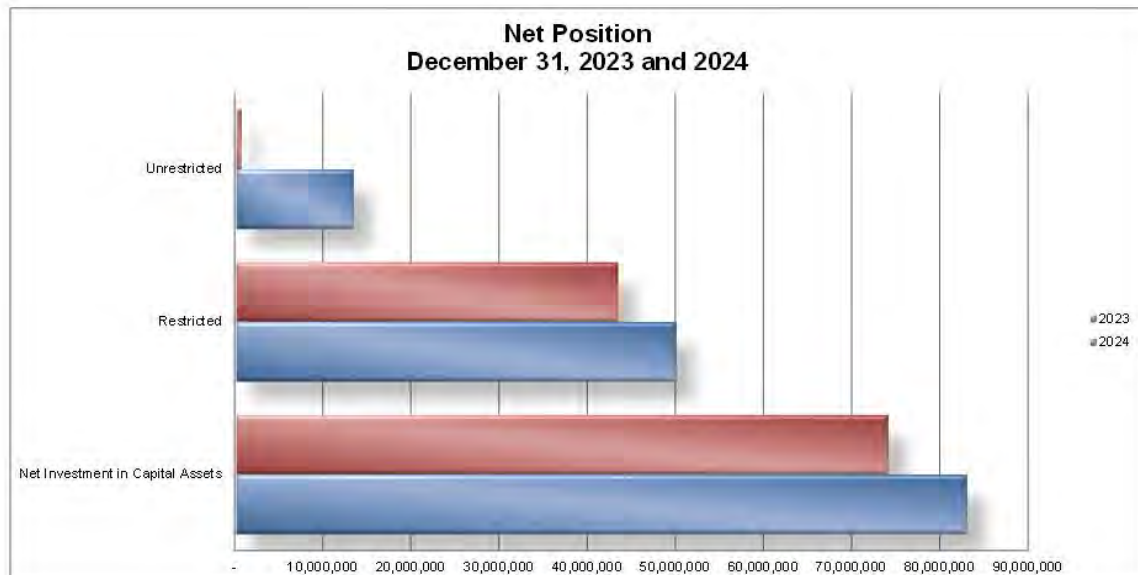
Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Current and Other Assets	125,787,229	129,681,798	43,756,783	41,528,867	169,544,012	171,210,665
Capital Assets, Net of Accumulated Depreciation	83,673,782	76,844,065	23,211,140	23,213,291	106,884,922	100,057,356
Total Assets	209,461,011	206,525,863	66,967,923	64,742,158	276,428,934	271,268,021
Total Deferred Outflows of Resources	23,388,662	37,920,721	313,596	569,895	23,702,258	38,490,616
Current Liabilities	24,997,267	32,769,037	1,536,002	1,703,626	26,533,269	34,472,663
Other Liabilities	74,846,941	97,004,503	16,931,856	17,352,322	91,778,797	114,356,825
Total Liabilities	99,844,208	129,773,540	18,467,858	19,055,948	118,312,066	148,829,488
Total Deferred Inflows of Resources	35,217,370	42,432,771	189,021	332,546	35,406,391	42,765,317
Net Position						
Net Investment in capital assets	66,280,328	57,866,191	16,741,860	16,209,011	83,022,188	74,075,202
Restricted	46,418,105	40,415,923	3,575,605	2,978,799	49,993,710	43,394,722
Unrestricted	(14,910,338)	(26,041,841)	28,307,175	26,735,749	13,396,837	693,908
Total Net Position	97,788,095	72,240,273	48,624,640	45,923,559	146,412,735	118,163,832

St. Clair County's Net Position

The largest portion of the County's net position (56.70 percent) reflects our investment in capital assets, (e.g., land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County'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.

A portion of the County's net position (34.15 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (9.15 percent) is available to meet the government's ongoing obligations to citizens and creditors.



Governmental Activities. Governmental activities net position increased by \$25,547,822. The increase was due to an increase in property tax revenues from the continuation of a strong housing market and increasing property tax values. The County also continued to experience an increase in investment income from higher than anticipated interest rates. As stated previously, a large portion of the increase in net position (\$15.67 million) was due to the change in Net Pension and OPEB liabilities. This was due to the difference between projected and actual earnings on pension plan investments. The Net OPEB Liability decreased due to changes in assumptions and an increase in the long-term rate of return on plan investments. The County also received a large one-time lump sum payoff of opioid settlement funds from a litigant while most are paid annually over several years. In addition to these revenue increases, there were considerable savings from vacant positions that were not filled throughout the year as well as conservative spending by the departments.

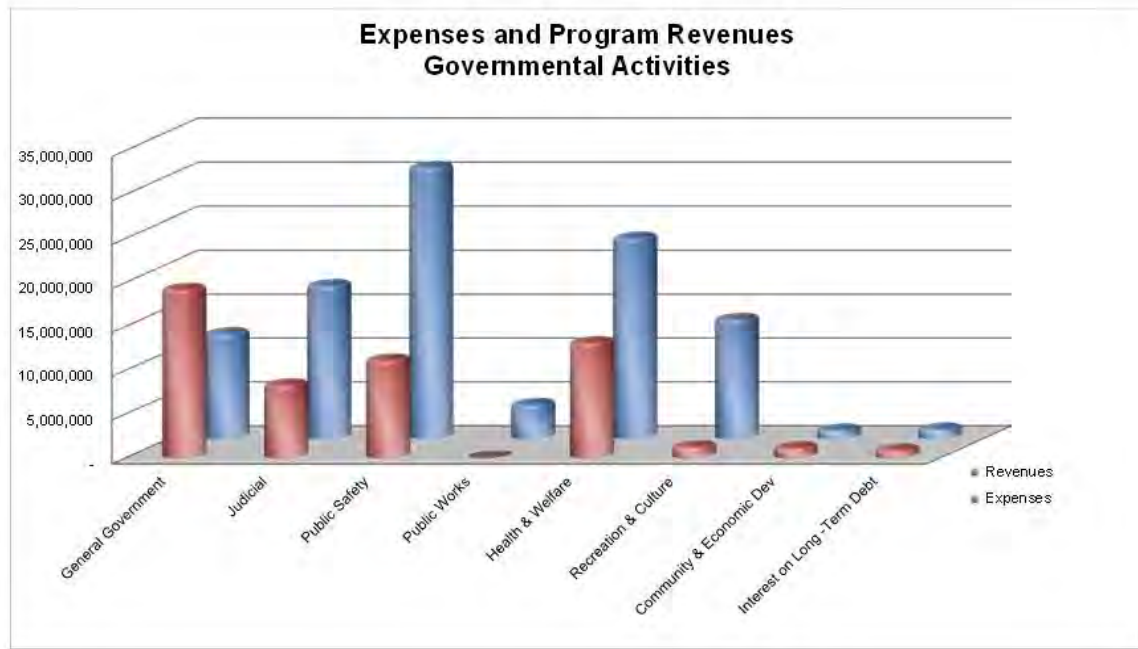
**St. Clair County
Management's Discussion and Analysis**

Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Charges for services	19,640,957	24,244,994	11,008,393	12,299,983	30,649,350	36,544,977
Operating Grants and Contributions	35,706,083	23,059,421	228,856	106,235	35,934,939	23,165,656
Capital Grants and Contributions	-	-	-	179,296	-	179,296
General revenues:						
Property Taxes	64,406,997	61,864,270	-	-	64,406,997	61,864,270
Intergovernmental revenues	5,406,624	5,024,904	-	-	5,406,624	5,024,904
Investment earnings	4,281,599	4,008,599	648,996	713,232	4,930,595	4,721,831
Gain on Sale of Assets	-	144,912	-	-	-	144,912
Interest & Penalties on Delinq Taxes	834	1,210	1,311,498	1,110,503	1,312,332	1,111,713
Total Revenues	129,443,094	118,348,310	13,197,743	14,409,249	142,640,837	132,757,559
Expenses:						
General Government	12,031,867	12,228,247	-	-	12,031,867	12,228,247
Judicial	17,509,748	17,649,702	-	-	17,509,748	17,649,702
Public Safety	30,894,390	30,822,422	-	-	30,894,390	30,822,422
Public Works	3,933,375	1,941,893	-	-	3,933,375	1,941,893
Health and Welfare	22,892,362	22,511,838	-	-	22,892,362	22,511,838
Recreation and Culture	13,649,373	11,601,704	-	-	13,649,373	11,601,704
Community and Economic Development	1,016,849	1,462,403	-	-	1,016,849	1,462,403
Interest on Debt Service	1,123,759	668,730	-	-	1,123,759	668,730
Delinquent Tax Collections	-	-	526,806	548,598	526,806	548,598
Airport	-	-	1,411,354	1,486,918	1,411,354	1,486,918
Sheriff's Concession	-	-	812,426	820,108	812,426	820,108
School Tax Collections	-	-	-	-	-	-
Homestead Exemption Audits	-	-	23	15	23	15
Solid Waste Disposal	-	-	8,589,602	9,194,933	8,589,602	9,194,933
Total Expenses	103,051,723	98,886,939	11,340,211	12,050,572	114,391,934	110,937,511
Increase (Decrease) in Net Position, before transfers	26,391,371	19,461,371	1,857,532	2,358,677	28,248,903	21,820,048
Transfers	(843,549)	2,955,721	843,549	(2,955,721)	-	-
Change in Net Position	25,547,822	22,417,092	2,701,081	(597,044)	28,248,903	21,820,048
Net Position January 1	72,240,273	49,823,181	45,923,559	46,520,603	118,163,832	96,343,784
Net Position December 31	97,788,095	72,240,273	48,624,640	45,923,559	146,412,735	118,163,832

Governmental Activities. Charges for Services decreased due to a reduction in appropriation to the Child Care Fund as the state reimbursement rate increased to 75%. As stated previously, Operating Grants and Contributions increased from the prior year due to the expending American Rescue Plan Act funds and an increase in property tax revenues due to a strong housing market and increasing property tax values. We have also seen a continuation of the investment earnings increase into 2024 due to higher interest rates. Public Works expenditures increased due to the County paying the debt service payments for the decommissioned Department of Public Works, and an increase in appropriation to the County Road Commission as well as drain at large payments for new drain bonds issued in 2024. The Library Fund has seen an increase in expenditures due to an increase in the special Library millage rate being increased by voters in 2022. The millage rate increased from .6 mills to 1.2 mills.

Business-Type Activities. The Sanitary Landfill Fund had a decrease in charges for services due to the County eliminating waste received from Canadian customers. The Delinquent Tax Fund also had a continued increase in investment earnings due to higher than expected interest rates. The Solid Waste Disposal System Fund had a slight decrease in expenditures due to not having as many capital projects in 2024 as normal due to focusing solely on order elimination.

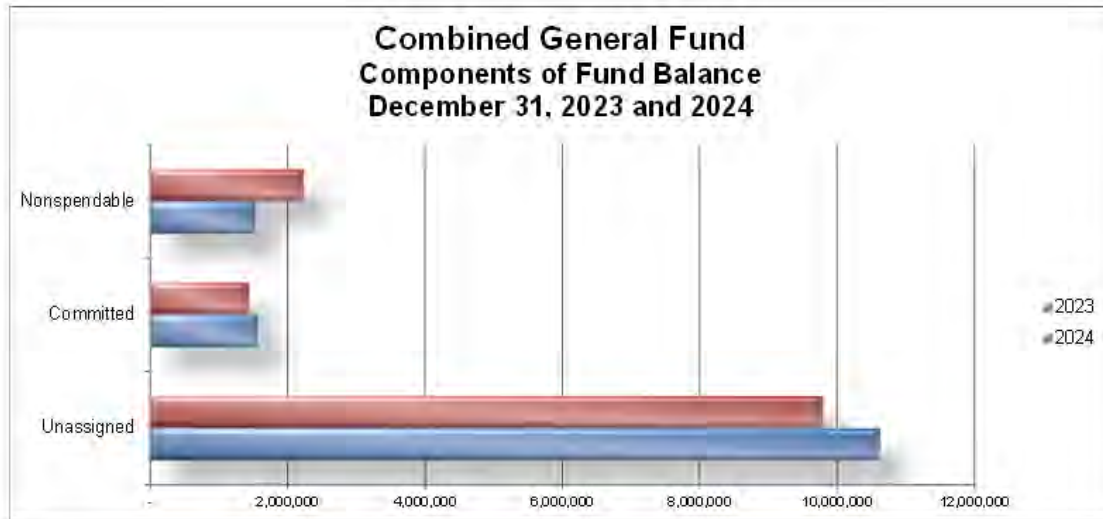


Financial Analysis of Governmental Funds

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

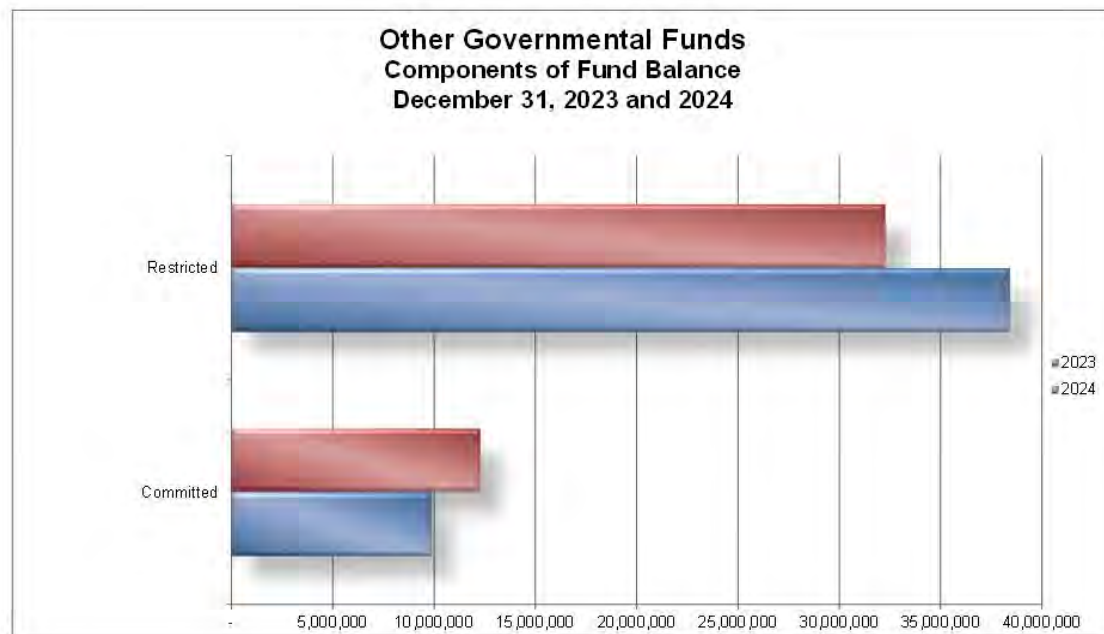
Governmental Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, assigned and unassigned fund balance may serve as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

At December 31, 2024, the County's governmental funds reported combined ending fund balances of \$62,015,935, an increase of \$4,006,060 in comparison to the prior year. Approximately 17.1% of this fund balance (\$10,628,266) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is either nonspendable, restricted or committed to indicate that it is 1) not in spendable form (\$1,534,953), 2) restricted for particular purposes (\$38,417,587), or 3) committed for particular purposes (\$11,435,129).



The Combined General Fund is the chief operating fund of the County. At December 31, 2024, the Combined General Fund reported an ending fund balance of \$13,726,213. Of that amount \$10,628,266 is unassigned, \$1,562,994 is committed for specific departments in the budget incentive fund, and \$1,534,953 are nonspendable loans to the Drain Commissioner for funding drain projects, long-term receivables, and prepayments. As a measure of the combined general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 14.5 percent of total combined general fund expenditures and transfers, while total fund balance represents 18.7 percent of total combined general fund expenditures and transfers.

The Combined General Fund balance increased by \$261,341 during the current fiscal year. The increase is due to an increase in property taxes, investment income and an increase in charges for services for the Jail for housing federal inmates. There were also savings from many vacant positions due to retirements and turnover and a struggle with recruiting of new employees. A portion of these savings were offset with a transfer at year end to the Self Insurance fund to cover increased healthcare costs.



The second major governmental fund is the special millage Parks and Recreation Fund. At December 31, 2024, Parks and Recreation reported a fund balance of \$3,433,342. Fund balance increased \$544,851 over the prior fiscal year. This fund had originally planned to use fund balance in the amount of \$539,231 in 2024 for a trail head, parking lot and building structures at the North Channel County Park. The project was procured with work beginning in 2025. Therefore, the savings and increased fund balance will be used for the North Channel County Park phase I improvements in 2025.

The third major governmental fund is the special millage Library Fund. It reported \$9,572,252 in fund balance at December 31, 2024. Fund balance increased \$2,400,487 from the prior fiscal year. This fund had planned to have a surplus of funds of \$520,284 for 2024. In 2022, the voters approved an increase to the Library millage rate from .6 mills to 1.2 mills. The increase in funds are to be used to expand library programs and to renovate the main library building as well as many of the branch libraries. Due to the future plans of renovating the library buildings, the library has experienced a significant gain.

The fourth major governmental fund is the special millage Senior Citizens Millage Fund. It reported \$4,686,348 in fund balance at December 31, 2024. This fund also had originally planned to use fund balance in the amount of \$14,174 for 2024. This fund increased \$18,025 over the prior year. The Senior Citizens Millage board expanded services for vision and life alert to help spend down the fund balance. While we did see an increase in users for these new programs, we did experience a slight gain in the Senior Citizens Millage Fund balance.

The fifth major governmental fund is the special millage Drug Task Force Fund. It reported a \$2,414,799 fund balance at December 31, 2024. This fund had originally planned to use fund balance in the amount of \$286,112 to purchase a surveillance vehicle and equipment. The fund balance increased \$154,886 over the prior year due to an increase in property tax revenues and investment earnings being higher than anticipated, as well as a reduction in personnel services from vacant positions.

The sixth major governmental fund is the American Rescue Plan Fund. It reported a fund balance of \$3,162,803 at December 31, 2024. This fund accounts for the federal funding from the American Rescue Plan Act. The County received its first tranche of funding in May 2021 and second tranche in May 2022. The increase of \$1,262,276 is due to investment income earned.

St. Clair County Management's Discussion and Analysis

The County has begun spending its American Rescue Plan Act funds and have obligated all funds by the December 31, 2024 deadline. The County anticipates having all funds expended by September 30, 2026.

The last major governmental fund is the Opioid Settlement Fund. It reported a fund balance of \$3,413,312 at December 31, 2024. This fund accounts for the fees received from the various settlements related to the opioid crisis. The fund balance increased over the prior year by \$2,014,642. Expenditures in this fund are used for remediation, prevention, treatment and recovery due to the opioid crisis. The County has a committee that makes recommendations for expending these funds. The County is planning to spend funds on a treatment facility in the coming year.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The County had three major proprietary funds at December 31, 2024.

Net position in the Solid Waste Disposal System Fund at the end of the year amounted to \$11,163,658. Of this amount, \$10,035,880 is invested in capital assets. Net position increased \$2,232,441 due to an appropriation to cover expenditures for PFAS removal and an increase in costs for system upgrades to our gas extraction system that were required by the Michigan Department of Environment, Great Lakes and Energy due to a consent order. We do anticipate these gas system upgrades to continue into 2025.

The Delinquent Tax Revolving Fund reported net position of \$29,068,371, an increase of \$848,141 over the prior year. The earnings in this fund are dedicated to the annual debt payment requirements of the bond secured for the construction of the Jail/Juvenile facility. The fund increased due to investment earnings and delinquent tax foreclosure sales proceeds.

The Airport Commission Fund reported net position of \$7,482,968, a decrease of \$407,145 over the prior year. This decrease is due to a decline in fuel sales revenues which coincides with a reduction in fuel expenditures. There was also a slight increase in personnel costs due to bringing the Fixed Based Operations in house rather than continuing with a contractor for the services. The County also reduced the appropriation to the Airport Fund in 2024 and grant revenues had decreased due to fewer projects ongoing at the Airport.

General Fund Budgetary Highlights

Original budget compared to final budget. During the year the original budget was amended as needed. The original budget was balanced, while the final amended budget anticipated a gain of \$138,636. Major changes can be summarized as follows:

- Intergovernmental revenues and expenditures were adjusted for various grants received throughout the year.
- Tax revenues were adjusted to reflect an increase in taxable values.
- Interest revenue was increased due to a significant increase in interest rates throughout the year.
- An increase in inmate housing revenues as federal inmate populations increased throughout the year.
- Reduction in court fines and fees due to reflect actual collections.
- Reduced transfer in for the Road Commission appropriation.
- Transfer to the Self Insurance fund to cover higher than expected healthcare claims.
- Other expenditures were reserved for contingencies and was eliminated at the end of the year to cover other budget shortfalls.

St. Clair County Management's Discussion and Analysis

Final budget compared to actual results. Overall, general fund revenues and transfers in were \$640,397 under budget. The majority of this difference is due to a decline in the court charges for services and fines and fees and other charges for services. Some grant reimbursements were considered deferred revenue since they were received after 90 days of year end. These were budgeted to be received in 2024. Investment income was more than anticipated due to stable interest rates.

Amended expenditures and other financing uses differed \$675,420 from actual expenditures and other financing uses. Significant differences between the amended budgets and actual results for expenditures in the departments are as follows:

- The County budgets for full staffing in all departments, due to employee turnover and vacancies that occurred throughout the year many departments such as Building and Grounds, District Court, Friend of the Court, Prosecuting Attorney, Corrections/Jail, Sheriff and Planning were under their amended budgets.
- Most departments were under their amended budgets in 2024 due to vacant positions from retirements and staff turnover.
- Transfer to the Budget Incentive fund for future project expenditures was offset with savings.
- Expenditures for early voting for Elections were more than anticipated and offset with reimbursement from state funding.
- An additional transfer to the Self-Insurance fund to cover actual claims paid.

Capital Asset and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of December 31, 2024 amounted to \$106,884,922 (net of accumulated depreciation). This investment in capital assets includes land, buildings, land improvements, machinery and equipment, vehicles, subscription assets and right-to-use assets. The total increase in the County's capital assets for the current fiscal year was \$6,827,566.

Capital Assets (net of depreciation)

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Land	15,352,329	15,012,266	2,201,579	2,160,779	17,553,908	17,173,045
Buildings and Improvements	49,014,174	49,230,745	3,732,268	4,052,454	52,746,442	53,283,199
Improvements other than Buildings	3,303,652	3,405,088	13,019,211	12,326,231	16,322,863	15,731,319
Equipment and Vehicles	8,080,493	6,521,290	4,258,082	4,673,827	12,338,575	11,195,117
Books	1,595,450	1,450,912	-	-	1,595,450	1,450,912
Subscription assets	358,864	519,004	-	-	358,864	519,004
Right-to-use assets - buildings	1,410,151	194,258	-	-	1,410,151	194,258
Construction in Progress	4,558,669	510,502	-	-	4,558,669	510,502
Total	83,673,782	76,844,065	23,211,140	23,213,291	106,884,922	100,057,356

Major capital asset events during the year included the following:

- Sanitary Landfill gas system improvements
- Health Department building renovations
- Replacement of various County vehicles
- Information Technology systems equipment
- Addition of books to the County library collection
- Administration building chiller and roof replacement
- Courthouse roof replacement
- Library roof replacement

St. Clair County
Management's Discussion and Analysis

- Public Defender building lease
- Day Treatment/Night Watch building renovations
- Marine Patrol boat purchase and radio replacements
- South-end communication tower installation

Additional information on the County's capital assets can be found in Note 5 beginning on page 59 of this report.

Long-term Debt/Liability. The County's long-term liabilities at December 31, 2024 totaled \$91,778,797.

Outstanding Debt/Long-Term Liabilities

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
General Obligation Bonds	17,045,000	20,475,000	6,469,280	7,004,280	23,514,280	27,479,280
Landfill Closure and Post Closure Costs			9,810,065	9,321,301	9,810,065	9,321,301
Drain Districts	3,186,274	2,998,180	-	-	3,186,274	2,998,180
Self-insurance Liability	968,000	1,175,000	-	-	968,000	1,175,000
Accumulated Employee Vacation, Sick and Compensatory Time	7,597,814	6,159,543	75,429	48,427	7,673,243	6,207,970
Installment Purchase	32,904	66,168	-	-	32,904	66,168
Leases	1,429,652	201,790	-	-	1,429,652	201,790
Subscriptions	368,076	526,660	-	-	368,076	526,660
Net Premium	525,359	647,144	-	-	525,359	647,144
Net Pension Liability	38,578,802	47,775,443	484,384	688,183	39,063,186	48,463,626
Net OPEB Liability	5,115,060	16,979,575	92,698	290,131	5,207,758	17,269,706
Total	74,846,941	97,004,503	16,931,856	17,352,322	91,778,797	114,356,825

Significant portions of the debt include the following:

- The general obligation bonds sold in 2010 to construct a landfill leachate system and a gas to energy facility (\$3,889,280), net of 36.3% of forgivable portion. This debt is issued through the State of Michigan Municipal Bond Authority.
- The general obligation bonds sold in 2014 to expand the County's bioreactor system and to construct an additional landfill cell (\$2,580,000), net of 50% of forgivable portion. This debt is issued through the State of Michigan Municipal Bond Authority.
- The 2015 refunding of the 2007 (Series A) general obligation bonds to finance the construction of a Mental Health Authority building (\$1,800,000).
- The outstanding portion of the 2022 refunding of the 2012 issue sold to construct and equip the Blue Water Area Convention Center (\$6,380,000).
- The 2020 refunding of the outstanding portion of the 2012 refunded general obligation bonds to construct the Jail/Juvenile facility (\$8,865,000).
- The County operates the Smiths Creek Landfill and is required to record the estimated costs of closure and the post-closure costs of the Landfill to ensure that when the facility is closed in the future there will be sufficient funds available to maintain it in an environmentally sound way. The amount recorded for this obligation is \$9,810,065.
- Upon their leaving County employment, certain employees of the County have, through collective bargaining agreements or policy, rights to be paid outstanding balances of accrued vacation, sick time, or compensatory time earned. This amount at December 31, 2024 is \$7,673,243.
- The net pension liability of County employees/retirees amounts to \$39,063,186.
- The net OPEB liability of the County employees/retirees amounts to \$5,207,758.

Additional information on the County's long-term debt can be found in Note 10 beginning on page 67 of this report.

Economic Factors and Next Year's Budgets and Rates

Many factors were considered in preparation of the County's budget for the 2025 fiscal year. Several of the more telling factors are as follows:

- The taxable value of real and personal property within the County is expected to increase 3.07% in 2025.
- State revenue sharing increased 9.15% from prior year original estimates.
- Costs of inmate medical and inmate housing expenses are expected to increase due to mental health and staffing costs.
- Interest rates on investments have increased significantly due to continuous Fed rate increases.
- Court fines and costs and charges for services have been reduced based on recent trends.
- Healthcare costs increased 22.45%.
- General Fund is supporting the appropriations for the Blue Water Convention Center operations, Airport Fund and County Road appropriation.
- State unemployment rates continue to remain low at 4.1%.
- The housing market is strong with a rise in new homes being built.

The 2025 budgets are currently balanced and the Board of Commissioners will approve any amendments as needed.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for our citizens, taxpayers, customers, investors and creditors and to demonstrate the County's accountability for the taxpayer money we receive. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Administrator/Controller, 200 Grand River Ave., Suite 203, Port Huron, Michigan 48060, or contact us at 810-989-6905. You can also visit our website at www.stclaircounty.org for additional information regarding the County or additional copies of this report.

BASIC FINANCIAL STATEMENTS

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF NET POSITION
December 31, 2024

	Primary Government			
	Governmental Activities	Business Type Activities	Total	Component Units
ASSETS				
Cash and cash equivalents	\$ 71,482,106	\$ 32,846,626	\$ 104,328,732	\$ 38,476,440
Investments	7,519,311	3,305,587	10,824,898	-
Receivables (net of allowance)	41,519,801	7,427,376	48,947,177	31,773,738
Prepaid expenses and deposits	1,960,647	33,586	1,994,233	1,149,412
Inventory	-	43,608	43,608	2,457,580
Long-term notes receivable	2,925,364	100,000	3,025,364	-
Advance to component units	380,000	-	380,000	-
Restricted assets -				
Cash and cash equivalents	-	-	-	2,564,197
Beneficial interest in assets held by others	-	-	-	199,378
Net OPEB asset	-	-	-	14,965,295
Capital assets (net of accumulated depreciation)				
Assets not being depreciated	19,910,998	2,201,579	22,112,577	33,888,600
Assets being depreciated	63,762,784	21,009,561	84,772,345	236,995,269
Total assets	209,461,011	66,967,923	276,428,934	362,469,909
DEFERRED OUTFLOWS OF RESOURCES				
Related to the pension plan	19,132,054	240,216	19,372,270	10,860,927
Related to the OPEB plan	4,049,071	73,380	4,122,451	3,118,325
Deferred charges on bond refunding	207,537	-	207,537	50,984
Total deferred outflows of resources	23,388,662	313,596	23,702,258	14,030,236
LIABILITIES				
Payables and accrued liabilities	11,974,168	1,533,131	13,507,299	9,567,081
Bonds and restitution payable	430,217	-	430,217	-
Advances and deposits	82,463	-	82,463	1,851,696
Advances from primary government	-	-	-	380,000
Unearned revenue	12,510,419	2,871	12,513,290	31,476
Non-current liabilities -				
Due within one year	4,146,702	545,000	4,691,702	3,996,070
Due in more than one year				
Long-term liabilities, net of current portion	27,006,377	15,809,774	42,816,151	22,825,111
Net pension liability	38,578,802	484,384	39,063,186	18,642,182
Net OPEB liability	5,115,060	92,698	5,207,758	-
Total liabilities	99,844,208	18,467,858	118,312,066	57,293,616
DEFERRED INFLOWS OF RESOURCES				
Leases	-	-	-	482,557
Related to the pension plan	417,767	5,245	423,012	-
Related to the OPEB plan	10,140,727	183,776	10,324,503	6,521,576
Taxes levied for a subsequent period	24,658,876	-	24,658,876	1,526,313
Total deferred inflows of resources	35,217,370	189,021	35,406,391	8,530,446

(Continued)

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF NET POSITION
December 31, 2024

	Primary Government			Component Units
	Governmental Activities	Business Type Activities	Total	
NET POSITION				
Net investment in capital assets	\$ 66,280,328	\$ 16,741,860	\$ 83,022,188	\$ 247,335,637
Restricted - expendable -				
Acquisition/construction of capital assets	10,613,530	-	10,613,530	-
Debt service	92,360	-	92,360	21,449,313
Judicial	1,298,612	-	1,298,612	-
Recreation and cultural	11,362,572	-	11,362,572	-
Health and welfare	19,036,827	-	19,036,827	-
Public safety	3,916,877	-	3,916,877	-
Public works	75	-	75	-
Foreclosure sales	-	3,575,605	3,575,605	-
Net OPEB asset	-	-	-	14,965,295
Other purposes	97,252	-	97,252	248,318
Unrestricted (deficit)	<u>(14,910,338)</u>	<u>28,307,175</u>	<u>13,396,837</u>	<u>26,677,520</u>
 Total net position	 <u>\$ 97,788,095</u>	 <u>\$ 48,624,640</u>	 <u>\$ 146,412,735</u>	 <u>\$ 310,676,083</u>

(Concluded)

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF ACTIVITIES
For the year ended December 31, 2024

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental activities -				
General government	\$ 12,031,867	\$ 5,389,835	\$ 13,862,753	\$ -
Judicial	17,509,748	1,583,916	6,764,240	-
Public safety	30,894,390	5,942,779	5,254,119	-
Public works	3,933,375	-	-	-
Health and welfare	22,892,362	4,158,801	9,018,081	-
Community and economic development	1,016,849	889,734	282,647	-
Recreation and culture	13,649,373	774,838	524,243	-
Debt service	1,123,759	901,054	-	-
Total governmental activities	103,051,723	19,640,957	35,706,083	-
Business-type activities -				
Delinquent tax revolving	526,806	1,675,825	-	-
Airport commission	1,411,354	713,273	140,936	-
Sheriff's concession	812,426	944,499	-	-
School tax collections	-	-	-	-
Homestead exemption audits	23	-	-	-
Solid waste disposal system	8,589,602	7,674,796	87,920	-
Total business-type activities	11,340,211	11,008,393	228,856	-
Total primary government	\$ 114,391,934	\$ 30,649,350	\$ 35,934,939	\$ -
COMPONENT UNITS				
Road Commission	\$ 32,795,149	\$ 14,866,815	\$ 22,079,003	\$ 6,008,246
Community Mental Health Authority	102,669,376	104,104,525	4,362,422	-
Land Bank Authority	1,240	-	-	-
Brownfield Redevelopment Authority	77,340	-	68,306	-
Drainage Districts	2,042,018	6,006,257	-	-
Total component units	\$ 137,585,123	\$ 124,977,597	\$ 26,509,731	\$ 6,008,246
General revenues:				
Property taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment income				
Gain on sale of assets				
Interest and penalties on delinquent taxes				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position at beginning of year				
Prior period adjustments				
Net position at beginning of year, as restated				
Net position at end of year				

Net (Expense) Revenue and Change in Net Position			
Primary Government			Component Units
Governmental Activities	Business-type Activities	Total	
\$ 7,220,721	\$ -	\$ 7,220,721	\$ -
(9,161,592)	-	(9,161,592)	-
(19,697,492)	-	(19,697,492)	-
(3,933,375)	-	(3,933,375)	-
(9,715,480)	-	(9,715,480)	-
155,532	-	155,532	-
(12,350,292)	-	(12,350,292)	-
(222,705)	-	(222,705)	-
<u>(47,704,683)</u>	<u>-</u>	<u>(47,704,683)</u>	<u>-</u>
-	1,149,019	1,149,019	-
-	(557,145)	(557,145)	-
-	132,073	132,073	-
-	-	-	-
-	(23)	(23)	-
<u>-</u>	<u>(826,886)</u>	<u>(826,886)</u>	<u>-</u>
<u>-</u>	<u>(102,962)</u>	<u>(102,962)</u>	<u>-</u>
<u>(47,704,683)</u>	<u>(102,962)</u>	<u>(47,807,645)</u>	<u>-</u>
-	-	-	10,158,915
-	-	-	5,797,571
-	-	-	(1,240)
-	-	-	(9,034)
<u>-</u>	<u>-</u>	<u>-</u>	<u>3,964,239</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>19,910,451</u>
64,406,997	-	64,406,997	1,631,477
5,406,624	-	5,406,624	-
4,281,599	648,996	4,930,595	985,307
-	-	-	301,146
834	1,311,498	1,312,332	-
<u>(843,549)</u>	<u>843,549</u>	<u>-</u>	<u>-</u>
<u>73,252,505</u>	<u>2,804,043</u>	<u>76,056,548</u>	<u>2,917,930</u>
25,547,822	2,701,081	28,248,903	22,828,381
72,240,273	45,923,559	118,163,832	288,090,702
<u>-</u>	<u>-</u>	<u>-</u>	<u>(243,000)</u>
<u>72,240,273</u>	<u>45,923,559</u>	<u>118,163,832</u>	<u>287,847,702</u>
<u>\$ 97,788,095</u>	<u>\$ 48,624,640</u>	<u>\$ 146,412,735</u>	<u>\$ 310,676,083</u>

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

ST. CLAIR COUNTY, MICHIGAN
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2024

	Combined General	Parks and Recreation	Library	Senior Citizens Millage
ASSETS				
Cash and cash equivalents	\$ 2,812,898	\$ 3,804,155	\$ 10,213,541	\$ 5,341,891
Investments	7,269,311	-	-	-
Receivables, net of allowance -				
Property taxes	1,871,845	3,690,746	9,071,290	5,959,564
Interest and accounts	350,385	4,464	2,378	1,800
Due from other governmental units	3,705,581	21,807	52,930	35,211
Long-term notes receivable	1,125,364	-	-	-
Advances to component units	380,000	-	-	-
Deposits	29,589	-	61,176	-
	<u>17,544,973</u>	<u>7,521,172</u>	<u>19,401,315</u>	<u>11,338,466</u>
Total assets	<u>\$ 17,544,973</u>	<u>\$ 7,521,172</u>	<u>\$ 19,401,315</u>	<u>\$ 11,338,466</u>
LIABILITIES				
Accounts payable	\$ 1,087,126	\$ 180,279	\$ 247,928	\$ 427,647
Accrued liabilities	1,584,848	36,371	107,096	321
Advances and deposits	-	14,000	-	-
Due to other governmental units	23,976	-	-	-
Bonds and restitution payable	430,217	-	-	-
Unearned revenue	123,000	-	-	-
	<u>3,249,167</u>	<u>230,650</u>	<u>355,024</u>	<u>427,968</u>
Total liabilities	<u>3,249,167</u>	<u>230,650</u>	<u>355,024</u>	<u>427,968</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue -				
Delinquent property taxes	36,873	6,084	13,711	9,827
Lease contract/revolving loans	-	-	-	-
Grants/fees	532,720	2,580	14	-
Taxes levied for subsequent period	-	3,848,516	9,460,314	6,214,323
	<u>569,593</u>	<u>3,857,180</u>	<u>9,474,039</u>	<u>6,224,150</u>
Total deferred inflows of resources	<u>569,593</u>	<u>3,857,180</u>	<u>9,474,039</u>	<u>6,224,150</u>
FUND BALANCES				
Nonspendable -				
Long-term receivables/advances	1,505,364	-	-	-
Deposits	29,589	-	-	-
Restricted	-	3,433,342	9,572,252	4,686,348
Committed	1,562,994	-	-	-
Unassigned	10,628,266	-	-	-
	<u>13,726,213</u>	<u>3,433,342</u>	<u>9,572,252</u>	<u>4,686,348</u>
Total fund balances	<u>13,726,213</u>	<u>3,433,342</u>	<u>9,572,252</u>	<u>4,686,348</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 17,544,973</u>	<u>\$ 7,521,172</u>	<u>\$ 19,401,315</u>	<u>\$ 11,338,466</u>

Drug Task Force	American Rescue Plan	Opioid Settlement	Other Governmental Funds	Total Governmental Funds
\$ 2,906,881	\$ 17,630,784	\$ 3,417,741	\$ 23,859,832	\$ 69,987,723
-	-	-	250,000	7,519,311
4,178,953	-	-	746,453	25,518,851
-	-	8,937,065	986,113	10,282,205
10,006	-	-	1,417,063	5,242,598
-	-	-	1,800,000	2,925,364
-	-	-	-	380,000
-	-	-	-	90,765
<u>\$ 7,095,840</u>	<u>\$ 17,630,784</u>	<u>\$ 12,354,806</u>	<u>\$ 29,059,461</u>	<u>\$ 121,946,817</u>
\$ 242,373	\$ 2,754,305	\$ 943	\$ 673,056	\$ 5,613,657
71,308	-	3,486	357,251	2,160,681
-	-	-	68,463	82,463
-	-	-	2,341,578	2,365,554
-	-	-	-	430,217
-	11,713,676	-	673,743	12,510,419
<u>313,681</u>	<u>14,467,981</u>	<u>4,429</u>	<u>4,114,091</u>	<u>23,162,991</u>
6,889	-	-	1,038	74,422
-	-	-	2,448,981	2,448,981
2,875	-	8,937,065	110,358	9,585,612
4,357,596	-	-	778,127	24,658,876
<u>4,367,360</u>	<u>-</u>	<u>8,937,065</u>	<u>3,338,504</u>	<u>36,767,891</u>
-	-	-	-	1,505,364
-	-	-	-	29,589
2,414,799	-	3,413,312	14,897,534	38,417,587
-	3,162,803	-	6,709,332	11,435,129
-	-	-	-	10,628,266
<u>2,414,799</u>	<u>3,162,803</u>	<u>3,413,312</u>	<u>21,606,866</u>	<u>62,015,935</u>
<u>\$ 7,095,840</u>	<u>\$ 17,630,784</u>	<u>\$ 12,354,806</u>	<u>\$ 29,059,461</u>	<u>\$ 121,946,817</u>

ST. CLAIR COUNTY, MICHIGAN
RECONCILIATION OF THE BALANCE SHEET FOR GOVERNMENTAL FUNDS
TO STATEMENT OF NET POSITION
December 31, 2024

Fund balances - total governmental funds			\$ 62,015,935
Amounts reported for governmental activities in the statement of net position are different because:			
Expenses recorded in the funds on the purchase method			527,196
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds			
Capital assets			172,028,811
Accumulated depreciation/amortization			(88,404,922)
Certain assets do not represent current financial resources and are, therefore, not recorded in the funds			
Interest receivable on capital lease contract			19,688
Certain pension and OPEB contributions and changes in pension and OPEB plan liabilities are reported as deferred outflows (inflows) of resources in the statement of net position			
Deferred outflows of resources			23,181,125
Deferred inflows of resources			(10,558,494)
Other long term assets are not available to pay for current period expenditures, and therefore, are deferred in the funds			
Delinquent personal property taxes	\$	74,422	
Housing rehabilitation loan		648,981	
Capital lease contract		1,800,000	
Grants/fees		<u>9,585,612</u>	12,109,015
Internal service fund used by management to charge cost of property, liability, health, disability, workers compensation, and life insurance expenses and claims. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.			650,267
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the governmental funds			
Bonds payable		(17,045,000)	
Drain district assessments payable		(3,186,274)	
Lease liability		(1,429,652)	
SBITA liability		(368,076)	
Installment purchase payable		(32,904)	
Accrued interest on bonds/notes payable		(109,122)	
Net pension liability		(38,578,802)	
Net OPEB liability		(5,115,060)	
Accrued compensated absences		<u>(7,597,814)</u>	(73,462,704)
Charges on refunding are reported currently in the governmental funds, whereas they are capitalized and amortized from net position			207,537
Premiums on bonds are reported as other financing sources in the governmental funds, whereas they are capitalized and amortized from net position (netted against bonds payable)			<u>(525,359)</u>
Net position of governmental activities			<u>\$ 97,788,095</u>

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

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the year ended December 31, 2024

	Combined General	Parks and Recreation	Library	Senior Citizens Millage
REVENUES				
Taxes	\$ 41,575,117	\$ 3,693,655	\$ 8,979,490	\$ 5,964,234
Licenses and permits	205,247	-	-	-
Intergovernmental	16,185,200	202,100	319,563	78,255
Charges for services	7,968,181	263,405	77,876	-
Fines and forfeits	302,732	-	334,790	-
Interest and rent	2,268,563	114,341	311,105	185,047
Other	2,375,143	65,395	33,357	17,527
Total revenues	70,880,183	4,338,896	10,056,181	6,245,063
EXPENDITURES				
Current -				
General government	11,941,307	-	-	-
Judicial	15,679,055	-	-	-
Public safety	29,397,897	-	-	-
Public works	2,231,696	-	-	-
Health and welfare	2,523,581	-	-	6,227,038
Community and economic development	1,052,001	-	-	-
Recreation and cultural	-	3,794,045	7,655,694	-
Capital outlay	-	-	-	-
Debt service -				
Principal	419,474	-	-	-
Interest and charges	159,088	-	-	-
Total expenditures	63,404,099	3,794,045	7,655,694	6,227,038
Revenues over (under) expenditures	7,476,084	544,851	2,400,487	18,025
OTHER FINANCING SOURCES (USES)				
Issuance of notes/SBITAs	607,568	-	-	-
Lease proceeds	-	-	-	-
Transfers from other funds	2,091,687	-	-	-
Transfers to other funds	(9,913,998)	-	-	-
Total other financing sources (uses)	(7,214,743)	-	-	-
Net change in fund balances	261,341	544,851	2,400,487	18,025
Fund balances at beginning of year	13,464,872	2,888,491	7,171,765	4,668,323
Fund balances at end of year	\$ 13,726,213	\$ 3,433,342	\$ 9,572,252	\$ 4,686,348

Drug Task Force	American Rescue Plan	Opioid Settlement	Other Governmental Funds	Total Governmental Funds
\$ 4,182,225	\$ -	\$ -	\$ 207	\$ 64,394,928
-	-	-	442,450	647,697
-	12,189,783	-	11,747,451	40,722,352
-	-	-	5,061,570	13,371,032
-	-	-	83,604	721,126
105,803	1,262,276	-	1,214,803	5,461,938
22,061	3,500	2,222,941	1,255,803	5,995,727
<u>4,310,089</u>	<u>13,455,559</u>	<u>2,222,941</u>	<u>19,805,888</u>	<u>131,314,800</u>
-	2,716,860	-	311,012	14,969,179
-	1,180,209	-	4,867,001	21,726,265
3,557,619	2,211,800	-	161,201	35,328,517
-	2,033,084	-	-	4,264,780
-	2,723,977	194,110	15,369,671	27,038,377
-	203,865	-	-	1,255,866
-	1,123,488	-	1,747,373	14,320,600
-	-	-	2,163,781	2,163,781
18,018	-	-	4,001,391	4,438,883
4,359	-	-	560,335	723,782
<u>3,579,996</u>	<u>12,193,283</u>	<u>194,110</u>	<u>29,181,765</u>	<u>126,230,030</u>
<u>730,093</u>	<u>1,262,276</u>	<u>2,028,831</u>	<u>(9,375,877)</u>	<u>5,084,770</u>
-	-	-	-	607,568
-	-	-	1,357,271	1,357,271
-	-	-	11,806,638	13,898,325
(575,207)	-	(14,189)	(6,438,480)	(16,941,874)
<u>(575,207)</u>	<u>-</u>	<u>(14,189)</u>	<u>6,725,429</u>	<u>(1,078,710)</u>
154,886	1,262,276	2,014,642	(2,650,448)	4,006,060
<u>2,259,913</u>	<u>1,900,527</u>	<u>1,398,670</u>	<u>24,257,314</u>	<u>58,009,875</u>
<u>\$ 2,414,799</u>	<u>\$ 3,162,803</u>	<u>\$ 3,413,312</u>	<u>\$ 21,606,866</u>	<u>\$ 62,015,935</u>

ST. CLAIR COUNTY, MICHIGAN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the year ended December 31, 2024

Net change in fund balances - total governmental funds		\$ 4,006,060	
Change in prepaid expenses recorded in the funds on the purchase method		73,883	
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 outlay		12,682,320	
Depreciation/amortization expense		(5,804,269)	
Loss from sale/disposal of assets		(44,600)	
Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(1,871,706)	
The issuance of long-term debt (e.g. bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources to governmental funds. Neither transaction, however, has any effect on net position.			
Principal payments on long term liabilities		4,170,731	
Issuance of debt - drain notes and SBITAs		(607,568)	
Issuance of leases		(1,357,271)	
Accrued interest expense on bonds and the amortization of bond discounts, premiums, and deferred losses are not recorded by governmental funds, but are reported under interest and fiscal charges for the purpose of net position.			
Decrease in accrued interest payable		24,589	
Amortization of bond premium		121,785	
Amortization of deferred charge on refunding		(86,351)	
Internal service funds used by management to charge costs of property, liability, health, disability, workers compensation and life insurance expenses and claims. The net revenues (expenses) attributable to those funds is reported with governmental activities.			
		3,495	
Change in deferred outflows of resources and deferred inflows of resources related to the pension and OPEB plans		(5,386,161)	
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 the funds.			
Decrease in net OPEB liability	\$ 11,864,515		
Decrease in net pension liability	9,196,641		
Increase in accrued compensated absences	(1,438,271)	19,622,885	
Change in net position of governmental activities		<u>\$ 25,547,822</u>	

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
December 31, 2024

	Business-type Activities - Enterprise Funds					Governmental Activities
	Solid Waste Disposal System	Delinquent Tax Revolving	Airport Commission	Other Proprietary Funds	Total	Internal Service Fund
ASSETS						
Current assets -						
Cash and cash equivalents	\$ 11,170,767	\$ 20,107,336	\$ 791,992	\$ 776,531	\$ 32,846,626	\$ 1,494,383
Investments	-	3,305,587	-	-	3,305,587	-
Receivables, net of allowance:						
Delinquent taxes	-	4,767,267	-	-	4,767,267	-
Interest and accounts	857,652	1,543,041	21,482	163,535	2,585,710	456,459
Due from other governmental units	52,817	1,298	20,284	-	74,399	-
Inventory	-	-	43,608	-	43,608	-
Prepaid expenses and deposits	10,452	20,877	2,257	-	33,586	1,342,686
Total current assets	12,091,688	29,745,406	879,623	940,066	43,656,783	3,293,528
Noncurrent assets -						
Capital assets	52,141,185	268,680	11,933,739	-	64,343,604	116,737
Less - accumulated depreciation	(35,636,025)	(268,680)	(5,227,759)	-	(41,132,464)	(66,844)
Capital assets, net	16,505,160	-	6,705,980	-	23,211,140	49,893
Notes receivable	100,000	-	-	-	100,000	-
Total noncurrent assets	16,605,160	-	6,705,980	-	23,311,140	49,893
Total assets	28,696,848	29,745,406	7,585,603	940,066	66,967,923	3,343,421
DEFERRED OUTFLOWS OF RESOURCES						
Related to pension plan	240,216	-	-	-	240,216	-
Related to OPEB plan	73,380	-	-	-	73,380	-
Total deferred outflows of resources	313,596	-	-	-	313,596	-

	Business-type Activities - Enterprise Funds					Governmental Activities
	Solid Waste Disposal System	Delinquent Tax Revolving	Airport Commission	Other Proprietary Funds	Total	Internal Service Fund
LIABILITIES						
Current liabilities -						
Accounts payable	\$ 688,264	\$ 35,713	\$ 61,531	\$ 28,482	\$ 813,990	\$ 666,857
Accrued expenses	15,646	633,096	7,533	1,941	658,216	1,058,297
Due to other governmental units	12,266	8,226	-	-	20,492	-
Accrued interest payable	40,433	-	-	-	40,433	-
Current portion of long-term liabilities	545,000	-	-	-	545,000	184,000
Unearned revenue	-	-	2,871	-	2,871	-
Total current liabilities	<u>1,301,609</u>	<u>677,035</u>	<u>71,935</u>	<u>30,423</u>	<u>2,081,002</u>	<u>1,909,154</u>
Long-term Liabilities (less current portions) -						
Accrued vacation and sick	44,729	-	30,700	-	75,429	-
Accrued insurance claims	-	-	-	-	-	784,000
Net pension liability	484,384	-	-	-	484,384	-
Net OPEB liability	92,698	-	-	-	92,698	-
Bonds payable	5,924,280	-	-	-	5,924,280	-
Estimated closure and post closure costs	9,810,065	-	-	-	9,810,065	-
Total long-term liabilities	<u>16,356,156</u>	<u>-</u>	<u>30,700</u>	<u>-</u>	<u>16,386,856</u>	<u>784,000</u>
Total liabilities	<u>17,657,765</u>	<u>677,035</u>	<u>102,635</u>	<u>30,423</u>	<u>18,467,858</u>	<u>2,693,154</u>
DEFERRED INFLOWS OF RESOURCES						
Related to pension plan	5,245	-	-	-	5,245	-
Related to OPEB plan	183,776	-	-	-	183,776	-
Total deferred inflows of resources	<u>189,021</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>189,021</u>	<u>-</u>
NET POSITION						
Net investment in capital assets	10,035,880	-	6,705,980	-	16,741,860	49,893
Restricted - expendable foreclosure sales	-	3,575,605	-	-	3,575,605	-
Unrestricted	<u>1,127,778</u>	<u>25,492,766</u>	<u>776,988</u>	<u>909,643</u>	<u>28,307,175</u>	<u>600,374</u>
Total net position	<u>\$ 11,163,658</u>	<u>\$ 29,068,371</u>	<u>\$ 7,482,968</u>	<u>\$ 909,643</u>	<u>\$ 48,624,640</u>	<u>\$ 650,267</u>

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the year ended December 31, 2024

	Business-type Activities - Enterprise Funds					Governmental Activities
	Solid Waste Disposal System	Delinquent Tax Revolving	Airport Commission	Other Proprietary Funds	Total	Internal Service Fund
OPERATING REVENUES						
Charges for services	\$ 7,665,887	\$ 1,675,825	\$ 451,685	\$ 944,499	\$ 10,737,896	\$ 13,106,878
Interest and rents	-	1,311,498	251,135	-	1,562,633	-
Other	8,909	-	10,453	-	19,362	695,695
Total operating revenues	7,674,796	2,987,323	713,273	944,499	12,319,891	13,802,573
OPERATING EXPENSES						
Personal services	327,419	218,684	339,452	76,288	961,843	385,591
Supplies	1,212,800	-	360,022	8,757	1,581,579	15,791
Other services	5,624,830	308,122	266,676	727,404	6,927,032	15,593,962
Closure and post closure costs	488,764	-	-	-	488,764	-
Depreciation	765,963	-	445,204	-	1,211,167	3,734
Total operating expenses	8,419,776	526,806	1,411,354	812,449	11,170,385	15,999,078
Operating income (loss)	(744,980)	2,460,517	(698,081)	132,050	1,149,506	(2,196,505)
NON-OPERATING REVENUES (EXPENSES)						
Investment gain (loss)	59,327	589,425	-	244	648,996	-
Intergovernmental grants	87,920	-	140,936	-	228,856	-
Interest expense	(169,826)	-	-	-	(169,826)	-
Total non-operating revenues (expenses)	(22,579)	589,425	140,936	244	708,026	-
Net income (loss) before transfers	(767,559)	3,049,942	(557,145)	132,294	1,857,532	(2,196,505)
TRANSFERS						
Transfers from other funds	3,000,000	-	150,000	-	3,150,000	2,200,000
Transfers to other funds	-	(2,201,801)	-	(104,650)	(2,306,451)	-
Total transfers	3,000,000	(2,201,801)	150,000	(104,650)	843,549	2,200,000
Change in net position	2,232,441	848,141	(407,145)	27,644	2,701,081	3,495
Net position at beginning of year	8,931,217	28,220,230	7,890,113	881,999	45,923,559	646,772
Net position at end of year	\$ 11,163,658	\$ 29,068,371	\$ 7,482,968	\$ 909,643	\$ 48,624,640	\$ 650,267

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended December 31, 2024

	Business-type Activities - Enterprise Funds					Governmental Activities
	Solid Waste Disposal System	Delinquent Tax Revolving	Airport Commission	Other Proprietary Funds	Total	Internal Service Fund
CASH FLOWS FROM OPERATION						
ACTIVITIES						
Cash receipts from customers	\$ 7,832,906	\$ 11,593,379	\$ 653,952	\$ 877,057	\$ 20,957,294	\$ 577,473
Cash receipts from interfund services	-	-	-	-	-	13,106,878
Cash payments to suppliers	(7,161,561)	(9,823,953)	(588,720)	(743,539)	(18,317,773)	(14,681,304)
Cash payments to employees	(543,990)	(9,526)	(290,482)	(68,910)	(912,908)	(385,591)
Cash payments for interfund services	(55,255)	-	(31,810)	(6,745)	(93,810)	-
Other cash receipts	96,829	-	140,936	-	237,765	-
Net cash provided by (used in) operating activities	168,929	1,759,900	(116,124)	57,863	1,870,568	(1,382,544)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Cash receipts/payments to other funds	-	2,000,000	-	-	2,000,000	-
Transfers from other funds	-	-	150,000	-	150,000	2,200,000
Transfers to other funds	3,000,000	(2,201,801)	-	(104,650)	693,549	-
Net cash provided by (used in) non-capital related financing activities	3,000,000	(201,801)	150,000	(104,650)	2,843,549	2,200,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Payments on bonds	(535,000)	-	-	-	(535,000)	-
Interest paid	(173,170)	-	-	-	(173,170)	-
Acquisition and construction of capital assets	(1,239,893)	-	(11,279)	-	(1,251,172)	-
Net cash provided by (used in) capital related financing activities	(1,948,063)	-	(11,279)	-	(1,959,342)	-
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest received	59,327	589,425	-	244	648,996	-
Purchase of investments	-	(196,279)	-	-	(196,279)	-
Net cash provided by investing activities	59,327	393,146	-	244	452,717	-
Net increase (decrease) in cash and cash equivalents	1,280,193	1,951,245	22,597	(46,543)	3,207,492	817,456
Cash and cash equivalents, beginning of year	9,890,574	18,156,091	769,395	823,074	29,639,134	676,927
Cash and cash equivalents, end of year	<u>\$ 11,170,767</u>	<u>\$ 20,107,336</u>	<u>\$ 791,992</u>	<u>\$ 776,531</u>	<u>\$ 32,846,626</u>	<u>\$ 1,494,383</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended December 31, 2024

	Business-type Activities - Enterprise Funds					Governmental Activities
	Solid Waste Disposal System	Delinquent Tax Revolving	Airport Commission	Other Proprietary Funds	Total	Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES						
Operating income (loss)	\$ (744,980)	\$ 2,460,517	\$ (698,081)	\$ 132,050	\$ 1,149,506	\$ (2,196,505)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities -						
Depreciation	765,963	-	445,204	-	1,211,167	3,734
Loss on disposal of assets	42,156	-	-	-	42,156	-
Estimated closure and post closure costs	488,764	-	-	-	488,764	-
Intergovernmental grants	87,920	-	140,936	-	228,856	-
Change in assets and liabilities:						
Receivables	156,095	(957,977)	(14,901)	(67,442)	(884,225)	(118,222)
Inventory	-	-	16,671	-	16,671	-
Prepays and deposits	9,174	(1,013)	(2,056)	-	6,105	236,162
Deferred outflows/inflows of resources related to pension and OPEB plans	112,774	-	-	-	112,774	-
Accounts payable/accrued expenses	(744,546)	231,994	40,523	(6,745)	(478,774)	692,287
Due to/from other governmental units	(4,391)	26,379	(1,608)	-	20,380	-
Unearned revenue	-	-	(42,812)	-	(42,812)	-
Net cash provided by (used in) operating activities	<u>\$ 168,929</u>	<u>\$ 1,759,900</u>	<u>\$ (116,124)</u>	<u>\$ 57,863</u>	<u>\$ 1,870,568</u>	<u>\$ (1,382,544)</u>

(Concluded)

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
December 31, 2024

	Pension and Other Employee Benefits	Landfill Private-Purpose Trust Fund	Custodial Funds
ASSETS			
Cash and cash equivalents	\$ 8,001,511	\$ 3,163,367	\$ 4,385,973
Investments -			
U.S. government/agencies	18,780,783	-	-
Corporate debt	3,166,373	-	-
Stocks	45,828,577	-	-
Mortgage-backed securities	12,509,085	-	-
Mutual funds	227,724,826	-	3,102,186
Partnerships	36,143,232	-	-
Receivables -			
Interest/dividends and accounts	255,084	12,011	341,557
Other	13,382	-	-
Due from other governmental units	-	-	88,370
	<u>352,422,853</u>	<u>3,175,378</u>	<u>7,918,086</u>
Total assets			
	<u>352,422,853</u>	<u>3,175,378</u>	<u>7,918,086</u>
LIABILITIES			
Accounts payable	95,864	-	217
Accrued liabilities	3,435	-	-
Due to individuals and agencies	-	-	5,196,123
Due to other governmental units	-	-	665,838
Undistributed taxes	-	-	2,055,908
	<u>99,299</u>	<u>-</u>	<u>7,918,086</u>
Total liabilities			
	<u>99,299</u>	<u>-</u>	<u>7,918,086</u>
NET POSITION			
Restricted for pension benefits	283,164,111	-	-
Restricted for other postemployment benefits	69,159,443	-	-
Restricted for landfill perpetual care	-	3,175,378	-
	<u>\$ 352,323,554</u>	<u>\$ 3,175,378</u>	<u>\$ -</u>
Total net position			
	<u>\$ 352,323,554</u>	<u>\$ 3,175,378</u>	<u>\$ -</u>

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the year ended December 31, 2024

	Pension and Other Employee Benefits	Landfill Private-Purpose Trust Fund	Custodial Funds
ADDITIONS			
Contributions -			
Member contributions	\$ 1,986,358	\$ -	\$ -
Employer contributions	10,475,899	-	-
Total contributions	12,462,257	-	-
Investment income -			
Net appreciation in fair value of investments	26,857,840	-	-
Interest/dividends	8,171,840	170,007	-
Less - investment expense	(610,120)	(1,000)	-
Net investment income	34,419,560	169,007	-
Other -			
Penal fines	-	-	9,911
Court costs	-	-	1,481,195
Transfer taxes collected	-	-	5,407,264
Concealed weapon permit fees	-	-	139,906
Taxes collected	-	-	90,859,223
Public guardian trust receipts	-	-	7,346,313
Other	14,217	-	356,534
Total other	14,217	-	105,600,346
Total additions	46,896,034	169,007	105,600,346
DEDUCTIONS			
Retirement payroll	19,705,494	-	-
Health/dental insurance	3,204,730	-	-
Death benefits	42,000	-	-
Employee refunds	86,017	-	-
Administration	165,171	-	-
Penal fines paid to libraries	-	-	9,911
Court costs paid to State	-	-	1,481,195
Transfer taxes paid to State	-	-	5,407,264
Concealed weapon permit fees paid to State	-	-	139,906
Taxes paid to other entities	-	-	90,859,223
Payments made on-behalf of public guardian clients	-	-	7,346,313
Other	-	-	356,534
Total deductions	23,203,412	-	105,600,346
Net increase	23,692,622	169,007	-
Net position at beginning of year	328,630,932	3,006,371	-
Net position at end of year	<u>\$ 352,323,554</u>	<u>\$ 3,175,378</u>	<u>\$ -</u>

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF NET POSITION
DISCRETELY PRESENTED COMPONENT UNITS
December 31, 2024

	Road Commission	Community Mental Health Authority	Land Bank Authority
ASSETS			
Cash and cash equivalents	\$ 19,550,680	\$ 12,246,289	\$ 243,600
Receivables (net of allowance)	7,233,035	6,520,483	10,832
Prepaid expenses	227,074	922,338	-
Inventory	2,457,580	-	-
Restricted assets -			
Cash and cash equivalents	-	2,564,197	-
Beneficial interest in assets held by others	-	199,378	-
Net OPEB asset	1,335,621	13,629,674	-
Capital assets (net of accumulated depreciation) -			
Assets not being depreciated	27,885,335	2,070,767	-
Assets being depreciated	179,330,736	10,442,743	-
Total assets	238,020,061	48,595,869	254,432
DEFERRED OUTFLOWS OF RESOURCES			
Related to the pension plan	4,700,274	6,160,653	-
Related to the OPEB plan	1,896,410	1,221,915	-
Deferred charges on bond refunding	-	50,984	-
Total deferred outflows of resources	6,596,684	7,433,552	-
LIABILITIES			
Payables and accrued liabilities	969,196	7,980,999	-
Accrued interest	-	2,358	-
Advances and deposits	1,851,696	-	-
Advance from primary government	-	-	-
Unearned revenue	-	31,476	-
Non-current liabilities -			
Due within one year	458,000	1,426,092	-
Due in more than one year:			
Long-term liabilities	193,000	5,108,271	-
Net pension liability	8,155,547	10,486,635	-
Total liabilities	11,627,439	25,035,831	-
DEFERRED INFLOWS OF RESOURCES			
Leases	309,802	172,755	-
Related to the OPEB plan	2,135,140	4,386,436	-
Taxes levied for a subsequent period	1,526,313	-	-
Total deferred inflows of resources	3,971,255	4,559,191	-
NET POSITION			
Net investment in capital assets	207,216,071	8,780,282	-
Restricted -			
Net OPEB asset	1,335,621	13,629,674	-
Donations	-	98,940	-
Beneficial interest	-	149,378	-
Debt service	-	-	-
Unrestricted	20,466,359	3,776,125	254,432
Total net position	\$ 229,018,051	\$ 26,434,399	\$ 254,432

Brownfield Redevelopment Authority	Drainage Districts	Totals
\$ 273,946	\$ 6,161,925	\$ 38,476,440
8,992	18,000,396	31,773,738
-	-	1,149,412
-	-	2,457,580
-	-	2,564,197
-	-	199,378
-	-	14,965,295
-	3,932,498	33,888,600
-	47,221,790	236,995,269
282,938	75,316,609	362,469,909
-	-	10,860,927
-	-	3,118,325
-	-	50,984
-	-	14,030,236
5,802	458,744	9,414,741
-	149,982	152,340
-	-	1,851,696
-	380,000	380,000
-	-	31,476
50,814	2,061,164	3,996,070
100,000	17,423,840	22,825,111
-	-	18,642,182
156,616	20,473,730	57,293,616
-	-	482,557
-	-	6,521,576
-	-	1,526,313
-	-	8,530,446
-	31,339,284	247,335,637
-	-	14,965,295
-	-	98,940
-	-	149,378
-	21,449,313	21,449,313
126,322	2,054,282	26,677,520
<u>\$ 126,322</u>	<u>\$ 54,842,879</u>	<u>\$ 310,676,083</u>

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

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
For the year ended December 31, 2024

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
ROAD COMMISSION				
Governmental activities - highways and streets	\$ 32,795,149	\$ 14,866,815	\$ 22,079,003	\$ 6,008,246
COMMUNITY MENTAL HEALTH AUTHORITY				
Business-type activities - health and welfare	102,669,376	104,104,525	4,362,422	-
LAND BANK AUTHORITY				
Governmental activities -				
Community and economic development	1,240	-	-	-
BROWNFIELD REDEVELOPMENT AUTHORITY				
Governmental activities -				
Community and economic development	77,340	-	68,306	-
DRAINAGE DISTRICTS				
Governmental activities -				
Public works	1,256,058	6,006,257	-	-
Interest on long-term debt	785,960	-	-	-
Total drains	2,042,018	6,006,257	-	-
Total component units	\$ 137,585,123	\$ 124,977,597	\$ 26,509,731	\$ 6,008,246
General revenues -				
Property taxes				
Unrestricted investment income				
Gain on disposal of fixed assets				
Total general revenues				
Change in net position				
Net position at beginning of year				
Prior period adjustments				
Net position at beginning of year, as restated				
Net position at end of year				

Net (Expense) Revenue and Change in Net Position					
Road Commission	Community Mental Health Authority	Land Bank Authority	Brownfield Redevelopment Authority	Drainage Districts	Total
<u>\$ 10,158,915</u>					\$ 10,158,915
	<u>\$ 5,797,571</u>				5,797,571
		<u>\$ (1,240)</u>			(1,240)
			<u>\$ (9,034)</u>		(9,034)
				\$ 4,750,199	4,750,199
				<u>(785,960)</u>	<u>(785,960)</u>
				<u>3,964,239</u>	
					<u>19,910,451</u>
1,465,691	-	20,060	145,726	-	1,631,477
555,970	358,910	6,310	-	64,117	985,307
209,230	-	-	-	91,916	301,146
<u>2,230,891</u>	<u>358,910</u>	<u>26,370</u>	<u>145,726</u>	<u>156,033</u>	<u>2,917,930</u>
<u>12,389,806</u>	<u>6,156,481</u>	<u>25,130</u>	<u>136,692</u>	<u>4,120,272</u>	<u>22,828,381</u>
216,871,245	20,277,918	229,302	(10,370)	50,722,607	288,090,702
<u>(243,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(243,000)</u>
<u>216,628,245</u>	<u>20,277,918</u>	<u>229,302</u>	<u>(10,370)</u>	<u>50,722,607</u>	<u>287,847,702</u>
<u>\$ 229,018,051</u>	<u>\$ 26,434,399</u>	<u>\$ 254,432</u>	<u>\$ 126,322</u>	<u>\$ 54,842,879</u>	<u>\$ 310,676,083</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The County of St. Clair, Michigan (the "County"), was organized on March 28, 1820 and covers an area of approximately 700 square miles, with the County seat located in the City of Port Huron, Michigan. The County operates under an elected Board of Commissioners (7 members) and provides services to its approximately 160,000 residents in many areas including law enforcement, administration of justice, community enrichment and development, public works, health and welfare, and recreation and culture.

These financial statements present the County and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are in substance part of the government's operations. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

DISCRETELY PRESENTED COMPONENT UNITS

St. Clair County Road Commission - The St. Clair County Road Commission (the "Road Commission") is responsible for the maintenance and construction of the County road system in St. Clair County. The Road Commission operations are financed primarily from the State distribution of gas and weight taxes, federal financial assistance, property taxes, and contributions from other local governmental units within the County. The Road Commission operates under a Board, which consists of three commissioners who are appointed by the County Commissioners who are not County Board members. The Road Commission is financially accountable to the County for the following reasons: all general long-term debt issuance, excluding capital lease purchase agreements, requires County authorization and tax levies require approval of the County Commissioners.

Drainage Districts - The St. Clair County Drain Commissioner is solely responsible for the administration of the drainage districts established pursuant to Act 40, P.A. 1956, as amended, of the Michigan Drain Code. The statutory Inter-County Drainage Boards consists of the State Director of Agriculture and the Drain Commissioners of each County involved in the projects. Each of the drainage districts are separate legal entities. The Drainage Board or Drain Commissioners, on behalf of the drainage district, may issue debt and levy special assessments authorized by the Drain Code without the prior approval of the County Board of Commissioners. The Drain Commission and all operations for the Drain Commission office are budgeted and reported as part of the County General Fund, except for maintenance and construction of individual drains, which is accounted for through the various drain funds. Maintenance and construction of individual drains are assessed to the benefited property owner. The full faith and credit of the County is often given for the debt of the drainage district upon authorization of the County Board of Commissioners.

Brownfield Redevelopment Authority - Established under laws of the State of Michigan for the purpose of remediation, removal, and redevelopment of functionally obsolete or formerly blighted or contaminated properties for beneficial uses, the County qualifies for financing public facilities and general infrastructure needs for specific remediation sites. The governing body is appointed by the County Board of Commissioners. Their budget is also approved by the County Board of Commissioners. Funding for the Brownfield Redevelopment Authority is provided by increased tax collections from increased tax values within the designated areas.

St. Clair County Community Mental Health Authority (CMHA) - On January 1, 2000, the St. Clair County Community Mental Health Services Board adopted Authority status under Public Act 290 of the Public Acts of 1995. The County Board of Commissioners appoints the 12-member board, can remove the appointed members at will, can dissolve CMHA, and provides annual appropriations to CMHA.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

St. Clair County Land Bank Authority - Established pursuant to the Michigan Land Bank Fast Track Public Act 258 of 2003 and an Intergovernmental Agreement entered into between the Michigan Land Bank Fast Track Authority and the St. Clair County Treasurer. The Land Bank Authority is governed by a five-member board including the St. Clair County Treasurer, who is, by law, its Chairperson, and four other members appointed by the St. Clair County Board of Commissioners. The Land Bank Authority was created to acquire, hold, manage and develop tax-foreclosed properties, as well as other vacant and abandoned properties. The Land Bank Authority is primarily funded through contributions from the County and the Director of the Land Bank Authority is an employee of the County. The County Board of Commissioners can significantly influence the operations of the Land Bank Authority.

Component Unit Financial Statements - The St. Clair County Road Commission and the St. Clair County Community Mental Health Authority are audited separately and complete financial statements may be obtained from the administration offices at the following locations:

St. Clair County Road Commission
21 Airport Drive
St. Clair, MI 48079

St. Clair County Community Mental Health Authority
3111 Electric Avenue
Port Huron, MI 48060

The component units associated with the activities of the drainage districts administered by the St. Clair County Drain Commissioner, the Land Bank Authority administered by the County Treasurer, and Brownfield Redevelopment Authority are included within the scope of the audit of the basic financial statements. Separate audited financial statements for these component units were not issued.

Fiscal Year-Ends - All of the County Funds and Component Units operate and are reported on a December 31 year-end with the exception of the St. Clair County Community Mental Health Authority, which operates and is reported as of September 30.

B. Government-wide and Fund Financial Statements

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

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

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

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. 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 funds and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 collected 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 normally collected within 60 days of the end of the current fiscal period except for reimbursement grants, which are recognized if collected or could have been collected within 90 days, with the exception of changes in the fair value of investments, which are recognized immediately. 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.

State shared revenue, licenses, notes receivable, and interest associated with the current fiscal period are all considered to be susceptible to accrual and therefore have been recognized as revenues of the current fiscal period. Property taxes are recognized as revenue in the year for which they are levied. 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:

Combined General Fund - is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The Budget Incentive and Development Revolving Funds have been included in the Combined General Fund as revenues come from the General Fund and can be used for General Fund operations.

Parks and Recreation - is used to account for a County special millage to be used to expand and enhance the County Park system.

Library - is used to account for a County special millage for the operations of the Public Library.

Senior Citizens Millage - is used to account for a County special millage to be used for senior citizens' activities.

Drug Task Force - is used to account for a County special millage and seized property used for the enhancement of the law enforcement effort pertaining to controlled substances. It also includes funding for drug prevention programs from state and federal sources.

American Rescue Plan - is used to account for proceeds of and the spending of the County's allocation of American Rescue Plan Act funding.

Opioid Settlement - is used to account for fees received for various settlements related to the opioid crisis.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The County reports the following major proprietary funds:

Solid Waste Disposal System - is used to account for the operations of the County-owned landfill, which provides a disposal area for County commercial and residential refuse.

Delinquent Tax Revolving Fund - is used to account for the payment to each local unit of government within the County of the delinquent real property taxes outstanding as of March 1 of each year. The fund is also used to account for the collection of those delinquent taxes along with penalties and interest. Also, the fund is used to account for the activity related to property foreclosures.

Airport Commission - is used to account for the operation of the County-owned airport, which sells gasoline, rents hangars, etc.

Additionally, the County reports the following fund types:

Governmental Fund Types -

Special Revenue Funds - are used to account for the proceeds that are restricted or committed for expenditures for specific purposes other than debt service or capital projects.

Debt Service Funds - are used to account for the accumulation of resources for, and the payment of, principal and interest on long-term debt of governmental funds.

Capital Project Funds - are used to account for financial resources to be used for the acquisition or construction of major capital projects (other than those financed by Proprietary and Trust Funds).

Proprietary Fund Types -

Enterprise Funds - are used to report operations for services to the general public, financed primarily by user charges intended to recover the cost of services provided, and include sheriff's concession, homestead exemption audits, and school tax collection funds.

Internal Service Fund - is used to account for the charges for services from funds and departments for self-funded disability, unemployment, workers' compensation, and health care, and to account for the payment of related insurance claims and expenses.

Fiduciary Fund Types - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. St. Clair County's fiduciary funds include:

Pension and Other Postemployment Benefits Funds - are used to account for activity of the Employees' Retirement System and Employees' Other Postemployment Benefit (OPEB) Plan, which accumulates resources for pension payments and health benefit payments to eligible retirees.

Private Purpose Trust Fund (Landfill Perpetual Care) - is used to account for the accumulation of statutory fees and interest earnings to be used by the State of Michigan to safely maintain the landfill after the closure.

Custodial Funds - are used to account for assets held by the County as an agent for individuals, private organizations, and other governmental units, including tax collections, court fees, and library collections of penal fines.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal on-going operations. The principal operating revenues of the Enterprise and Internal Service Funds are charges to customers for sales and services and intergovernmental operating grants. Operating expenses from Enterprise and Internal Service Funds include costs of sales and services, administrative expense, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first and then unrestricted resources as they are needed.

D. Assets, Liabilities, Deferred Inflows/Outflows of Resources, and Net Position or Fund Balance

Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, investment trust funds, and certificates of deposit with original maturities of three months or less from the date of acquisition. The investment trust funds have the general characteristics of demand deposit accounts, in that the County may deposit additional cash at any time and effectively may withdraw cash at any time without prior notice or penalty, and are reported as cash and cash equivalents.

Investments are stated at fair value, which is determined as follows: (a) short-term investments are reported at cost, which approximates fair value; (b) securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates; (c) investments that do not have established market values are reported at estimated fair value; and (d) cash deposits are reported at their carrying amount which reasonably approximates fair value.

State statutes authorize the County to deposit in the accounts of federally insured banks, credit unions, and savings and loan associations, and to invest in obligations of the U.S. Treasury, certain commercial paper, repurchase agreements, bankers' acceptances, and mutual funds composed of otherwise legal investments (except those with a fluctuating per share value).

The Michigan Public Employee Retirement System Act, Public Act 314 of 1965 as amended, authorizes the Retirement System, to invest in stocks, government and corporate securities, mortgages, real estate, and various other investment instruments, subject to certain limitations.

Receivables and Payables

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

All trade and property tax receivables are shown net of an allowance for uncollectible accounts.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories and Prepaid Items

Inventories of governmental funds are recorded as expenditures when purchased. Inventories of the Road Commission are stated at average cost recognized using the consumption method (recorded as expense when used). All other inventories are held for resale and are valued at the lower of cost or market using the first in/first out (FIFO) method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and proprietary fund type statements using the consumption method. In the governmental fund financial statements, the purchases method is used, except for prepaid postage and spendable endowment deposits with the Community Foundation, which are recorded as prepaid items using the consumption method.

Properties Held for Sale

Properties held for sale in the Land Bank Authority are foreclosure properties purchased from the primary government to hold, manage, and develop to be productive and economically viable. These properties are stated at the lower of cost or market using the specific identification method and are recognized using the consumption method.

Property Tax Calendar

The property taxes for the County's general fund are levied on July 1 (the lien date), with all special purpose taxes levied on December 1 (the lien date), based on the taxable value of property located in the County as of the preceding December 31, by the various municipalities within the County. The July 1 taxes are due on or before September 15 and the December 1 taxes are due on or before February 15. The General Fund levy is recognized in the year of the levy. The special purpose taxes that are levied on December 1 are recorded as a receivable and deferred inflow of resources since they are levied for the subsequent year operations. For the year, the County levied 5.3153 mills for the General Fund, 0.4944 mills for Parks and Recreation, 1.2000 mills for Library, 0.7983 mills for Senior Citizens, 1.0000 mills for Veterans, 0.5598 mills for Drug Task Force, and 0.2495 mills for Roads.

Leases

The County is a lessee for noncancelable leases of buildings. The County recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements.

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

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Lease assets are reported with other capital assets and lease liabilities are reported with long-term obligations of the statement of net position.

The Road Commission is a lessor for a noncancelable lease of property. The Road Commission recognizes a lease receivable and a deferred inflow of resources.

At the commencement of a lease, the Road Commission 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 lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the Road Commission determines the discount rate it uses to discount the expected lease receipts to present value, lease term, and lease receipts. The County uses the 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 are composed of fixed payments from the lessee.

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

Subscriptions

The County obtains the right to use vendors' information technology software through various long-term contracts. The County recognizes a subscription liability and an intangible right-of-use subscription asset (the "subscription asset").

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

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Key estimates and judgements related to subscriptions include how the County determines the discount rate it uses to discount the expected subscription payments to present value and the subscription term. The County uses the interest rate charged by the vendor as the discount rate, if included in the contract. When the interest rate charged by the vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for subscriptions. The subscription term includes the noncancelable period of the subscription.

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

Subscription assets are reported with other capital assets, and subscription liabilities are reported with long-term debt on the statement of net position.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable columns in the government-wide financial statements. For the County, infrastructure exists in the Road Commission and Drain Districts component units. The government defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year, except for the St. Clair County Road Commission, which capitalizes assets with an individual cost of \$1,000 or more. The Road Commission also capitalizes road equipment without consideration of a minimum cost. Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives, with the exceptions for certain landfill assets, which are depreciated based on the usage method, and road equipment, which is depreciated based on the sum-of-the-years' digits method:

	In Years			
	Primary Government	Road Commission	Community Mental Health	Drain Districts
Buildings/improvements	10-45	20-50	5-30	-
Drainage systems	-	-	-	50
Road systems/other infrastructure	-	8-50	-	-
Equipment	3-20	4-20	4-7	-
Books/audiovisual	5-10	-	-	-

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

In accordance with contracts negotiated with the various employee groups of the County, individual employees have vested rights to receive payment for unused vacation and sick leave under formulas and conditions specified in the contracts. All vested vacation and sick leave is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements if determined to be likely to be paid out to employees. A liability for this amount is reported in governmental funds only if they have matured, for example, as a result of employee resignations.

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 statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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 proceeds received, are reported as debt service expenditures.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports 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 (expenses) until then. The County has items that qualify for reporting in this category. A deferred charge on refunding is reported on the government-wide statement of net position. The 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 over the shorter of the life of the refunded or refunding debt. Other items deferred by the County are related to the pension plan and OPEB plan and are reported on the government-wide statement of net position and enterprise fund financial statements. The contributions made subsequent to the measurement date are recognized in the following plan year; the difference between projected and actual plan investment earnings is amortized over five (5) years, and the remaining deferred items are amortized over the average remaining service lives of the participants.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of net position and balance sheet reports 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) so will not be recognized as an inflow of resources (revenue) until that time. The County has items that qualify for reporting under this category, including taxes levied for a subsequent period, leases, unavailable revenues that are not collected within the 60-day or 90-day availability period, and items related to the pension plan and the OPEB plan. The County had unavailable revenues primarily from delinquent personal property taxes, long-term contract paid by other governmental units and individuals, fees, and expense reimbursement grants. The amounts are recognized as an inflow of resources in the period for which the tax is levied and in the period the amounts become available, and leases are recognized as a deferred inflow of resources in the period paid. The deferred inflows of resources related to the pension plan and OPEB plan are amortized over the expected remaining service lives of the participants, with the exception of the difference between projected and actual plan investment earnings, which is amortized over five (5) years.

Fund Balance

In the fund financial statements, governmental funds reported fund balances in one or more of the following classifications:

Nonspendable Fund Balance – the portion of fund balance that is not in a spendable form.

Restricted Fund Balance – the portion of fund balance that is mandated for a specific purpose by external parties, constitutional provisions, or enabling legislation.

Committed Fund Balance – the portion of fund balance that is set aside for a specific purpose by the County itself, using the highest level of decision-making authority (Board of Commissioners) by the passage of a resolution.

Assigned Fund Balance – the portion of fund balance that reflects the County's intended use of resources. Currently, the Administrator/Controller has the authority to set aside funds pursuant to the County's Fund Balance Policy. Amounts in excess of nonspendable, restricted, and committed fund balance in funds other than the Combined General Fund is reported as assigned.

Unassigned Fund Balance – the portion of fund balance in the Combined General Fund that cannot be classified into one of the four categories above and the reporting of any negative fund balance of other governmental funds.

When different classifications of fund balance are present, it is the County's policy that expenditures are to be spent from restricted fund balance first, if appropriate, followed in order by committed fund balance, assigned fund balance and lastly, unassigned fund balance.

Estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Federal Programs

Federal Programs are accounted for in specific Special Revenue Funds or as part of the various fund types to which the programs pertain. The County has not integrated its Single Audit Reports and Schedule of Expenditures of Federal Awards as part of the Annual Financial Report. The Single Audit will be issued prior to September 30, 2025 under a separate cover as supplementary information to the Annual Financial Report.

Upcoming Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) issued the following statements that will have an impact on the County's financial statements when adopted. The County is currently evaluating the implications of the pronouncements.

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This statement requires a government to assess whether a concentration or constraint makes the reporting unit report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, it requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact to have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. This statement is effective for the County's fiscal year ending December 31, 2025.

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The statement establishes new accounting and financial reporting requirements or modifies existing requirements related to the following: management's discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position; information about major component units in basic financial statements; budgetary comparison information; and financial trends information in the statistical section. This statement is effective for the County's fiscal year ending December 31, 2026.

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this statement is to provide users of government financial statements with essential information about certain types of capital assets. The statement establishes types of assets required to be disclosed separately within the capital asset note, as well as information disclosed for assets held for sale. This statement is effective for the County's fiscal year ending December 31, 2026.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

The General and Special Revenue Funds budgets shown in the financial statements were prepared on a basis consistent with accounting principles generally accepted in the United States of America. The County employs the following procedures in establishing the budgetary data reflected in the financial statements:

- 1) Prior to November 1, County departments, in conjunction with the Administrator/Controller's Office, prepare and submit their proposed operating budgets for the calendar year commencing the following January 1. The operating budgets include proposed expenditures and resources to finance them.
- 2) A Public Hearing is conducted to obtain taxpayers' comments.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

- 3) Prior to December 31, the budgets are legally enacted through passage of a Board of Commissioners' resolution.
- 4) The budgets are legally adopted at the activity (department) level for the General Fund and the functional level for the Special Revenue Funds; however, for control purposes the budgets are maintained at the account level.
- 5) Formal budgetary integration is not employed for the Debt Service or Capital Projects Funds on an annual basis because effective budgetary control is achieved through project length financial plans.
- 6) After the budgets are adopted, the Administrator/Controller's Office is authorized to transfer budget amounts between accounts. Any revisions that exceed the total activities or functions as applicable must be approved by the Board of Commissioners.
- 7) The County does not employ encumbrance accounting as an extension of formal budgetary integration in the governmental funds. All unexpended appropriations lapse at year-end.
- 8) Budgeted amounts are reported as originally adopted, or as amended by the Board of Commissioners during the year.

Similar procedures are followed in the case of the Component Units included in the reporting entity of St. Clair County, except that the respective Administrator/Director of each performs the function described above rather than the County Administrator/Controller. Budgetary comparisons have not been made for the component unit financial statements but are available in their separately issued component unit financial statements.

Michigan Public Act 621 of 1978 Section 18, as amended, provides that local governmental units shall not incur expenditures in excess of the amount appropriated at the legally enacted level. The Michigan Department of Treasury requires the reporting of any significant overages at the legal level of budgetary control (any overages at the legal level of budgetary control greater than 10% of the total expenditure and the overage itself is larger than 10%). During the year ended December 31, 2024, the County had overages that exceeded these thresholds as follows:

Excess of Expenditures over Appropriations

PRIMARY GOVERNMENT

<u>Fund Type/Function/Activity</u>	<u>Appropriations</u>	<u>Expended</u>	<u>Variance</u>
General fund - transfers to other funds	\$ 9,143,060	\$ 10,243,060	\$ 1,100,000
American Rescue Plan Act fund -			
Public safety	-	2,211,800	2,211,800
Public works	-	2,033,084	2,033,084
Health and welfare	-	2,723,977	2,723,977
Indigent defense fund -			
Judicial	3,593,694	4,640,249	1,046,555

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS

Authorized Deposits and Investments

Investments are carried at cost or fair value as explained in Note 1 and are deposited in the name of the St. Clair County Treasurer. Act 217 PA 1982 as amended authorizes the County to deposit in certificates of deposit, savings accounts, depository accounts or depository receipts of a state or nationally chartered bank or a state or federally chartered savings and loan association, savings bank or credit union whose deposits are insured by an agency of the United States government and which maintains a principal office or branch office located in this State under the laws of this State or the United States, but only if the bank, savings and loan association, savings bank or credit union is eligible to be a depository of surplus funds belonging to the State under Section 5 or 6 of Act 105 of the Public Acts of 1855, as amended, being section 21.145 and 21.146 of the Michigan Compiled Laws.

Investments, except those of the Retirement System, are administered by the Treasurer under guidelines established by Act 20 of the Michigan Public Acts of 1943, as amended, and the Investment Policy as adopted by the County's Board of Commissioners. The County's Investment Policy allows for the following instruments:

- 1) Bonds, securities, and other obligations of the United States or an agency or instrumentality of the United States.
- 2) Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a financial institution, but only if the financial institution is eligible to be a depository of funds belonging to the state under a law or rule of this state or the United States.
- 3) 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. Not more than 50% of County funds shall be invested in commercial paper.
- 4) Repurchase agreements consisting of instruments listed in (1) above.
- 5) Bankers' acceptances of United States banks, with a maturity date not to exceed 270 days. Not more than 50% of County funds shall be invested in bankers' acceptances.
- 6) Obligations of this state or any of its political subdivisions that, at the time of purchase, are rated as investment grade by not less than one standard rating service.
- 7) Mutual funds registered under the Investment Company Act of 1940, Title I of Chapter 686, 54 Stat. 789, 15 U.S.C. 80a-1 to 80a-3 and 80a-4 to 80a-64, with authority to purchase only investment vehicles that are legal for direct investment by a public corporation. This authorization is limited to securities whose intention is to maintain a net asset value of \$1.00 per share.
- 8) Obligations described in (1.) through (7.) above if purchased through an interlocal agreement under the Urban Cooperation Act of 1967, 1967 (Ex Sess) PA7, MCL 124.501 to 124.512.
- 9) Investment pools organized under the Surplus Funds Investment Pool Act, 1982 PA 367, MCL 129.111 to 129.118.
- 10) Investment pools organized under the Local Government Investment Pool Act, 1985 PA 121, MCL 129.141 to 129.150.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Carrying Amount

At year-end, the carrying amount of the County reporting entity's deposits and investments is as follows:

	Primary Government	Component Units	Fiduciary Funds	Reporting Entity
Cash on hand -				
Petty cash and cash on hand	\$ 59,638	\$ 250	\$ -	\$ 59,888
Deposits with financial institutions -				
Checking/savings/certificates of deposit/money market	64,701,226	41,040,387	5,759,377	111,500,990
Investments -				
Money market funds	40,317,868	-	9,791,474	50,109,342
Commercial paper	10,074,898	-	-	10,074,898
U.S. government/agencies	-	-	18,780,783	18,780,783
Corporate debt	-	-	3,166,373	3,166,373
Stocks	-	-	45,828,577	45,828,577
Mortgage-backed securities	-	-	12,509,085	12,509,085
Mutual funds	-	-	230,827,012	230,827,012
Partnerships	-	-	36,143,232	36,143,232
Total investments	50,392,766	-	357,046,536	407,439,302
Grand total	<u>\$ 115,153,630</u>	<u>\$ 41,040,637</u>	<u>\$ 362,805,913</u>	<u>\$ 519,000,180</u>

Reconciliation to the Statements of Net Position

Reported as cash and cash equivalents -	
Petty cash and cash on hand	\$ 59,888
Cash in checking/savings	110,750,990
Money market funds	<u>50,109,342</u>
Total cash and cash equivalents reported on statements of net position	<u>160,920,220</u>
Reported as investments -	
Marketable CD's/certificates of deposit	750,000
Commercial paper	10,074,898
U.S. government/agencies	18,780,783
Corporate debt	3,166,373
Stocks	45,828,577
Mortgage-backed securities	12,509,085
Mutual funds	230,827,012
Partnerships	<u>36,143,232</u>
Total investments reported on statements of net position	<u>358,079,960</u>
Grand total - statements of net position	<u>\$ 519,000,180</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Deposits with Financial Institutions

The County has deposits and investments, which are maintained for its primary government, component units, and fiduciary fund types.

Michigan Public Acts authorize the units of local government in Michigan to deposit in the accounts of federally insured banks, insured credit unions, and savings and loan associations. All deposits of the County are at federally insured banks in the State of Michigan in the name of the County.

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the County's deposits may not be returned. As an indication of the level of deposit custodial credit risk assumed by the County at year-end, the bank balance of the County's deposits was \$115,288,578, of which \$80,302,700 was insured and the remaining \$34,985,878 was uninsured, uncollateralized, and in the County's name.

The County's Investment Policy allows for the use of bank deposits including certificates of deposit. The County's investment policy does not address custodial credit risk for deposits.

An element of the County cash structure is the common account, which is utilized by most of the funds and component units within the reporting entity. Segregation of the bank balance between the primary government and component units was not practical. The bank balance of the common checking account was included as part of the primary government's demand deposits for the determination of FDIC insurance coverage.

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

Investments (Excluding Retirement)

Credit Risk - Investments

State law limits investment in commercial paper to the top two ratings issued by a nationally recognized statistical rating organization. The County had \$10,074,898 invested in commercial paper at December 31, 2024, all of which were rated either A1 or A2 by Standard & Poor's and P1 or P2 by Moody's. The County has \$40,317,868 invested in money market funds that invest primarily in U.S. Treasuries, U.S. Agencies, repurchase agreements, and commercial paper. The County's investment policy does not specifically address credit risk for investments. The money market funds have been rated as follows:

	<u>Amount</u>	<u>Rating</u>	<u>Rating Agency</u>	<u>Average Days to Maturity</u>
Primary government -				
MBIA Michigan CLASS	\$ 40,316,614	AAAm	S & P	81
Dreyfus government cash				
management shares	1,254	AAAm	S & P	42

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Michigan Cooperative Liquid Assets Security System (“Michigan CLASS”) is a participant-controlled trust created in accordance with Section 5 of Act 7 of the Urban Cooperation Act of 1967 and the Local Government Investment Pool Act, 1985 PA 121, MCL 129.141 to 129.150. Michigan CLASS is not subject to regulatory oversight and is not registered with the SEC, however, does issue a separate audited financial statement. Michigan CLASS operates like a money market mutual fund, with each share valued at \$1.00. Fair value of the County’s position in the pool is the same as the value of the Michigan CLASS pool shares.

The Federated and Fidelity money market funds invest primarily in short-term debt securities, U.S. government supported corporate debt, federal agencies, U.S. treasuries, and repurchase agreements. They are registered with the SEC and issue audited financial statements. Each share is valued at \$1.

Custodial Credit Risk - Investments

Custodial credit risk for investments 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 that are in possession of another party.

The securities of the pool are safe kept with a third party selected by the counterparty. However, the pool’s securities are held in trust for the participants of the fund that are not available to the counterparty if the counterparty should happen to fail. As of December 31, 2024, \$13,177,085 in investments were held in third-party safekeeping in the County’s name. The County’s investment policy does not limit the amount of securities that can be held by counterparties.

Concentration of Credit Risk - Investments

Concentration of credit risk for investments is the risk of loss attributed to the magnitude of the County’s investment in a single issuer. The County’s formal investment policy attempts to minimize risk by diversifying its investments by maturity dates, individual financial institutions, and/or security type, so that potential loss on individual securities do not exceed the income generated from the remainder of the portfolio. However, the County’s policy does not restrict the amount that can be invested with any one issuer, financial institution, or type of investment.

Interest Rate Risk - Investments

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The County’s investment policy specifies investments should yield a rate of return commensurate with a recognized level of risk for like investments. Also, the County’s investment portfolio should be designed with the specific objective of attaining a market rate of return through the various economic cycles, taking into account the County’s investment risk, legal constraints on investments, County policy constraints on investments, and cash flow requirements. At year-end, the County’s investments have the following range of maturity dates:

Investment Types	Fair Value	Maturity (Years)	
		<1	1-5
Primary government -			
Money market funds	\$ 50,109,342	\$ 50,109,342	\$ -
Commercial paper	10,074,898	10,074,898	-
Certificates of deposit (1)	750,000	500,000	250,000

(1) Presented to give an overall view of associated interest rate risk

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Investments - Fiduciary Funds

The Retirement System investments are made in accordance with Act 314 of the Michigan Public Acts of 1965, as amended, as well as the Investment Policy adopted by the Board of Trustees of the St. Clair County Employees' Retirement System. Investments in stock are limited to no more than 70% in U.S. Stocks and 20% in foreign stocks. Additionally, investments must comply with the following guidelines:

US Equities - Permitted from 11% up to maximum of 51% for active or passive growth or broad value, large-, mid-, and small-cap investments. Managers may invest up to 10% of their portfolio in the outstanding securities of one issuer. ADR's are permitted up to a maximum of 10% of each portfolio.

International Equities - Active, broad, or focused international equities ranging from 10% to 20% of pension assets. No more than 7.5% of the portfolio at cost or 10% at market rate in any one security.

Global Fixed Income - Active or core plus with an allocation ranging from 20% to 45% of plan assets. No more than 5% of the portfolio at market value may be invested in one issuer, except Treasury and Agency securities. At least 90% of debt securities must have a quality rating of Baa or higher. The account may invest up to 10% of the portfolio market value in securities rated BB to CCC.

Master Limited Partnerships - Active or passive investments ranging from 0% to 8% of plan assets.

Commercial Real Estate - Core, value-added, opportunistic, open-ended, closed, and private investments ranging from 10% to 20% of Plan assets. No more than 10% of the portfolio in properties where there is significant leasing risk, no more than 50% of the portfolio's assets will be invested in all types of leverage, no more than 20% of total assets will be invested in publicly traded REITs, no more than 5% of total assets will be invested in non-traditional property types and structures, no more than 20% of commitments in a single farm land property without approval of the Advisory Committee, no more than 10% of commitments outside of U.S. without approval, will not utilize leverage exceeding 25% of the aggregate sum of commitments.

Alternative Investments - Hedge funds, private equity, private debt, and real assets ranging from 0% to 10% of plan assets. No more than 8% of the portfolio's assets in the outstanding securities of one hedge fund.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Pension investments are made through the use of investment advisors, which are selected and retained by the Retirement Board. The advisors serve at the pleasure of the Retirement Board as provided by investment agreements. At December 31, 2024, the Retirement System had 10 investment advisors. As of December 31, 2024, the County had the following investment types in its retirement fund:

<u>Investment Types</u>	<u>Fair Value</u>	<u>Percentage</u>
Marketable CD's	\$ -	0.00 %
U.S. government/agencies	18,780,783	5.35
Corporate debt	3,166,373	0.90
Stocks	45,828,577	13.06
Mortgage-backed securities	12,509,085	3.57
Mutual funds	227,724,826	64.93
Partnerships	36,143,232	10.30
	<u>344,152,876</u>	<u>98.11</u>
Money market funds (1)	<u>6,628,107</u>	<u>1.89</u>
Total	<u>\$ 350,780,983</u>	<u>100.00 %</u>

(1) These money market funds invest primarily in high quality commercial paper, U.S. Treasuries and government agencies, and other money market securities.

The fiduciary funds' money market funds have been rated as follows:

	<u>Amount</u>	<u>Rating</u>	<u>Rating Agency</u>	<u>Average Days to Maturity</u>
Federated -				
Treasury obligations fund	\$ 2,861,158	AAAm	S & P	35
Huntington conservative deposit	3,766,949		Not rated	N/A

Credit Risk

The Retirement Board's adopted Statement of Investment Policies Procedures and Objectives states that all debt securities, except Treasuries and Agencies, must have a quality rating of B or above at the time of issue and allows up to 25% of the portfolio in BB to CCC rated securities. If more than allowed value of securities is within that investment grade, it shall be reported to the Retirement Board immediately along with a proposed plan of action. As of December 31, 2024, investments held in the Retirement System excluding money market funds, partnerships, hedge funds, mutual funds, U.S. government/agencies, mortgage-backed securities, and stocks had the following Standard & Poors ratings:

<u>Fair Value</u>	<u>Ratings</u>
\$ 566,352	A+
205,598	AAA
716,556	A
852,867	A-
825,000	BBB+
<u>\$ 3,166,373</u>	

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk

The risk that, in the event of a failure of the counterparty, the Retirement System would not be able to recover the value of its investments that are in the possession of another third party. The Retirement System's Investment Policy requires that all investment transactions shall be conducted through a custodian that will act as the Retirement System's third party. Securities shall be held by the custodian, as designated by the Retirement Board, and shall be evidenced by a custodial report. As of December 31, 2024, \$350,780,983 in investments was held in third-party safekeeping in the County's name.

Concentration of Credit Risk

The Retirement Board's investment policy states that no more than 5% of the Retirement System's assets may be invested with one issuer, except U.S. Treasuries and Agencies, which have no limitation. The Retirement System did not hold 5% or more in any one issuer.

Interest Rate Risk

The Retirement Board's adopted Statement of Investment Policy and Objectives places no limitation on the Retirement System's fixed income manager on the length to maturity for fixed income investments. Having staggered maturities will reduce the retirement system's risk exposure to rising interest rates. As of December 31, 2024, the fiduciary funds' investments had the following maturities:

Investment	Fair Value	Years			
		<1	1-5	6-10	>10
Corporate debt	\$ 3,166,373	\$ -	\$ 1,569,423	\$ 1,596,950	\$ -
Mortgage-backed securities	12,509,085	-	2,155	-	12,506,930
U.S. government/agencies	18,780,783	5,005,395	13,775,388	-	-

Fair Value of Investments

The County categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are quoted prices for similar assets in active markets, quoted prices for identical or similar assets in inactive markets, inputs other than quoted prices that are observable, or market-corroborated inputs; and Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

In instances where inputs used to measure fair value fall into different levels in the fair value hierarchy, the fair value measurements are categorized based on the lowest level input that is significant to valuation. The County's assessment of the significance of particular inputs used requires judgement and consideration of factors specific to each.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 3 - DEPOSITS AND INVESTMENTS (Continued)

The County has the following recurring fair value measurements as of December 31, 2024:

	Level 1	Level 2	Level 3	Total
Corporate debt	\$ -	\$ 3,166,373	\$ -	\$ 3,166,373
Stocks	45,828,577	-	-	45,828,577
Mutual funds	230,827,012	-	-	230,827,012
U.S. government/agencies	-	18,780,783	-	18,780,783
Mortgage-backed securities	-	12,509,085	-	12,509,085
	<u>\$ 276,655,589</u>	<u>\$ 34,456,241</u>	<u>\$ -</u>	311,111,830
Money market funds				50,109,342
Partnerships valued at NAV				36,143,232
Commercial paper				10,074,898
Marketable CD's				-
				<u>\$ 407,439,302</u>

The fair value of corporate debt, U.S. government/agencies, and mortgage-backed securities are based on inputs (pricing) of similar assets at or near December 31, 2024.

Money market funds and commercial paper are recorded at amortized cost, which approximates fair value and these funds are not subject to the fair value disclosures under GASB Statement No. 72. The funds do not require notification of redemptions.

At year-end, the fair value, unfunded commitments, and redemption rules of the partnerships' investments are as follows:

	Fair Value	Unfunded Commitments	Redemption Frequency, if Eligible	Redemption Notice Period
Partnerships	\$ 36,143,232	\$ 1,483,203	Varies*	Varies*

* Redemption frequency and notice periods of each investment vary from the end of each quarter to not applicable through the commitment period.

NOTE 4 - RECEIVABLES

Receivables at December 31, 2024 in the governmental and business-type activities are as follows:

	Governmental Activities	Business-type Activities
Property taxes	\$ 25,752,896	\$ 6,932,535
Interest and accounts	10,911,664	2,585,710
Intergovernmental	5,262,286	74,399
	41,926,846	9,592,644
Less - allowance for uncollectible	(407,045)	(2,165,268)
	<u>\$ 41,519,801</u>	<u>\$ 7,427,376</u>
Amount not expected to be collected within one year	<u>\$ 8,937,065</u>	<u>\$ 100,000</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 5 - CAPITAL ASSETS

Primary Government

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

	Balance January 1, 2024	Additions	Disposals/ Adjustments	Balance December 31, 2024
Governmental activities				
Capital assets, not being depreciated -				
Land	\$ 15,012,266	\$ 340,063	\$ -	\$ 15,352,329
Construction in progress	510,502	5,064,584	1,016,417	4,558,669
Total capital assets, not being depreciated	15,522,768	5,404,647	1,016,417	19,910,998
Capital assets, being depreciated -				
Buildings	101,392,226	2,454,269	143,505	103,702,990
Improvements other than buildings	9,986,380	306,460	52,653	10,240,187
Machinery and equipment	27,025,227	3,663,285	991,593	29,696,919
Books	6,418,942	512,805	505,835	6,425,912
Subscription assets	679,145	-	-	679,145
Right-to-use assets - buildings	387,727	1,357,271	255,601	1,489,397
Total capital assets, being depreciated	145,889,647	8,294,090	1,949,187	152,234,550
Less - accumulated depreciation/ amortization for -				
Buildings	52,161,481	2,670,840	143,505	54,688,816
Improvements other than buildings	6,581,292	407,896	52,653	6,936,535
Machinery and equipment	20,503,937	2,080,718	968,229	21,616,426
Books	4,968,030	368,267	505,835	4,830,462
Subscription assets	160,141	160,140	-	320,281
Right-to-use assets - buildings	193,469	120,142	234,365	79,246
Total accumulated depreciation/ amortization	84,568,350	5,808,003	1,904,587	88,471,766
Total capital assets, being depreciated/amortized, net	61,321,297	2,486,087	44,600	63,762,784
Governmental activities capital assets, net	<u>\$ 76,844,065</u>	<u>\$ 7,890,734</u>	<u>\$ 1,061,017</u>	<u>\$ 83,673,782</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 5 - CAPITAL ASSETS (Continued)

	Balance January 1, 2024	Additions	Disposals/ Adjustments	Balance December 31, 2024
Business-type activities				
Capital assets, not being depreciated -				
Land	\$ 2,160,779	\$ 40,800	\$ -	\$ 2,201,579
Capital assets, being depreciated -				
Buildings	8,271,310	-	-	8,271,310
Improvements other than buildings	41,773,566	1,084,552	-	42,858,118
Machinery and equipment	11,060,284	125,820	173,507	11,012,597
Total capital assets, being depreciated	61,105,160	1,210,372	173,507	62,142,025
Less - accumulated depreciation for -				
Buildings	4,218,856	320,186	-	4,539,042
Improvements other than buildings	29,447,335	391,572	-	29,838,907
Machinery and equipment	6,386,457	499,409	131,351	6,754,515
Total accumulated depreciation	40,052,648	1,211,167	131,351	41,132,464
Total capital assets, being depreciated, net	21,052,512	(795)	42,156	21,009,561
Business-type activities capital assets, net	<u>\$ 23,213,291</u>	<u>\$ 40,005</u>	<u>\$ 42,156</u>	<u>\$ 23,211,140</u>

Depreciation/amortization expense for 2024 was charged to functions/programs of the primary government as follows:

Governmental activities -	
Judicial	\$ 233,839
General government	996,320
Public safety	2,665,946
Health and welfare	317,192
Public works	25,306
Recreation and cultural	1,565,298
Community and economic development	368
Total depreciation/amortization expense - governmental activities	5,804,269
Depreciation in the internal service fund	3,734
	<u>\$ 5,808,003</u>
Business-type activities -	
Solid waste disposal system	\$ 765,963
Airport commission	445,204
Total depreciation expense - business-type activities	<u>\$ 1,211,167</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 5 - CAPITAL ASSETS (Continued)

Construction/Purchase Commitments

The County has committed to the following contracts at December 31, 2024 (These commitments do not include any change orders made after December 31, 2024):

	Contract Amount	Payments Through 12/31/2024	Accounts Payable/ Retention	Remaining Balance 12/31/2024
Landfill cell maintenance (a)	\$ 7,123,488	\$ 6,667,488	\$ -	\$ 456,000
Court case management software system (b)	1,150,000	-	-	1,150,000
Health Department building renovation and furniture (c)	4,420,312	1,550,731	486,985	2,382,596
Simulcast site and dispatch (d)	5,023,205	1,255,801	-	3,767,404

The County has open contracts at December 31, 2024 for:

- (a) Cell maintenance at the landfill through December 31, 2024
- (b) Case management software system for the Court
- (c) Contract for renovation of the department's relocation and furniture for the new space
- (d) Addition of Simulcast site and addition to dispatch

Discretely Presented Component Units

Drainage Districts

Activity for the Drainage Districts for the year ended December 31, 2024 was as follows:

	Balance January 1, 2024	Additions	Deletions	Balance December 31, 2024
Capital assets, not being depreciated -				
Right-of-ways	\$ 1,062,724	\$ -	\$ 31,849	\$ 1,030,875
Construction in progress	3,236,411	2,868,424	3,203,212	2,901,623
Total capital assets, not being depreciated	4,299,135	2,868,424	3,235,061	3,932,498
Capital assets, being depreciated -				
Infrastructure	57,613,708	4,479,484	-	62,093,192
Equipment	89,911	-	-	89,911
Total capital assets, being depreciated	57,703,619	4,479,484	-	62,183,103
Less - accumulated depreciation for -				
Infrastructure	13,935,367	937,279	-	14,872,646
Equipment	87,008	1,659	-	88,667
Total accumulated depreciation	14,022,375	938,938	-	14,961,313
Total capital assets, being depreciated, net	43,681,244	3,540,546	-	47,221,790
Total capital assets, net	\$ 47,980,379	\$ 6,408,970	\$ 3,235,061	\$ 51,154,288

Depreciation expense for 2024 was \$938,938.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 5 - CAPITAL ASSETS (Continued)

Road Commission

Activity for the Road Commission for the year ended December 31, 2024 was as follows:

	Balance January 1, 2024	Additions	Disposals/ Removals	Balance December 31, 2024
Capital assets, not being depreciated -				
Land	\$ 65,629	\$ -	\$ -	\$ 65,629
Land improvements	24,590,395	-	-	24,590,395
Right-of-ways	3,229,311	-	-	3,229,311
Total capital assets, not being depreciated	27,885,335	-	-	27,885,335
Capital assets, being depreciated -				
Building and improvements	6,415,954	69,650	-	6,485,604
Road equipment	22,792,237	1,810,071	604,088	23,998,220
Shop equipment	743,972	60,415	8,791	795,596
Office equipment	194,256	1,420	4,503	191,173
Engineering equipment	373,633	9,852	5,220	378,265
Infrastructure -				
Roads	178,849,702	12,925,141	12,138,329	179,636,514
Bridges	108,063,130	3,073,573	-	111,136,703
Traffic signals	460,813	-	-	460,813
Depletable assets - gravel pits	163,455	-	-	163,455
Total capital assets, being depreciated	318,057,152	17,950,122	12,760,931	323,246,343
Less - accumulated depreciation for -				
Building and improvements	4,191,265	148,256	-	4,339,521
Road equipment	16,848,954	2,226,467	590,562	18,484,859
Shop equipment	616,928	11,724	8,791	619,861
Office equipment	184,695	3,665	3,793	184,567
Engineering equipment	305,490	23,033	5,220	323,303
Infrastructure -				
Roads	84,173,058	8,962,150	12,138,329	80,996,879
Bridges	35,891,628	2,572,884	-	38,464,512
Traffic signals	453,240	2,523	-	455,763
Depletable assets	46,342	-	-	46,342
Total accumulated depreciation	142,711,600	13,950,702	12,746,695	143,915,607
Total capital assets, being depreciated, net	175,345,552	3,999,420	14,236	179,330,736
Total capital assets, net	\$ 203,230,887	\$ 3,999,420	\$ 14,236	\$ 207,216,071

Depreciation expense for 2024 was \$13,950,702.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 5 - CAPITAL ASSETS (Continued)

Community Mental Health Authority

Activity for the Community Mental Health Authority for the year ended September 30, 2024 was as follows:

	Balance October 1, 2023	Additions	Disposals/ Adjustments	Balance September 30, 2024
Capital assets, not being depreciated -				
Land	\$ 1,774,936	\$ -	\$ -	\$ 1,774,936
Non-depreciable equipment	5,252	-	-	5,252
Construction in progress	183,996	1,029,652	923,069	290,579
Total capital assets, not being depreciated	1,964,184	1,029,652	923,069	2,070,767
Capital assets, being depreciated -				
Building	18,757,852	992,937	-	19,750,789
Leasehold improvements	54,980	-	-	54,980
Equipment and furniture	2,966,625	672,381	22,771	3,616,235
Right-to-use asset - building	138,878	-	-	138,878
Total capital assets, being depreciated	21,918,335	1,665,318	22,771	23,560,882
Less - accumulated depreciation for -				
Building	9,930,476	650,336	-	10,580,812
Leasehold improvements	54,980	-	-	54,980
Equipment	2,085,940	291,873	22,771	2,355,042
Right-to-use asset - building	81,012	46,293	-	127,305
Total accumulated depreciation	12,152,408	988,502	22,771	13,118,139
Total capital assets, being depreciated, net	9,765,927	676,816	-	10,442,743
Total capital assets, net	\$ 11,730,111	\$ 1,706,468	\$ 923,069	\$ 12,513,510

Depreciation expense for 2024 was \$988,502.

NOTE 6 - PAYABLES

Payables at December 31, 2024 in the governmental and business-type activities are as follows:

	Governmental Activities	Business-type Activities
Accounts payable/accrued expenses	\$ 7,338,811	\$ 1,447,086
Wages and fringe benefits	2,160,681	25,120
Accrued interest	109,122	40,433
Intergovernmental	2,365,554	20,492
	<u>\$ 11,974,168</u>	<u>\$ 1,533,131</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 7 - INTERFUND RECEIVABLE, PAYABLE, AND TRANSFERS

The composition of interfund balances as of December 31, 2024 is as follows:

Advances From/To Primary Government and Component Unit

Receivable Entity	Payable Entity	Amount
Primary government - Combined general fund	Component unit - Drainage districts	<u>\$ 380,000</u> (1)

(1) Represents the long-term loan between entities for operating cash flow purposes (\$50,000) and capital purposes (\$330,000)

Transfers From/To Other Funds

Receiving Fund	Expending Fund	Amount
Combined general	Drug task force	\$ 575,207 (4)
	Opioid settlement	14,189 (4)
	E-911	1,397,641 (4)
	Sheriff's concession	104,650 (4)*
Solid waste disposal	Health department	3,000,000 (1)*
Internal service	Combined general	2,200,000 (4)
Nonmajor governmental funds -		
Convention center	Combined general	450,000 (1)
Health department	Combined general	1,838,604 (1)
Friend of court	Family counseling	15,000 (4)
Human services	Combined general	29,001 (1)
Child care	Combined general	2,344,553 (1)
Veteran's millage	Combined general	120,000 (1)
Indigent defense	Combined general	756,045 (1)
Public improvement	Combined general	1,550,161 (3)
	Health department	913,364 (3)
	Childcare	1,094,058 (3)
Jail/juvenile facility debt	Delinquent tax revolving	2,201,801 (2)*
Convention center debt	Combined general	154,334 (2)
	Communications series 2009 debt	18,417 (2)
Communications series 2009 debt	Combined general	321,300 (2)
Nonmajor enterprise fund -		
Airport commission	Combined general	<u>150,000</u> (1)*
Total transfers		<u>\$ 19,248,325</u>

(1) Annual appropriations for operations

(2) Transfers for the payment of debt

(3) Transfers for construction/equipment

(4) Transfers to cover costs

* Net transfers between governmental and business-type activities

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 8 - LEASES

Primary Government

The County has entered into an agreement with the Community Mental Health Authority, a component unit of the County, for the use of the Community Mental Health building. Under this agreement, the County issued bonds that were used for the construction of the facility. The Community Mental Health Authority has agreed to pay the County the amount necessary to pay the principal, interest, and paying agent fees as they come due. Upon final payment of the bond issue, ownership of the building will revert to the Community Mental Health Authority. The building asset has been recorded in the financial statements of the Community Mental Health Authority.

The future minimum payments to be received are as follows:

	Principal	Interest
2025	\$ 900,000	\$ 56,250
2026	900,000	16,875
Total receivable	<u>\$ 1,800,000</u>	<u>\$ 73,125</u>

In 2024, the County leased a building from a third party. The lease requires 116 monthly payments ranging from \$13,800 to \$15,022, including interest of 4%. During 2022, the County leased another building from a third party. The lease requires 84 monthly payments of \$1,800, including interest of 4%.

Lease asset activity of the County is included in Note 5. The remaining terms of the agreements are 5-10 years.

The future minimum principal and interest payments are as follows:

	Principal	Interest
2025	\$ 74,249	\$ 55,009
2026	133,413	49,991
2027	143,109	44,513
2028	149,122	38,868
2029	139,363	32,973
2030-2034	790,396	75,543
Total lease payable	<u>\$ 1,429,652</u>	<u>\$ 296,897</u>

Component Unit - Road Commission

The Road Commission has a significant lease agreement with an unrelated third-party leasing property. The lease is from September 21, 2022 to September 20, 2027 with an option of one additional five-year term. Lease payments of \$9,583 are payable monthly, including interest at an implied interest rate of 4%. Lease payments increase 2% each year.

The Road Commission collected \$118,082 from this lease for the year ended December 31, 2024, which included \$103,425 in lease revenues and \$14,657 in lease interest revenue.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 8 - LEASES (Continued)

A lease receivable and deferred inflow of resources have been recorded to reflect future expected payments. Future minimum payments are as follows:

Year ending December 31,	Amount
2025	\$ 110,044
2026	116,981
2027	<u>82,777</u>
Total receivable	<u><u>\$ 309,802</u></u>

NOTE 9 - CONDUIT DEBT OBLIGATIONS

Limited Tax General Obligation bonds were issued under the provisions of Act 185, Public Acts of Michigan, 1957, as amended, to provide capital financing to cities and townships within St. Clair County for construction of water supply and sewage disposal systems. The Bonds are anticipated to be repaid primarily from semi-annual contractual payments from the local unit which has pledged its limited tax full faith and credit for the payment of the bonds. The County has irrevocably pledged the contractual payments from the local unit to pay the bond principal and interest. As additional security for the payment of the Bonds, the County has pledged its full faith and credit for the payments should the local units' payment prove insufficient for any reason. Upon final payment of the respective bond issue or loans, ownership of the system will revert to the respective municipality.

In accordance with GASB Statement No. 91, these bonds are considered conduit debt, and therefore, a liability has not been recorded for the related conduit debt obligation or a receivable for the payments related to those arrangements. At December 31, 2024, the aggregate outstanding principal amount was \$1,736,954.

The future minimum payments to be received/paid are as follows:

	Governmental Activities	
	Principal	Interest
2025	\$ 465,000	\$ 50,476
2026	470,000	36,154
2027	476,954	21,568
2028	200,000	9,719
2029	<u>125,000</u>	<u>2,625</u>
	<u><u>\$ 1,736,954</u></u>	<u><u>\$ 120,542</u></u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES

PRIMARY GOVERNMENT

The following is a summary of changes in the long-term debt (including current portions) of the Primary Government for the year ended December 31, 2024:

	Balance January 1, 2024	Additions	Reductions	Balance December 31, 2024	Due Within One Year
Governmental activities					
Governmental funds -					
General obligation bonds:					
2015 refunding bonds, series A	\$ 2,645,000	\$ -	\$ 845,000	\$ 1,800,000	\$ 900,000
2017 refunding bonds	315,000	-	315,000	-	-
2020 refunding bonds	10,875,000	-	2,010,000	8,865,000	2,105,000
2022 refunding bonds	6,640,000	-	260,000	6,380,000	270,000
Amounts for - issuance premiums	647,144	-	121,785	525,359	-
Other direct borrowings:					
Drain districts	2,998,180	607,568	419,474	3,186,274	415,622
Installment purchase	66,168	-	33,264	32,904	32,904
Leases	201,790	1,357,271	129,409	1,429,652	74,249
Subscriptions	526,660	-	158,584	368,076	164,927
Other liabilities:					
Accumulated vacation, sick, and compensatory leave*	6,159,543	1,438,271	-	7,597,814	-
Total governmental funds	<u>31,074,485</u>	<u>3,403,110</u>	<u>4,292,516</u>	<u>30,185,079</u>	<u>3,962,702</u>
Internal service fund -					
Other liabilities:					
Workers' compensation claims liability	200,000	-	135,000	65,000	65,000
General, auto, and property insurance claims liability	975,000	-	72,000	903,000	119,000
Total internal service fund	<u>1,175,000</u>	<u>-</u>	<u>207,000</u>	<u>968,000</u>	<u>184,000</u>
Total governmental activities	<u>32,249,485</u>	<u>3,403,110</u>	<u>4,499,516</u>	<u>31,153,079</u>	<u>4,146,702</u>
Business-type activities					
Enterprise funds -					
Solid waste disposal system:					
General obligation bonds -					
2010 general obligation	4,269,280	-	380,000	3,889,280	390,000
2014 general obligation	2,735,000	-	155,000	2,580,000	155,000
Other liabilities -					
Closure and post-closure costs	9,321,301	488,764	-	9,810,065	-
Accumulated vacation, sick, and compensatory leave*	33,053	11,676	-	44,729	-
Airport commission -					
Other liabilities:					
Accumulated vacation, sick, and compensatory leave*	15,374	15,326	-	30,700	-
Total enterprise funds	<u>16,374,008</u>	<u>515,766</u>	<u>535,000</u>	<u>16,354,774</u>	<u>545,000</u>
Total primary government	<u>\$ 48,623,493</u>	<u>\$ 3,918,876</u>	<u>\$ 5,034,516</u>	<u>\$ 47,507,853</u>	<u>\$ 4,691,702</u>

* Reported net

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Significant details regarding outstanding long-term debt (including current portions) are presented as follows:

2015 Refunding Bonds, Series A

The County issued \$7,480,000 of General Obligation Limited Tax Refunding Bonds to provide resources to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$8,000,000 of 2007 General Obligation Series A Bonds. These bonds were issued to fund the Community Mental Health Authority building. As a result, the refunded bonds are considered defeased and the liability has been removed from the governmental activities column in the statement of net position. The bonds, dated April 15, 2015, are due in annual installments of \$900,000 through April 1, 2026, with interest ranging from 3.75% to 5.00%, payable semi-annually.

\$ 1,800,000

2020 Refunding Bonds

The County issued \$13,305,000 of limited tax obligation refunding bonds to provide resources to purchase securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$12,270,000 of 2012 Refunding Bonds. As a result, the refunded bonds are considered to be defeased, and the liability has been removed from the governmental activities column of the statement of net position. The bonds, dated March 11, 2020, are due in annual installments ranging from \$2,105,000 to \$2,300,000 through April 1, 2028, with interest ranging from 1.815% to 2.172%, payable semi-annually.

\$ 8,865,000

2022 Refunding Bonds

The County issued \$6,890,000 of general obligation limited tax refunding bonds to provide resources to purchase U.S. Government, State, and Local series securities that were placed in an irrevocable trust for the purpose of generating resources for future debt service payments of \$7,040,000 of 2012 General Obligation limited tax bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net position. The refunding resulted in an economic gain of \$1,106,437, reducing payments by \$1,342,805 over the life of the bond. The bonds, dated January 5, 2022, are due in annual installments ranging from \$270,000 to \$2,075,000 through April 1, 2042, with interest ranging from 3.00% to 5.00%, payable semi-annually.

\$ 6,380,000

2010 General Obligation Bonds

The County issued \$14,045,000 of General Obligation Limited Tax Bonds through the Michigan Municipal Bond Authority to finance the construction of the Landfill Leachate System, of which \$5,096,000 or 36.30% of the bonds are forgivable. At December 31, 2024, the County had drawn \$12,605,659, including the forgivable portion of \$5,096,000. The bonds, dated January 22, 2010, are due in annual installments ranging from \$380,000 to \$474,280 through October 1, 2033, with interest of 2.50%, payable semi-annually.

\$ 3,889,280

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

2014 General Obligation Bonds

The County issued \$6,870,000 of General Obligation Limited Tax Bonds through the Michigan Municipal Bond Authority to finance the construction of the Landfill Leachate System, of which \$3,435,000 or 50% of the bonds are forgivable. A capital grant has been reported for the forgivable portion of the obligation of \$3,434,990 in previous years. At December 31, 2024, the County had drawn \$6,869,990. The bonds, dated June 25, 2014, are due in annual installments ranging from \$155,000 to \$215,000 through April 1, 2038, with interest of 2.50% payable semi-annually.

\$ 2,580,000

The proceeds of the 2015A, 2017, 2020, and 2022 Refunding Bond issues were placed in special escrow accounts and are invested in securities of the U.S. Government and its agencies. The maturities of these investments coincide with the principal and interest payments on the extinguished debts and are sufficient to pay all principal and interest on the 2003, 2007A, 2012 General Obligation Bonds and the 2012 Refunding Bonds when due. Accordingly, the trust account assets and liabilities for the defeased bonds outstanding are not included in the Financial Statements. At December 31, 2024, the defeased bonds outstanding were \$9,150,000, \$1,900,000, \$6,535,000 and \$8,725,000, respectively.

Drain Districts

The St. Clair County Drain Commission has made improvements to various drains and levied multi-year assessments against the County.

\$ 3,186,274

Installment Purchase

In 2022, the County entered into an installment purchase agreement to finance body cameras over a four-year period beginning March 1, 2022 with annual installments of \$33,264. The purchase is non-interest bearing.

\$ 32,904

Leases

The County has two leases for building use. Details of the leases are in Note 8 to these financial statements.

\$ 1,429,652

Subscriptions

The County obtains the right to use vendors' information technology software through various long-term contracts. See Note 11 for details.

\$ 368,076

Accrued Workers' Compensation Claims

The County has estimated accrued outstanding workers' compensation insurance claims, including an estimate for claims incurred but not reported (IBNR), at December 31, 2024. The dollar amount of these claims is reflected on the Balance Sheet of the Self-Insurance Fund as a current obligation.

\$ 65,000

Accrued Insurance Claims

The County has estimated the accrued claims for general and auto liability, motor vehicle physical damage and property, including estimates for claims incurred but not reported (IBNR), at December 31, 2024. The dollar amount of these claims is reflected on the Balance Sheet of the Self-Insurance Fund, including the current portion of \$119,000.

\$ 903,000

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Accrued Vacation, Sick, and Compensatory Leave

In accordance with contracts negotiated with the various employee groups of the County, individual employees have vested rights upon termination of employment to receive payments for unused vacation, sick, and compensatory leave under formulas and conditions specified in the contracts. The Enterprise Funds' portion of \$75,429 has been recorded as a long-term liability on the government-wide and fund level financial statements. The governmental activities portion of \$7,597,814 has been recorded in the government-wide financial statements as a long-term liability. The governmental activities portion is generally liquidated by the Combined General Fund or other governmental fund where the employee is charged.

Closure and Post-Closure Costs

In accordance with the Governmental Accounting Standards Board (GASB) Statement No. 18, the closure and post-closure care landfill liability at December 31, 2024, as reported in the Solid Waste Disposal System (Enterprise Fund/business activities), amounts to \$9,810,065. See Note 19 for additional information.

Letters of Credit

The County Landfill has letters of credit as a surety bond issued to the Michigan Department of Environmental Quality for \$3,500,000, \$95,000 for the Parker Road Landfill Wetlands and to Wetland - Stocks Creek II for \$60,000. The letters are set to mature August 1, 2025, October 15, 2025, and May 21, 2025, respectively, with interest at the prime rate. As of December 31, 2024, there have been no claims on the letters of credit.

Annual Debt Requirements

The annual requirements to pay the debt outstanding (excluding leases in Note 8 and subscriptions in Note 11) at December 31, 2024 for the following bonds and notes of Primary Government are as follows:

Year Ending December 31,	Refunding Bonds		G.O. Limited Tax Bonds		Drain Districts		Installment Purchase
	Principal	Interest	Principal	Interest	Principal	Interest	Principal
2025	\$ 3,275,000	\$ 389,483	\$ 545,000	\$ 159,794	\$ 415,622	\$ 146,619	\$ 32,904
2026	3,385,000	299,079	560,000	146,106	395,650	128,087	-
2027	2,545,000	227,351	575,000	132,044	330,995	110,110	-
2028	2,605,000	167,946	585,000	117,669	318,071	94,721	-
2029	315,000	130,568	605,000	102,919	295,661	79,069	-
2030-2034	1,710,000	505,565	2,769,280	279,051	882,362	233,621	-
2035-2039	1,935,000	270,822	830,000	42,123	433,913	74,225	-
2040-2043	1,275,000	45,659	-	-	114,000	13,431	-
	<u>\$ 17,045,000</u>	<u>\$ 2,036,473</u>	<u>\$ 6,469,280</u>	<u>\$ 979,706</u>	<u>\$ 3,186,274</u>	<u>\$ 879,883</u>	<u>\$ 32,904</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

COMPONENT UNITS

The following is a summary of changes in long-term debt (including current portions) of the Component Units for the year ended December 31, 2024:

	Balance January 1, 2024	Additions	Reductions	Balance December 31, 2024	Due Within One Year
Road Commission - other liabilities -					
Accrued vacation and sick	\$ 592,000	\$ 59,000 *	\$ -	\$ 651,000	\$ 458,000
Drainage districts -					
General obligation bonds payable	15,015,000	3,430,000	1,644,000	16,801,000	1,701,000
Amounts for:					
Issuance premiums	51,802	145,883	10,747	186,938	10,748
Issuance discounts	(35,584)	-	(7,117)	(28,467)	(7,117)
Other direct borrowings:					
Notes payable	812,067	150,000	151,534	810,533	132,533
Loans payable	1,927,000	-	212,000	1,715,000	224,000
Total drainage districts	17,770,285	3,725,883	2,011,164	19,485,004	2,061,164
Brownfield Redevelopment Authority -					
Other direct borrowings:					
Notes payable	99,490	-	48,676	50,814	50,814
Tipping fees	100,000	-	-	100,000	-
Total Brownfield Redevelopment Authority	199,490	-	48,676	150,814	50,814
Community Mental Health Authority (A) -					
Other direct borrowings:					
Notes/contracts payable	4,662,930	-	1,011,044	3,651,886	1,013,569
Amounts for - issuance premiums	220,543	-	88,217	132,326	-
Other liabilities -					
Accrued vacation and sick	2,404,891	705,994	360,734	2,750,151	412,523
Total mental health	7,288,364	705,994	1,459,995	6,534,363	1,426,092
Total component units	\$ 25,850,139	\$ 4,490,877	\$ 3,519,835	\$ 26,821,181	\$ 3,996,070

(A) October 1, 2023 through September 30, 2024.

* The change in compensated absences is presented net.

Road Commission

Accrued Sick and Vacation

In accordance with contracts negotiated with the various employee groups of the Road Commission, individual employees have a vested right upon termination of employment to receive payment for unused sick leave and vacation under formulas and conditions specified in the contracts. The dollar amount of these vested rights, which has been accrued on the financial statements, amounted to approximately \$415,000 for sick leave and \$236,000 for vacation at December 31, 2024.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Drainage Districts

Bonds Payable

Blue River Gardens Drain Drainage District Bonds

In February 2008, the Blue River Gardens Drain Drainage District issued \$555,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due June 1 of each year through 2027 with interest due semi-annually at rates ranging from 4.85% to 5.10%. \$ 90,000

Bunce Creek and Huffman Drain Drainage District Bonds

In March 2009, the Bunce Creek & Huffman Drain Drainage District issued \$4,625,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due on April 1 of each year through 2029 with interest due semi-annually at rates ranging from 5.000% to 5.375%. 1,250,000

Carrigan and Grace Drain Drainage District

In January 2024, the Carrigan and Grace Drain Drainage District issued \$3,430,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due June 1 of each year through 2044 with interest ranging from 4.00% to 5.00% due semi-annually. 3,430,000

Gossman and Branches Drain Drainage District Bonds

In February 2012, the Gossman and Branches Drain Drainage District issued \$1,900,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due May 1 of each year through 2027 with interest of 3.15% due semi-annually. 365,000

Cox-Doty and Stein Drain Drainage District and Railroad and Branches Drain Drainage District Bonds

In December 2009, the Cox-Doty and Stein Drain and Railroad Drain Drainage Districts issued \$2,380,000 of bonds for improvements to the drainage districts. The bonds will be paid from special assessments against property and public corporations within the drainage districts. Principal on the bonds is due on May 1 of each year through 2030 with interest due semi-annually at interest rates ranging from 4.10% to 4.50%. 960,000

Pelton Drain Drainage District Bonds

In August 2011, the Pelton Drain Drainage District issued \$1,300,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due April 1 of each year through 2031 with interest due semi-annually at 4.25%. 465,000

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Lester Bammel Drain Drainage District Bonds

In October 2015, the Lester Bammel Drain Drainage District issued \$915,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due on June 1 of each year through 2030 with interest due semi-annually at rates ranging from 3.00% to 4.00%.

\$ 420,000

Marine City Drain Drainage District Bonds

In November 2016, the Marine City Drain Drainage District issued \$960,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due June 1 of each year through 2026 with interest due semi-annually at rates ranging from 2.30% to 2.50%.

200,000

Meldrum Drain Drainage District Bonds

In January 2017, the Meldrum Drain Drainage District issued \$620,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal is due on the bonds each June 1 through 2027 with interest due semi-annually at 2.98%.

195,000

Forrest Manor Drainage District Bonds

Department of Agriculture Bonds have been sold for \$2,535,000 to finance the acquisition, construction, furnishing, and equipping of improvements to the Forrest Manor Drainage District. Payments on the bonds will be paid through special assessments to the drainage district. Principal payments on the bonds are due on March 1 of each year through 2046 with interest payable semi-annually at 2.25%.

2,016,000

Green Drain Drainage District Bonds

In March 2018, the Green Drain Drainage District issued \$1,465,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due each March through 2038 with interest due semi-annually at rates ranging from 3.00% to 4.00%.

1,020,000

Stocks Creek and Branches Drain Drainage District Bonds

In February 2018, the Stocks Creek and Branches Drain Drainage District issued \$560,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal is due on the bonds each March 1 through 2038 with interest due semi-annually at rates ranging from 3.20% to 4.00%.

390,000

In March 2018, the Stocks Creek and Branches Drain Drainage District issued \$2,360,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal is due on the bonds each March 1 through 2038 with interest due semi-annually at rates ranging from 3.00% to 4.00%.

1,650,000

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Holland Drain Drainage District Bonds

In October 2021, the Holland Drain Drainage District issued \$1,548,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due June 1 of each year through 2036 with interest due semi-annually at 1.79%.

\$ 1,240,000

Howe Brandymore Drain Drainage District Bonds

In October 2023, the Howe Brandymore Drain Drainage District issued \$3,460,000 of bonds for improvements to the drainage district. The bonds will be paid from special assessments against property and public corporations within the drainage district. Principal on the bonds is due each June through 2033 with interest due semi-annually at rates ranging from 5.00% to 6.00%.

3,110,000

\$ 16,801,000

Loans

Department of Environmental Quality Bonds have been sold for \$2,425,000 and \$560,000 through the State of Michigan Clean Water Revolving Fund to construct sanitary sewer improvements, including two sanitary sewage pump stations and a treatment lagoon for the South Branch Pine River Drain Drainage District. Payments on the loans will be paid through special assessments. Principal on the bonds is due on April 1 of each year through 2028 with interest due semi-annually at interest rates of 1.625% and 2.500%, respectively, for each of the bonds.

\$ 710,000

Department of Agriculture Bonds have been sold for \$1,520,000 to finance the acquisition, construction, furnishing and equipping of improvements to the Number 211, Avoca Wastewater Treatment Project Drainage District. Payments on the loan will be paid through special assessments to the drainage district. Principal payments on the loan are due on September 1 of each year through 2039 with interest due semi-annually at 4.25%.

1,005,000

\$ 1,715,000

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Notes Payable

St. Clair County, through the Drain Commission, administers the construction of drains, which are deemed to benefit properties against which special assessments are levied. To finance the construction, notes are issued in accordance with the provisions of Act No. 40 of the Michigan Public Acts of 1956, as amended by Act No. 71, Public Acts of 1976 or has received loans from the primary government. Repayment of the notes is made from the special assessment revenues, payment from other government units, etc. During the year, the Drain Commission did not issue drain notes. The balance of the obligations at December 31, 2024 was as follows:

	<u>Interest Rate</u>	<u>Amount</u>
Governmental activities -		
Mueller Farms	1.05 %	\$ 150,000 *
Macomb County drain	2.00	48,000 *
State Road drain	2.77	269,000
Barringer drain	3.77	87,000
Shea drain	3.50	13,533 *
Pickard drain	3.74	243,000
		<u>\$ 810,533</u>

* Amounts held by primary government

Annual debt service requirements to maturities are as follows:

Year ending December 31,	Bonds		Notes		Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 1,701,000	\$ 616,763	\$ 132,533	\$ 40,712	\$ 224,000	\$ 53,900
2026	1,717,000	546,309	119,000	40,161	226,000	48,668
2027	1,629,000	475,806	95,000	40,695	233,000	43,309
2028	1,431,000	411,169	66,000	15,027	235,000	37,826
2029	1,441,000	350,870	66,000	12,849	58,000	33,872
2030-2034	4,545,000	1,098,412	307,000	31,421	330,000	130,264
2035-2039	2,451,000	504,564	25,000	685	409,000	53,636
2040-2044	1,659,000	178,370	-	-	-	-
2045-2046	227,000	7,695	-	-	-	-
	<u>\$16,801,000</u>	<u>\$ 4,189,958</u>	<u>\$ 810,533</u>	<u>\$ 181,550</u>	<u>\$ 1,715,000</u>	<u>\$ 401,475</u>

Brownfield Redevelopment Authority

Notes Payable

The Authority entered into an agreement with the City of Marine City for a loan on a site within the City. Interest is due at a rate of 1.50% beginning in 2022.

\$ 50,814

As part of the clean-up of the City of Marine City, tipping fees were charged to the Brownfield Redevelopment Authority and will be paid with taxes captured. Payment of fees will be made after all notes are repaid.

100,000

\$ 150,814

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 10 - LONG-TERM LIABILITIES (Continued)

Annual debt service requirements at December 31, 2024 are as follows:

Year ending December 31,	Notes Payable	
	Principal	Interest
2025	\$ 50,814	\$ 762
2026	50,000	-
2027	50,000	-
	<u>\$ 150,814</u>	<u>\$ 762</u>

Community Mental Health Authority

The Community Mental Health Authority had the following direct borrowings at year-end:

Direct Borrowing

Description	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Bond payable - St. Clair County	\$ 7,480,000	4.23%	2026	\$ 1,800,000
Mortgage payable -				
Marine City #2	484,500	2.65	2027	437,227
24th Street	1,030,000	2.99	2025	853,141
Group home	670,973	4.23	2027	549,304
Blue River Housing lease	138,878	4.23	2025	12,214
Total				<u>\$ 3,651,886</u>

The Community Mental Health Authority's outstanding loans from direct borrowings and direct placements related to mental health operations contain provisions in the event of default, either by (1) inability to make principal or interest payments, (2) false or misrepresentation made to the lender, (3) becoming insolvent or making an assignment for the benefit of its creditors, (4) if the lender at any time in good faith believes that the prospect of payment of any indebtedness is impaired. Upon the occurrence of any default event, the outstanding amounts, including interest, become immediately due and payable.

Accrued Vacation and Sick

In accordance with contracts negotiated with various employee groups of the Community Mental Health Authority, individual employees have vested rights upon termination of employment to receive payments for unused vacation and sick leave under formulas and conditions specified in the contract. As of September 30, 2024, the vested benefits amounted to \$2,750,151.

Annual debt service requirements to pay the debt outstanding at September 30, 2024 are as follows:

Year ending September 31,	Notes Payable		Contracts Payable	
	Principal	Interest	Principal	Interest
2025	\$ 113,569	\$ 71,535	\$ 900,000	\$ 56,250
2026	914,330	58,063	900,000	16,875
2027	823,987	21,119	-	-
	<u>\$ 1,851,886</u>	<u>\$ 150,717</u>	<u>\$ 1,800,000</u>	<u>\$ 73,125</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 11 - SUBSCRIPTIONS

The County obtains the right to use vendors' information technology software through various long-term contracts. Payments are generally fixed annually.

Subscription asset activity of the County is included in Note 5.

Future principal and interest payment requirements related to the County's subscription liability at December 31, 2024 are as follows:

<u>Year ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 164,927	\$ 14,723	\$ 179,650
2026	137,548	8,126	145,674
2027	65,601	2,624	68,225
	<u>\$ 368,076</u>	<u>\$ 25,473</u>	<u>\$ 393,549</u>

NOTE 12 - RETIREMENT PLAN

DEFINED BENEFIT PLAN

Two years of information on the pension plan (the "Plan") is presented. The current year is presented for the Plan to satisfy requirements of GASB Statement No. 67, and the prior year is presented as the measurement date for reporting the liability of the employer to satisfy requirements of GASB Statement No. 68.

Plan Description

The St. Clair County Retirement System is a single-employer defined benefit Plan, which was established by County ordinance in 1964 to provide retirement and pension benefits for eligible employees of St. Clair County, the St. Clair County Road Commission and St. Clair County Community Mental Health Authority. Employees not in this plan are covered by a defined contribution plan. Effective January 1, 2016, the Plan is closed to all but the Sheriff deputies bargaining unit. The system is administered, managed, and operated by a Board composed of 9 Trustees, the chairperson of the Board of Commissioners, or their appointee, a member of the Board of Commissioners, a member of the St. Clair County Road Commission Board, one appointed citizen, four elected employees of the retirement system, and one retired member elected by the retired members. The benefit provisions are governed by Act No. 427 of the Michigan Public Acts of 1984, as amended. The Plan may be amended by the County Board of Commissioners. The Plan is audited within the scope of the audit of the basic financial statements. Separate audited financial statements are not issued.

The membership at December 31, 2023 was composed of 402 active participants, 867 retirees and beneficiaries, and 132 inactive but vested members. The membership at December 31, 2022 was composed of 428 active participants, 841 retirees and beneficiaries, and 138 inactive but vested members. In general, all employees are eligible for regular retirement as follows:

Sheriff Department - 25 years of service regardless of age. Benefits are calculated based on the total service times an annual multiple of final average compensation. Maximum benefits 75% of final average compensation.

Road Commission, Community Mental Health Authority, and General County - when age plus service equals 80 and service is at least 25 years. Maximum benefits 75% of final average compensation, except Prosecuting Attorney, which has maximum benefits of 69.6% of final average compensation if service is 25 years or more.

All Employees - age 60 with 8 years of service.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

In addition to the regular retirement provisions, the system allows for the following retirement provisions at regular or reduced benefits:

Deferred Retirement - 8 or more years of service, benefits begin at 60 or at age 55 with 25 or more years of service.

Death In-Service - 10 or more years of service.

Duty Disability - Sheriff's Department plan members 10 or more years of service, others no age or service requirements but must be in receipt of Workers' Compensation payments.

Non-Duty Disability - 10 or more years of service.

Life Insurance - \$3,500 policy to retirees.

Supplemental Payments to Retirees Age 65 and Older - retirees with less than 20 years of service receive \$14 per month and those with 20 or more years of service at retirement receive \$16 per month.

Since the County does not issue a stand-alone report for its County defined benefit plan, following are condensed financial statements for the period as of and including December 31, 2024:

Statement of Net Position

Cash and investments	\$ 283,087,170
Other assets	<u>163,940</u>
Total assets	283,251,110
Liabilities	<u>86,999</u>
Net position	<u><u>\$ 283,164,111</u></u>

Statement of Changes in Net Position

Additions -	
Contributions	\$ 9,337,236
Investment gain	<u>27,411,972</u>
Total additions	<u>36,749,208</u>
Deductions -	
Benefit payments	19,787,526
Other expenses	<u>165,171</u>
Total deductions	<u>19,952,697</u>
Change in net position	16,796,511
Net position, beginning of year	<u>266,367,600</u>
Net position, end of year	<u><u>\$ 283,164,111</u></u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

Summary of Significant Accounting Policies

Basis of Accounting

The St. Clair County Retirement System utilizes the accrual basis of accounting and is reported within the County's reporting entity as a separate Pension Trust Fund. Contributions from employees are recognized in the period in which contributions are paid. Employer contributions are recognized when due and the employer has made a formal commitment to provide contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Contribution and Funding Policy

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as a level dollar amount designed to accumulate sufficient assets to pay benefits when due. During the year ended December 31, 2024, contributions totaling \$9,337,236 (\$7,657,488 employer and \$1,679,748 employee) were made in accordance with contribution requirements determined by an actuarial valuation for the Plan as of December 31, 2022. The required employer contributions were \$5,093,033 for General County, \$785,962 for the Road Commission, and \$1,257,177 for the Community Mental Health Authority. Employee contributions represent 5.00%-8.00% of covered payroll, depending on the contract. The contribution requirement of a Plan member and the County are established by the St. Clair County Retirement Board and may be amended by the St. Clair County Board of Commissioners. Most administrative costs of the Plan are paid with retirement assets. The defined benefit Plan, excluding Sheriff Deputies, is closed to new-hires.

The required contribution rate was determined as part of the December 31, 2022 actuarial valuation using the individual entry age normal cost method. The actuarial assumptions included: (a) 7.00% net investment rate of return, and (b) projected salary increases of 2.25% to 7.00% per year, which includes pay inflation at 2.25%. There are no projected cost-of-living adjustments. The actuarial value was determined using techniques that smooth the effect of short-term volatility in the fair value of investments over a five-year period. The Plan's unfunded actuarial accrued liability is being amortized as a level dollar on an open period, with a remaining amortization period as of December 31, 2022 of 15 years for the Community Mental Health Authority and amortized as a level dollar on a closed period with a remaining amortization period as of December 31, 2022 of 15 years for General Employees and the Road Commission.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

Net Pension Liability of the County

The net pension liability of the County has been measured as of December 31, 2024, which used updated procedures to roll forward the estimated liability of an actuarial valuation at December 31, 2023, and is composed of the following:

	Total Pension Liability	Plan's Net Position	Net Pension Liability
Beginning balance	\$ 324,072,968	\$ 266,367,600	\$ 57,705,368
Service cost	3,144,851	-	3,144,851
Interest on total pension liability	22,212,684	-	22,212,684
Net investment income	-	27,411,972	(27,411,972)
Expected and actual differences	3,277,252	-	3,277,252
Changes of assumptions	2,102,420	-	2,102,420
Contributions from employer	-	7,657,488	(7,657,488)
Contributions from employees	-	1,679,748	(1,679,748)
Benefit payments	(19,787,526)	(19,787,526)	-
Administrative costs	-	(165,171)	165,171
Ending balance	<u>\$ 335,022,649</u>	<u>\$ 283,164,111</u>	<u>\$ 51,858,538</u>

Plan fiduciary net position as a percentage of the total pension liability 84.52%

The net pension liability of the County has been measured as of December 31, 2023, which used updated procedures to roll forward the estimated liability of an actuarial valuation at December 31, 2022, and is composed of the following:

	Total Pension Liability	Plan's Net Position	Net Pension Liability
Primary government			
Beginning balance	\$ 208,985,491	\$ 160,521,865	\$ 48,463,626
Service cost	2,024,816	-	2,024,816
Interest on total pension liability	14,332,040	-	14,332,040
Net investment income	-	18,429,466	(18,429,466)
Changes in assumptions	-	-	-
Expected and actual differences	(560,178)	-	(560,178)
Contributions from employer	-	5,749,763	(5,749,763)
Contributions from employees	-	1,124,957	(1,124,957)
Benefit payments	(12,533,751)	(12,533,751)	-
Administrative costs	-	(107,068)	107,068
Ending balance	<u>\$ 212,248,418</u>	<u>\$ 173,185,232</u>	<u>\$ 39,063,186</u>

Plan fiduciary net position as a percentage of the total pension liability 81.60%

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

	Total Pension Liability	Plan's Net Position	Net Pension Liability
Component units			
Beginning balance	\$ 106,951,789	\$ 87,305,576	\$ 19,646,213
Service cost	1,092,352	-	1,092,352
Interest on total pension liability	7,328,147	-	7,328,147
Net investment income	-	10,079,125	(10,079,125)
Expected and actual differences	3,164,923	-	3,164,923
Contributions from employer	-	1,973,794	(1,973,794)
Contributions from employees	-	594,766	(594,766)
Benefit payments	(6,712,661)	(6,712,661)	-
Administrative costs	-	(58,232)	58,232
Ending balance	<u>\$ 111,824,550</u>	<u>\$ 93,182,368</u>	<u>\$ 18,642,182</u>
Road Commission			\$ 8,155,547
CMHA			<u>10,486,635</u>
			<u>\$ 18,642,182</u>

Plan fiduciary net position as a percentage of the total pension liability 83.33%

Pension Expense (Credit) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2024, the County recognized pension expense (credit) of \$(1,678,537) in the government-wide and proprietary fund financial statements of the primary government and \$2,455,996 in the component units [\$1,542,610 in the Road Commission and \$913,386 in the Community Mental Health Authority]. At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Primary Government	Component Units
Deferred outflows of resources		
Proportionate share difference	\$ -	\$ 142,923
Differences between expected and actual experience	-	1,582,461
Net difference between projected and actual earnings on Plan investments	13,757,921	7,406,698
Contributions made subsequent to the measurement date	<u>5,614,349</u>	<u>1,728,845</u>
	<u>\$ 19,372,270</u>	<u>\$ 10,860,927</u>
Deferred inflows of resources		
Proportionate share difference	\$ 142,923	\$ -
Difference between expected and actual experience	<u>280,089</u>	<u>-</u>
	<u>\$ 423,012</u>	<u>\$ -</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

The amounts of deferred outflows of resources and deferred inflows of resources related to pension, excluding contributions to the Plan subsequent to the measurement date which will be recognized by the Plan in the next measurement period, will be recognized in pension expense as follows:

	Primary Government	Component Units
2025	\$ 3,346,654	\$ 3,846,174
2026	4,530,646	2,425,661
2027	6,936,559	3,683,207
2028	(1,478,950)	(822,960)
	<u>\$ 13,334,909</u>	<u>\$ 9,132,082</u>

Investment Policy

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board by a majority vote of its members. It is the policy of the Retirement Board to pursue an investment strategy that manages risk through diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's adopted asset allocation policy as of December 31, 2024 and 2023:

Asset Class	Target Allocation
Fixed income	20.00%
Domestic equity	45.00
International equity	10.00
Emerging markets equity	5.00
Private real assets	5.00
Real estate	15.00

Rate of Return

For the years ended December 31, 2024 and 2023, the annual money-weighted rate of return on Plan investments, net of Plan investment expense, was 10.49% and 11.72%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2022, which used updated procedures to roll forward the estimated liability to December 31, 2023, and by an actuarial valuation as of December 31, 2023, which also used updated procedures to roll forward this estimated liability to December 31, 2024. The valuations used the following actuarial assumptions based on the most recent experience study, completed for the five years ended December 31, 2018:

Salary Increases - 2.25 - 7.00%

Investment Rate of Return - 7.00%

Inflation - 2.25%

Mortality Rate - Mortality rates were from the Pub-2010 mortality tables incorporating generational improvements from 2010 based on the Society of Actuaries' MP-2019 scale and from the RP-2014 mortality tables incorporating generational improvements from 2006 based on the Society of Actuaries' MP-2019 scale.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.00 percent for the 2024 and 2023 liabilities. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Projected Cash Flows

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

The long-term expected rate of return on 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 Plan 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 weighing 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 as of December 31, 2024 and 2023 for each major asset class included in the Plan's target asset allocation, as disclosed in the investment footnote, are summarized in the following table.

<u>Asset Class</u>	<u>Long-term Expected Real Rate of Return</u>
Fixed income	0.53%
Domestic equity	8.76
International equity	5.42
Emerging markets equity	7.34
Private real assets	6.44
Real estate	5.10

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the County, calculated using the discount rate of 7.00 percent for 2024 and 2023, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Net pension liability at December 31, 2024	<u>\$ 88,809,735</u>	<u>\$ 51,858,538</u>	<u>\$ 20,710,665</u>
	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Net pension liability at December 31, 2023 -			
Primary government	\$ 62,900,614	\$ 39,063,186	\$ 19,029,623
Component units	31,143,095	18,642,182	8,134,236
	<u>\$ 94,043,709</u>	<u>\$ 57,705,368</u>	<u>\$ 27,163,859</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 12 - RETIREMENT PLAN (Continued)

DEFINED CONTRIBUTION PLAN

General Government

The County offers to certain employees who have been hired on or after January 1, 2009, the option to participate in a defined contribution plan with contributions being held in accordance with Internal Revenue Code Section 457. The plan is administered by a third-party administrator. Participation in the plan is voluntary to eligible full-time employees. Employees opting to participate in the plan may contribute to the plan in increments of 1% up to a maximum of 8% of total wages with the County matching contributions. The plan may be amended by the County Board of Commissioners.

In addition, certain eligible employees have the option to contribute to a 457-deferred compensation plan in lieu of participating in the County's Retiree Health Care Trust Fund Plan. This option requires employee contributions from 1% - 5% with a matching County contribution of .5% - 2.5% (50% of employee contribution percentage).

Employer contributions for the year ended December 31, 2024 were \$1,508,759.

Component Units

The Road Commission provides pension benefits through a defined contribution plan to employees not participating in the defined benefit plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus any investment earnings. The Road Commission matches employee contributions up to 8% of total wages and is subject to forfeiture by the employee based on a 5-year vesting schedule. Employee contributions are 100% vested at the time of contribution. For the year ended December 31, 2024, the Road Commission contributed \$338,988 to the plan.

The St. Clair County Community Mental Health Authority offers employees who have been hired on or after January 1, 2016 the option to participate in a defined contribution plan with contributions being held in accordance with Internal Revenue Code Section 457. The plan is administered by a third-party administrator. Participation in the plan is voluntary to eligible full-time employees. The St. Clair County Community Mental Health Authority will match the employee contribution dollar-for-dollar up to the maximum of 8% of total wages. The plan may be amended by the Board of Directors. For the year ended September 30, 2024, employer contributions were \$818,398.

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN

Two years of information on the Postemployment Healthcare Plan (the "OPEB Plan") is presented. The current year is presented for the OPEB Plan to satisfy requirements of GASB Statement No. 74, and the prior year is presented as the measurement date for reporting the liability of the employer to satisfy requirements of GASB Statement No. 75.

Plan Description

The single-employer plan administered through St. Clair County provides postemployment benefits for eligible employees of the County, including those of the St. Clair County Road Commission and employees of the St. Clair County Community Mental Health Authority. As of January 1, 2016, the OPEB Plan was closed to all new participants. Postemployment benefits consist of health, dental, and prescription drug coverage. The plan is audited within the scope of the audit of the basic financial statements. Separate audited financial statements are not issued.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

Benefits Provided

The membership at December 31, 2023 was composed of 370 active participants, 635 retirees and beneficiaries, and 43 terminated vested participants. The membership at December 31, 2022 was composed of 394 active participants, 612 retirees and beneficiaries, and 50 terminated vested participants. In general, all employees are eligible for postemployment benefits as follows:

Some retirees age 55 and older are provided health, dental, and prescription and drug coverage for recipient and dependents with 25 years of service or age 60 with 8 years of service. (Age 50 with 25 years of service for Sheriff Department or age 60 with 8 years of service.) Members of groups with "Rule of 80" are eligible if the sum of their age plus years of service are greater than or equal to 80 and their years of service equal to 25 years or more.

Beneficiaries of deceased retirees and survivors of deceased employees are provided health and dental coverages for recipients and dependents of retired employees who have at least ten years of service at time of death. Surviving spouse contribution requirement follows members' contribution requirements prior to their death.

Since the County does not issue a stand-alone report for its County postemployment benefit plan, following are condensed financial statements for the period as of and including December 31, 2024:

Statement of Net Position

Cash and investments	\$ 69,067,217
Other assets	<u>104,526</u>
Total assets	69,171,743
Liabilities	<u>12,300</u>
Net position	<u><u>\$ 69,159,443</u></u>

Statement of Changes in Net Position

Additions -	
Contributions	\$ 3,125,021
Investment gain	7,007,588
Other	<u>14,217</u>
Total additions	10,146,826
Deductions - benefit payments	<u>3,250,715</u>
Change in net position	6,896,111
Net position, beginning of year	<u>62,263,332</u>
Net position, end of year	<u><u>\$ 69,159,443</u></u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

Summary of Significant Accounting Policies and Method Used to Value Investments

The Basis of Accounting and Method Used to Value Investments are the same as the Retirement Plan outlined in Note 12.

Contribution and Funding Policy

The OPEB Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as a level dollar amount designed to accumulate sufficient assets to pay benefits when due. During the year ended December 31, 2024, contributions of \$3,125,021 (\$2,818,411 employer and \$306,610 employee) were made. The actuarial valuation dated December 31, 2023 determined a contribution of \$159,188 for the Community Mental Health Authority, \$1,316,934 for General County, and \$54,737 for Road Commission employees.

The contribution requirements of OPEB Plan members and the County are established by the St. Clair County Board of Commissioners. Most administrative costs of the OPEB Plan are paid with OPEB assets.

The required contribution rate was determined as part of the December 31, 2023 actuarial valuation using the individual entry age normal level percent of salary cost method. The actuarial assumption included (a) a 5.25% net investment rate of return; (b) projected salary increases of 2.25% to 7.00% per year; (c) an annual healthcare cost trend of 8.00% initially for non-Medicare rates, reduced by decrements of 0.50% to an ultimate rate of 4.50% after 8 years and a trend of 7.00% for Medicare rates, reduced by decrements of 0.50% to an ultimate rate of 4.00% after 7 years; and (d) an inflation rate of 2.00%. There are no projected cost-of-living adjustments. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the fair value of investment over a five-year period. The OPEB Plan's unfunded actuarial accrued liability is being amortized as a level dollar amount for General County employees and as a level percentage of member payroll for Community Mental Health Authority and Road Commission employees on a closed period, with a remaining amortization period as of December 31, 2023 of 6 years.

Investment Policy

The OPEB Plan's policy in regard to the allocation of invested assets is established and may be amended by the County Administrator.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

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 asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The adopted asset allocation policy and the best estimates of arithmetic real rates of return for each asset class as of December 31, 2024 are as follows:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Fixed income	38.00 %	4.50 %
Domestic equity	48.00	7.00
International equity	9.00	7.50
Real estate	3.00	6.00
Cash	2.00	3.00
Total	100.00 %	

Rate of Return

For the years ended December 31, 2024 and 2023, the annual money-weighted rate of return on OPEB Plan investments, net of investment expense, was 11.27% and 13.94%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net OPEB Liability (Asset) of the County

The net OPEB liability (asset) of the County has been measured as of December 31, 2024, which used updated procedures to roll forward the estimated liability of an actuarial valuation at December 31, 2023, and is composed of the following:

	Total OPEB Liability	OPEB Plan's Net Position	Net OPEB Liability (Asset)
Beginning balance	\$ 52,505,795	\$ 62,263,332	\$ (9,757,537)
Service cost	636,827	-	636,827
Interest on total OPEB liability	3,298,718	-	3,298,718
Net investment income	-	7,007,588	(7,007,588)
Changes in assumptions	14,848,988	-	14,848,988
Expected and actual differences	375,181	-	375,181
Contributions from employer	-	2,818,411	(2,818,411)
Contributions from employees	-	306,610	(306,610)
Other revenue	-	14,217	(14,217)
Benefit payments	(3,250,715)	(3,250,715)	-
Ending balance	<u>\$ 68,414,794</u>	<u>\$ 69,159,443</u>	<u>\$ (744,649)</u>

OPEB Plan fiduciary net position as a percentage of the total OPEB liability 101.09%

The discount rate changed from 6.40% in the 2023 valuation to 6.00% in 2024.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

The net OPEB liability of the County has been measured as of December 31, 2023, which used updated procedures to roll forward the estimated liability using the December 31, 2022 actuarial valuation, and is composed of the following:

	<u>Total OPEB Liability</u>	<u>OPEB Plan's Net Position</u>	<u>Net OPEB Liability</u>
Primary government			
Beginning balance	\$ 44,307,716	\$ 27,038,010	\$ 17,269,706
Service cost	664,256	-	664,256
Interest on total OPEB liability	2,309,900	-	2,309,900
Net investment income	-	3,716,029	(3,716,029)
Changes in assumptions	(5,902,627)	-	(5,902,627)
Expected and actual differences	(3,898,975)	-	(3,898,975)
Contributions from employer	-	1,279,556	(1,279,556)
Contributions from employees	-	238,917	(238,917)
Benefit payments	<u>(1,972,993)</u>	<u>(1,972,993)</u>	<u>-</u>
Ending balance	<u>\$ 35,507,277</u>	<u>\$ 30,299,519</u>	<u>\$ 5,207,758</u>

OPEB Plan fiduciary net position as a percentage of the total OPEB liability 85.33%

	<u>Total OPEB Liability</u>	<u>OPEB Plan's Net Position</u>	<u>Net OPEB Liability (Asset)</u>
Component units			
Beginning balance	\$ 21,711,487	\$ 27,364,547	\$ (5,653,060)
Service cost	352,316	-	352,316
Interest on total OPEB liability	1,132,149	-	1,132,149
Net investment income	-	3,845,055	(3,845,055)
Changes in assumptions	(2,841,162)	-	(2,841,162)
Expected and actual differences	(2,345,214)	-	(2,345,214)
Contributions from employer	-	1,680,373	(1,680,373)
Contributions from employees	-	84,896	(84,896)
Benefit payments	<u>(1,011,058)</u>	<u>(1,011,058)</u>	<u>-</u>
Ending balance	<u>\$ 16,998,518</u>	<u>\$ 31,963,813</u>	<u>\$ (14,965,295)</u>
Road Commission net OPEB asset			\$ (1,335,621)
CMHA net OPEB asset			<u>(13,629,674)</u>
Net OPEB asset			<u>\$ (14,965,295)</u>

OPEB Plan fiduciary net position as a percentage of the total OPEB liability 188.04%

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

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

For the year ended December 31, 2024, the County recognized OPEB expense (credit) of \$(13,996,458) in the government-wide and proprietary fund financial statements of the primary government and \$(2,370,765) in the component units [\$(3,284,151) in the Road Commission and \$913,386 in the Community Mental Health Authority]. At December 31, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Primary Government	Component Units
Deferred outflows of resources		
Proportionate share difference	\$ 1,523,076	\$ 630,813
Differences between expected and actual experience	-	-
Changes in assumptions	435,851	213,608
Net difference between projected and actual earnings on OPEB Plan investments	1,015,113	658,904
Contributions made subsequent to the measurement date	1,148,411	1,615,000
	<u>\$ 4,122,451</u>	<u>\$ 3,118,325</u>
Deferred inflows of resources		
Proportionate share difference	\$ 412,616	\$ 1,741,273
Differences between expected and actual experience	5,969,604	2,893,393
Changes in assumptions	3,942,283	1,886,910
	<u>\$ 10,324,503</u>	<u>\$ 6,521,576</u>

The amounts of deferred outflows of resources and deferred inflows of resources related to OPEB, excluding contributions to the OPEB Plan subsequent to the measurement date which will be recognized by the OPEB Plan in the next measurement period, will be recognized in OPEB expense as follows:

	Primary Government	Component Units
2025	\$ (5,722,025)	\$ (3,143,775)
2026	(2,060,014)	(2,099,157)
2027	1,006,355	499,791
2028	(574,779)	(275,110)
	<u>\$ (7,350,463)</u>	<u>\$ (5,018,251)</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

Actuarial Assumptions

The total OPEB liability of the OPEB Plan was determined by an actuarial valuation as of December 31, 2022, which used updating procedures to roll forward the estimated liability to December 31, 2023 and by an actuarial valuation at December 31, 2023, which used updating procedures to roll forward the estimated liability to December 31, 2024, the measurement date. The valuation used the following assumptions included in the measurement:

Salary Increases - 2.25% - 7.00%, including inflation

Investment Rate of Return - 5.25%

Mortality Rates - For 2024, a version of Pub-2010 with Scale MP-2021 generational mortality improvement; for 2023, using the Scale MP-2020

Inflation Rate - 2.00%

Healthcare Cost Trend Rate - 7.50%, decreasing by 0.50% per year to 4.50%

Projected Cash Flows - For the 2024 liability, the OPEB Plan's fiduciary net position was projected to cover projected benefit payments of current and active members. This projection assumes the County and Road Commission contribute \$2,558,601 in total annually based on historical contributions of the last three years. The Community Mental Health Authority is expected to contribute the balance of the normal cost, less employee contributions. For the 2023 liability, the OPEB Plan's fiduciary net position was projected to cover projected benefit payments of current and active members. This projection assumes the County and Road Commission contribute \$2,083,445 in total annually based on historical contributions of the last three years. The Community Mental Health Authority is expected to contribute the balance of the normal cost, less employee contributions.

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the net OPEB liability (asset) of the County, calculated using the current discount rate, as well as what the net OPEB liability (asset) would be if it were calculated using a discount rate that is one-percentage-point lower or one-percentage-point higher than the current rate.

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
Net OPEB liability (asset) at December 31, 2024	<u>\$ 6,865,151</u>	<u>\$ (744,649)</u>	<u>\$ (7,161,109)</u>
	1% Decrease (5.40%)	Current Discount Rate (6.40%)	1% Increase (7.40%)
Net OPEB liability (asset) at December 31, 2023 - Primary government	<u>\$ 2,055,664</u>	<u>\$ 5,207,758</u>	<u>\$ 7,861,725</u>
Component units	<u>(5,907,267)</u>	<u>(14,965,295)</u>	<u>(22,591,878)</u>
	<u>\$ (3,851,603)</u>	<u>\$ (9,757,537)</u>	<u>\$ (14,730,153)</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 13 - POSTEMPLOYMENT HEALTH CARE PLAN (Continued)

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability (asset) of the County, calculated using the current healthcare cost trend rate, as well as what the net OPEB liability (asset) would be if it were calculated using a healthcare cost trend rate that is one percentage-point lower or one percentage-point higher than the current rate.

	1% Decrease (6.50-3.50%)	Current Discount Rate (7.50-4.50%)	1% Increase (8.50-5.50%)
Net OPEB liability (asset) at December 31, 2024	<u>\$ (8,034,845)</u>	<u>\$ (744,649)</u>	<u>\$ 7,951,536</u>
	1% Decrease (7.00-3.50%)	Current Discount Rate (8.00-4.50%)	1% Increase (9.00-5.50%)
Net OPEB liability (asset) at December 31, 2023 -			
Primary government	\$ 8,254,293	\$ 5,207,758	\$ 1,568,631
Component units	<u>(23,719,983)</u>	<u>(14,965,295)</u>	<u>(4,507,702)</u>
	<u>\$ (15,465,690)</u>	<u>\$ (9,757,537)</u>	<u>\$ (2,939,071)</u>

NOTE 14 - CONTINGENT LIABILITIES

Primary Government

The County participates in a number of federal and state assisted grant programs, which are subject to compliance audits. The Single Audit of the federal programs and the periodic program compliance audits of many of the state programs have not yet been conducted or completed. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County is a defendant in a number of other lawsuits, a party in other disputes, and subject to claims and property tax appeals and other potential liabilities that have resulted from its activities in providing services to citizens of St. Clair County. The ultimate unrecorded effect on the County's financial statements of the resolution of these various matters, in the opinion of management, is not considered to be material.

There are various other legal actions pending against the County. Due to the inconclusive nature of many of the actions, it is not possible for Corporate Counsel to determine the probable outcome or a reasonable estimate of the County's potential liability, if any. Those actions, for which a reasonable estimate can be determined of the County's potential liability, if any, are considered by County Management and Legal Counsel to be insignificant to the County as a whole.

A substantial portion of the Health Department's total patient revenues are for services provided to Medicare, Medicaid, and Blue Cross and Blue Shield of Michigan patients. Payments for these services are based upon allowable costs incurred and are subject to final audit by the intermediaries.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 14 - CONTINGENT LIABILITIES (Continued)

Component Unit - Road Commission

In the normal course of its operations, the St. Clair County Road Commission often becomes a party to various claims and lawsuits. In the opinion of the Road Commission's legal counsel, if any of these claims should result in an unfavorable resolution to the Road Commission, the Road Commission's liability would be limited to its deductible under insurance policies. The insurer would pay the losses, and there should be no material effect on the financial position of the Road Commission.

The Road Commission participates in a number of federal and state assisted grant programs, which are subject to compliance audits. The periodic program compliance monitoring of many of the federal and state programs have not yet been conducted or completed. Accordingly, the Road Commission's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Road Commission expects such amounts, if any, to be immaterial.

Also, as part of its trunkline maintenance agreement with the State of Michigan, the Road Commission's costs charged to the State are subject to audit. The amounts, if any, which may have to be paid back to the State, cannot be determined at this time, although the Road Commission expects such amounts, if any, to be immaterial.

Component Unit - Community Mental Health Authority

As is common for mental health authorities, St. Clair County Community Mental Health Authority receives a significant portion of its revenues through contracts with the State of Michigan Department of Health and Human Services. Medicaid revenue is passed through Region 10 Prepaid Inpatient Health Plan (PIHP), with a settlement reached at the end of each fiscal year. The settlement is based on accumulated reimbursable cost of CMHA and is subject to final audit by the Michigan Department of Health and Human Services.

NOTE 15 - RISK MANAGEMENT

Primary Government

The County is self-insured for property and liability, health care, unemployment, workers' compensation, and disability. Property and liability insurance are charged to participating funds based on the County's cost allocation plan. Each participating fund of the County makes payments to the Self-Insurance Internal Service Fund equal to an established percentage of gross salaries for that fund, if deemed necessary for health care, unemployment, workers' compensation and disability. These payments are accounted for as other services and charges in the paying fund and charges for services in the receiving fund.

The County is completely self-insured for unemployment compensation and short-term disability claims and is self-insured for workers' compensation claims up to an amount of \$500,000 in individual claims for 2024.

Based on claims currently pending and past history, the County has estimated accrued claims, including an estimate for claims incurred but not reported (IBNR), of \$0, \$0, and \$65,000 for unemployment compensation, disability, and workers' compensation, respectively.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 15 - RISK MANAGEMENT (Continued)

In addition, the Primary Government and the Drainage Districts (component unit) are voluntary members of the Michigan Municipal Risk Management Authority (MMRMA) established pursuant to laws of the State of Michigan which authorize local units of government to exercise jointly any power, privilege, or authority which each might exercise separately.

The administration of MMRMA is directed by a nine-member Board of Directors composed of municipal representatives from the membership elected by the membership. The Board of Directors establishes the general policy of MMRMA, creates and publishes rules to be followed by the Manager and Board of Directors and is empowered with the authority to impose sanctions or terminate membership. The County, by resolution of the County Board of Commissioners, has designated a representative to MMRMA to be responsible for the execution of all loss control measures, to ensure the payment of all annual and supplementary or other payment requirements, and to ensure the filing of all required reports and to act as a liaison between the County and MMRMA.

MMRMA administers risk management funds providing St. Clair County with loss protection for general and auto liability and property. Under most circumstances the County's maximum loss per occurrence is limited as follows:

<u>Type of Risk</u>	<u>Maximum Retention per Occurrence</u>
General and auto liability	\$ 250,000
Property and crime	1,000 per occurrence, plus 10% of the next \$100,000 of loss

The County has also elected to be a member of the Stop Loss Program, which limits the County's self-insurance retention. For 2024, that Stop Loss Program limited the retention for St. Clair County to \$750,000 in aggregate claims paid during the year.

MMRMA provides risk management, underwriting, reinsurance, and claims services with member contributions allocated to meet these obligations.

MMRMA has established a reserve to pay losses incurred by members who exceed individual retention levels and are not covered under existing reinsurance agreements. Losses incurred within the established limits are general obligations of MMRMA. In the event that St. Clair County incurs a loss in excess of the resources available, the County is liable for the excess.

Based on claims currently pending and past history, the County has estimated the accrued property and liability claims, including an estimate for claims incurred but not reported (IBNR), of \$903,000, which is recorded in the Self-Insurance Fund.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 15 - RISK MANAGEMENT (Continued)

The County is self-insured for health care benefits with the administrative services of the program being performed on a contractual basis by a third party. The County pays claims up to \$150,000 per contract per contract year. Stop-loss insurance has been purchased to insure the County against losses in excess of these limits. Based on past history, the County has estimated the accrued health care claims, including an estimate for claims IBNR, of \$1,050,000 at December 31, 2024, which is recorded as current liabilities in the Self Insurance (Internal Service) Fund. Changes in the balance of claims liability during the past two years as reported in the Self-Insurance (Internal Service) Fund are as follows:

	Property/Liability Insurance		Disability Insurance		Unemployment	
	2024	2023	2024	2023	2024	2023
Unpaid claims, beginning of year	\$ 975,000	\$ 1,045,000	\$ -	\$ -	\$ -	\$ -
Incurred claims (including IBNR's)	256,773	59,297	154,277	148,180	23,242	15,319
Claims paid	(328,773)	(129,297)	(154,277)	(148,180)	(23,242)	(15,319)
Unpaid claims, end of year	903,000	975,000	-	-	-	-
Less - current portion	(119,000)	(77,000)	-	-	-	-
Long-term liabilities	<u>\$ 784,000</u>	<u>\$ 898,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

	Workers' Compensation		Health Care		Total	
	2024	2023	2024	2023	2024	2023
Unpaid claims, beginning of year	\$ 200,000	\$ 328,000	\$ 465,000	\$ 270,000	\$ 1,640,000	\$ 1,643,000
Incurred claims (including IBNR's)	57,012	47,615	13,381,094	10,954,590	13,872,398	11,225,001
Claims paid	(192,012)	(175,615)	(12,796,094)	(10,759,590)	(13,494,398)	(11,228,001)
Unpaid claims, end of year	65,000	200,000	1,050,000	465,000	2,018,000	1,640,000
Less - current portion	(65,000)	(200,000)	(1,050,000)	(465,000)	(1,234,000)	(742,000)
Long-term liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 784,000</u>	<u>\$ 898,000</u>

Component Units

Road Commission

The Road Commission, including the Department of Public Works, is a member of the Michigan County Road Commission Self-Insurance Pool, established pursuant to the laws of the State of Michigan, which authorizes contracts between municipal corporations (inter-local agreements) to form group self-insurance pools and to prescribe conditions to the performance of these contracts. The Michigan County Road Commission Self-Insurance Pool was established for the purpose of making a self-insurance pooling program available for Michigan County Road Commissions, which includes, but is not limited to, general liability coverages, auto liability coverages, property insurance coverages, stop-loss insurance protection, claims administration, and risk management and loss control services pursuant to Michigan Public Act 138 of 1982.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 15 - RISK MANAGEMENT (Continued)

The Road Commission pays an annual premium to the Pool for property (buildings and grounds) coverage, automobile liability, errors and omissions liability and bodily injury, property damage and personal injury liability. The agreement for the formation of the Pool provides that the Pool will be self-sustaining through member premiums and will purchase both specific and aggregate stop-loss insurance to the limits determined necessary by the Pool Board.

The Road Commission is also a member of the County Road Commission Road Association Self-Insurance Fund (the "Fund") for workers' compensation self-insurance. This Fund is a municipal self-insurance entity operating within the laws of the State of Michigan. The Fund has entered into reinsurance agreements providing for loss coverage in excess of amounts to be retained by the Fund.

The Road Commission continues to carry commercial insurance for accident insurance. The amount of settlements (claims) for the past three years has not exceeded insurance coverage.

The Road Commission is self-insured for health care benefits. The administrative services for the self-insured program are performed by a health insurance company. The Road Commission makes monthly payments, based on estimated claims and a stop-loss provision (up to \$30,000 per contract per contract year), which are adjusted quarterly. The Road Commission has estimated accrued health care claims in excess of the last quarter payments, including an estimate for claims IBNR of \$58,000 at December 31, 2024, which is recorded as a current liability.

Community Mental Health Authority

CMHA is exposed to various risks of loss to general and auto liability, property damage, and errors and omissions. CMHA is a member in a public risk pool administered by the Michigan Municipal Risk Management Authority for risk of losses relating to its property and general liability (including auto liability and vehicle physical damage). MMRMA is a municipal self-insurance entity operating pursuant to the State of Michigan Public Act 138 of 1982. The purpose of the MMRMA is to administer a risk management fund, which provides members with loss protection for general and property liability. CMHA has joined with numerous other governmental agencies in Michigan as a participant in MMRMA's "State Pool." Members of the State Pool do not have individual self-retention amounts other than a \$250 or \$1,000 deductible per occurrence of property and vehicle coverage. State Pool members' limits of coverage (per occurrence) are \$15 million for liability and approximately \$15 million for buildings and personal property. If a loss exceeds these limits or, if for any reason, MMRMA's resources are depleted, the payment of all unpaid losses is the sole obligation of CMHA.

CMHA is also self-insured for medical and prescription health insurance. The self-insurance is administered by a third-party administrator and any reimbursed claims are billed to CMHA periodically.

CMHA purchases workers' compensation insurance through a commercial carrier with a maximum limit of \$500,000 per occurrence.

NOTE 16 - MAJOR TAXPAYER

The County is economically dependent upon the Detroit Edison Company that has real and personal property within the County with a taxable value of \$1,000,296,245. This represents approximately 13 percent of the taxable value for the County.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 17 - DEFERRED COMPENSATION

The County, CMHA, and the Road Commission offer their employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, which are available to all employees, permit them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

A trust, custodial account, or annuity contract exists; assets are owned or held by the trust, custodian, or insurer for the exclusive benefit of participants and beneficiaries and are not subject to the claims of public employer creditors, nor can they be used by the public employer for any purpose other than the payment of benefits to those individuals participating in the plan or their designated beneficiaries.

NOTE 18 - NET POSITION/FUND BALANCE

NET INVESTMENT IN CAPITAL ASSETS

Governmental activities

Capital assets	\$ 83,673,782
Less - related debt -	
2020 refunding bonds	(8,865,000)
2022 refunding bonds	(6,380,000)
Installment purchase	(32,904)
Lease liabilities	(1,429,652)
Subscription liabilities	(368,076)
Bond premiums	(525,359)
Deferred charges	207,537
	<u>\$ 66,280,328</u>

Business-type activities

Capital assets	\$ 23,211,140
Less - related debt -	
2010 G.O. bond	(3,889,280)
2014 G.O. bond	(2,580,000)
	<u>\$ 16,741,860</u>

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 18 - NET POSITION/FUND BALANCE (Continued)

RESTRICTED FUND BALANCE/NET POSITION

The fund balances and net position the Primary Government have been restricted for the following purposes at December 31, 2024:

	Major Fund	Non-major Fund	Total
Governmental funds			
Acquisition/construction of capital assets -			
Public improvement	\$ -	\$ 10,613,530	<u>\$ 10,613,530 *</u>
Debt service -			
Mental health building debt fund	-	610	610
Convention center	-	88,072	88,072
Jail/juvenile facility	-	1,180	<u>1,180</u>
			<u>89,862</u>
Recreation and cultural -			
Parks and recreation	3,433,342	-	3,433,342 *
Library	9,572,252	-	<u>9,572,252 *</u>
			<u>13,005,594</u>
Health and welfare -			
Senior citizens millage	4,686,348	-	4,686,348 *
Health department	-	670,144	670,144
CDBG housing	-	428,456	428,456
HUD housing	-	95,311	95,311
Veterans' millage	-	112,090	112,090 *
Opioid settlement	3,413,312	-	<u>3,413,312</u>
			<u>9,405,661</u>
Public safety -			
Drug task force	2,414,799	-	2,414,799 *
Drug law enforcement	-	716,980	716,980
Local corrections and training	-	53,879	53,879
Prosecutor's drug forfeitures	-	238,029	238,029
Concealed pistol licensing	-	409,759	409,759 *
Animal control donations	-	73,555	<u>73,555</u>
			<u>3,907,001</u>
Public works - public works projects	-	75	<u>75</u>
Judicial -			
Friend of court	-	1,136,306	1,136,306
Family counseling	-	134,165	134,165 *
Indigent defense	-	28,141	<u>28,141 *</u>
			<u>1,298,612</u>
Other purposes - deeds automation	-	97,252	<u>97,252 *</u>
Total restricted fund balance	<u>\$ 23,520,053</u>	<u>\$ 14,897,534</u>	<u>\$ 38,417,587</u>

* Restricted by enabling legislation

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 18 - NET POSITION/FUND BALANCE (Continued)

Governmental activities

Total restricted fund balance - governmental funds	\$ 38,417,587
Deferred inflows of resources -	
Recreation and cultural programs	22,389
Health and welfare programs	9,631,166
Public safety programs	9,876
Debt service	2,498
Net pension liability and net OPEB liability associated with recreation and cultural programs	<u>(1,665,411)</u>
Total restricted net position - governmental activities	<u>\$ 46,418,105</u>

Business-type activities

Foreclosure sales	<u>\$ 3,575,605</u>
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COMMITTED FUND BALANCES

At December 31, 2024, the Board of Commissioners had committed the following fund balances:

Combined general fund -	
Budget incentive	\$ 1,562,994
American rescue plan fund -	
General government	3,162,803
Nonmajor funds -	
General government - convention center	1,107,183
Health and welfare:	
Health department	3,112,881
Human services	49,943
Child care	2,297,473
Capital outlay - municipal building	<u>141,852</u>
	<u>\$ 11,435,129</u>

NOTE 19 - CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the County of St. Clair place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of the landfill closure and postclosure care costs is based on the amount of the landfill capacity used during the year. The estimated liability for landfill closure and postclosure care costs was \$9,810,065 at December 31, 2024, which is based on the estimated percentage of capacity used to date of 42.2%.

ST. CLAIR COUNTY, MICHIGAN
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2024

NOTE 19 - CLOSURE AND POSTCLOSURE CARE COSTS (Continued)

Currently, the County has 97 acres licensed, with an additional 10 acres available for licensing. It is estimated that an additional \$12,473,114 will be recognized as closure and post-closure care expense between the date of the balance sheet and the date the landfill is expected to be filled to capacity and monitored for 30 years. The estimated remaining life of the landfill is 75 years.

The estimated total cost of the landfill closure and post-closure care cost of \$22,283,179 is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain that landfill were acquired as of December 31, 2024. However, the actual cost of closure and post-closure care may be higher or lower due to inflation, changes in technology, or changes in landfill laws and regulations.

In addition, as required by State regulations, the County has established the Landfill Private-Purpose Trust Fund for the accumulation of statutory fees and interest earnings to be used by the State of Michigan, if necessary, to safely maintain the landfill after its closure.

The County is also required by the State to purchase an irrevocable line of credit in the amount of \$3,595,000 that can be drawn on by the State of Michigan to pay any necessary closure and post-closure costs. The County is in compliance with this requirement.

NOTE 20 - TAX ABATEMENTS

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

The IFT's were entered into based upon the Industrial Development Districts Act, 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 approximately \$100,000 in reduced County tax revenues in the General Fund and \$57,000 in reduced County tax revenues in the Special Revenue millage funds for 2024.

NOTE 21 - CHANGE IN ACCOUNTING PRINCIPLE

The County implemented GASB Statement No. 101, *Compensated Absences*. It requires the County to recognize liabilities for compensated absences for leave earned that will be paid out and used in future periods. There is not a material effect to the County's liability, and there is no effect on the County's primary government beginning net position. The Road Commission's effect on beginning balance and liability was \$243,000.

REQUIRED SUPPLEMENTARY INFORMATION

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Taxes	\$ 41,582,456	\$ 41,642,630	\$ 41,575,117	\$ (67,513)
Licenses and permits	299,300	249,300	205,247	(44,053)
Intergovernmental	15,463,515	16,689,147	16,185,200	(503,947)
Charges for services	7,494,177	8,124,710	7,968,181	(156,529)
Fines and forfeits	335,600	369,600	302,732	(66,868)
Interest and rent	883,834	2,059,309	2,268,563	209,254
Other	2,272,328	2,369,418	2,349,143	(20,275)
Total revenues	68,331,210	71,504,114	70,854,183	(649,931)
EXPENDITURES				
General government -				
Board of Commissioners	233,688	233,688	219,506	14,182
Other legislative activities	1,403,000	1,403,000	1,334,744	68,256
Administrator/controller	692,505	691,422	681,618	9,804
Elections	608,253	741,165	954,318	(213,153)
Accounting	422,364	409,522	382,207	27,315
Clerk	913,666	911,438	833,532	77,906
Equalization	942,854	937,244	910,289	26,955
Human resources	535,877	535,041	525,537	9,504
Purchasing	108,720	107,733	91,165	16,568
Treasurer	682,162	682,162	664,245	17,917
Information technology	2,573,935	2,607,268	2,603,652	3,616
Building and grounds	2,726,025	2,729,515	2,594,053	135,462
Motor pool	160,500	100,500	43,032	57,468
Other	230,000	-	-	-
	12,233,549	12,089,698	11,837,898	251,800
Judicial -				
Circuit court	1,413,059	1,587,381	1,549,396	37,985
District court	2,631,565	2,541,765	2,375,267	166,498
Courthouse security	726,115	714,754	700,303	14,451
Friend of the court	3,488,609	3,482,063	3,283,952	198,111
Probate court	1,451,163	1,491,163	1,448,390	42,773
Family division - circuit court	1,757,508	1,728,079	1,709,542	18,537
Probation	7,300	7,300	4,103	3,197
District court probation	1,008,603	1,008,603	1,040,093	(31,490)
Prosecuting attorney	3,709,856	3,682,276	3,470,501	211,775
Victims' rights	10,800	10,800	9,876	924
	16,204,578	16,254,184	15,591,423	662,761

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
Public safety -				
Sheriff	\$ 10,203,836	\$ 10,275,255	\$ 9,827,974	\$ 447,281
Training	27,000	29,993	27,177	2,816
Communications/radio	2,319,846	2,258,370	2,264,768	(6,398)
Marine law enforcement	389,561	383,225	304,912	78,313
Dive team	55,129	60,569	60,512	57
Corrections/jail	15,190,940	15,215,940	15,104,381	111,559
Other corrections activities	145,000	145,000	179,460	(34,460)
Emergency preparedness	744,071	839,837	809,796	30,041
Hazardous material handling	41,252	45,787	51,729	(5,942)
Animal shelter/dog warden	689,602	689,602	690,848	(1,246)
	<u>29,806,237</u>	<u>29,943,578</u>	<u>29,321,557</u>	<u>622,021</u>
Public works -				
Road commission	1,000,000	1,000,000	1,000,000	-
Drain commissioner	611,677	602,402	547,168	55,234
Drains - public benefit	666,005	684,528	684,528	-
	<u>2,277,682</u>	<u>2,286,930</u>	<u>2,231,696</u>	<u>55,234</u>
Health and welfare -				
Medical examiner	841,021	841,021	839,170	1,851
Mental health	955,672	955,672	955,672	-
Public guardian	730,693	730,693	716,139	14,554
Veterans' burial	15,000	15,000	12,600	2,400
	<u>2,542,386</u>	<u>2,542,386</u>	<u>2,523,581</u>	<u>18,805</u>
Community and economic development -				
Planning commission	798,295	800,206	675,466	124,740
Transportation planning	8,350	8,350	3,926	4,424
Redevelopment and housing	-	1,600	1,544	56
Cooperative extension	264,431	270,962	268,704	2,258
Register of deeds	163,595	135,683	102,361	33,322
	<u>1,234,671</u>	<u>1,216,801</u>	<u>1,052,001</u>	<u>164,800</u>
Debt service -				
Principal	-	419,474	419,474	-
Interest	-	159,088	159,088	-
	<u>-</u>	<u>578,562</u>	<u>578,562</u>	<u>-</u>
Total expenditures	<u>64,299,103</u>	<u>64,912,139</u>	<u>63,136,718</u>	<u>1,775,421</u>
Revenues over expenditures	<u>4,032,107</u>	<u>6,591,975</u>	<u>7,717,465</u>	<u>1,125,490</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)				
Issuance of debt	\$ -	\$ 607,568	\$ 607,568	\$ -
Transfers from other funds	3,000,953	2,082,153	2,091,687	9,534
Transfers to other funds	(7,033,060)	(9,143,060)	(10,243,061)	(1,100,001)
Total other financing sources (uses)	(4,032,107)	(6,453,339)	(7,543,806)	(1,090,467)
Net change in fund balance	-	138,636	173,659	35,023
Fund balance at beginning of year	11,875,729	11,875,729	11,875,729	-
Fund balance at end of year	<u>\$ 11,875,729</u>	<u>\$ 12,014,365</u>	<u>\$ 12,049,388</u>	<u>\$ 35,023</u>

RECONCILIATION OF BUDGET-BASIS TO GAAP-BASIS REPORTING

Net change in general fund fund balance (budgetary basis)	\$ 173,659
Perspective difference -	
Other budgeted funds net change allocated to the general fund for GAAP-basis reporting:	
Budget incentive	125,625
Development revolving	(37,943)
Net change in combined general fund fund balance (GAAP-basis)	<u>\$ 261,341</u>

(Concluded)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - SPECIAL REVENUE FUND
PARKS AND RECREATION
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Taxes	\$ 3,692,805	\$ 3,692,851	\$ 3,693,655	\$ 804
Intergovernmental	160,000	182,872	202,100	19,228
Charges for services	230,000	228,179	263,405	35,226
Interest and rent	75,250	90,052	114,341	24,289
Other	55,500	59,453	65,395	5,942
Total revenues	4,213,555	4,253,407	4,338,896	85,489
EXPENDITURES				
Recreation and cultural	4,752,786	4,729,624	3,794,045	935,579
Net change in fund balance	(539,231)	(476,217)	544,851	1,021,068
Fund balance at beginning of year	2,888,491	2,888,491	2,888,491	-
Fund balance at end of year	<u>\$ 2,349,260</u>	<u>\$ 2,412,274</u>	<u>\$ 3,433,342</u>	<u>\$ 1,021,068</u>

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - SPECIAL REVENUE FUND
LIBRARY
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Taxes	\$ 9,075,189	\$ 9,075,189	\$ 8,979,490	\$ (95,699)
Intergovernmental	235,000	235,000	319,563	84,563
Charges for services	55,000	55,000	77,876	22,876
Fines and forfeits	430,000	430,000	334,790	(95,210)
Interest and rent	150,150	150,150	311,105	160,955
Other	15,560	15,560	33,357	17,797
Total revenues	9,960,899	9,960,899	10,056,181	95,282
EXPENDITURES				
Recreation and cultural	9,440,615	9,440,615	7,655,694	1,784,921
Net change in fund balance	520,284	520,284	2,400,487	1,880,203
Fund balance at beginning of year	7,171,765	7,171,765	7,171,765	-
Fund balance at end of year	<u>\$ 7,692,049</u>	<u>\$ 7,692,049</u>	<u>\$ 9,572,252</u>	<u>\$ 1,880,203</u>

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - SPECIAL REVENUE FUND
SENIOR CITIZENS MILLAGE
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Taxes	\$ 6,038,948	\$ 6,038,948	\$ 5,964,234	\$ (74,714)
Intergovernmental	45,000	45,000	78,255	33,255
Interest and rent	170,000	170,000	185,047	15,047
Other	-	-	17,527	17,527
Total revenues	6,253,948	6,253,948	6,245,063	(8,885)
EXPENDITURES				
Health and welfare	6,268,122	6,318,122	6,227,038	91,084
Net change in fund balance	(14,174)	(64,174)	18,025	82,199
Fund balance at beginning of year	4,668,323	4,668,323	4,668,323	-
Fund balance at end of year	<u>\$ 4,654,149</u>	<u>\$ 4,604,149</u>	<u>\$ 4,686,348</u>	<u>\$ 82,199</u>

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - SPECIAL REVENUE FUND
DRUG TASK FORCE
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Taxes	\$ 4,182,577	\$ 4,182,577	\$ 4,182,225	\$ (352)
Intergovernmental	5,000	5,000	-	(5,000)
Interest and rent	50,000	115,000	105,803	(9,197)
Other	12,000	12,000	22,061	10,061
Total revenues	<u>4,249,577</u>	<u>4,314,577</u>	<u>4,310,089</u>	<u>(4,488)</u>
EXPENDITURES				
Public safety	3,938,105	3,938,105	3,557,619	380,486
Debt service -				
Principal	18,018	18,018	18,018	-
Interest	<u>4,359</u>	<u>4,359</u>	<u>4,359</u>	<u>-</u>
Total expenditures	<u>3,960,482</u>	<u>3,960,482</u>	<u>3,579,996</u>	<u>380,486</u>
Revenues over expenditures	289,095	354,095	730,093	375,998
OTHER FINANCING USES				
Transfers to other funds	<u>(575,207)</u>	<u>(575,207)</u>	<u>(575,207)</u>	<u>-</u>
Net change in fund balance	(286,112)	(221,112)	154,886	375,998
Fund balance at beginning of year	<u>2,259,913</u>	<u>2,259,913</u>	<u>2,259,913</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,973,801</u>	<u>\$ 2,038,801</u>	<u>\$ 2,414,799</u>	<u>\$ 375,998</u>

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - SPECIAL REVENUE FUND
AMERICAN RESCUE PLAN
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ 14,000,000	\$ 14,080,370	\$ 12,189,783	\$ (1,890,587)
Interest and rent	300,000	1,311,954	1,262,276	(49,678)
Other	-	3,500	3,500	-
Total revenues	14,300,000	15,395,824	13,455,559	(1,940,265)
EXPENDITURES				
Judicial	-	-	1,180,209	(1,180,209)
General government	14,000,000	14,080,370	2,716,860	11,363,510
Public safety	-	-	2,211,800	(2,211,800)
Public works	-	-	2,033,084	(2,033,084)
Health and welfare	-	-	2,723,977	(2,723,977)
Recreation and cultural	-	-	1,123,488	(1,123,488)
Community and economic development	-	-	203,865	(203,865)
Total expenditures	14,000,000	14,080,370	12,193,283	1,887,087
Net change in fund balance	300,000	1,315,454	1,262,276	(53,178)
Fund balance at beginning of year	1,900,527	1,900,527	1,900,527	-
Fund balance at end of year	<u>\$ 2,200,527</u>	<u>\$ 3,215,981</u>	<u>\$ 3,162,803</u>	<u>\$ (53,178)</u>

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL - SPECIAL REVENUE FUND
OPIOID SETTLEMENT
For the year ended December 31, 2024

	Original Budget	Amended Budget	Actual	Variance with Amended Budget Positive (Negative)
REVENUES				
Other	\$ 734,670	\$ 2,222,941	\$ 2,222,941	\$ -
EXPENDITURES				
Health and welfare	182,153	239,619	194,110	45,509
Revenues over (under) expenditures	552,517	1,983,322	2,028,831	45,509
OTHER FINANCING USES				
Transfers to other funds	-	-	(14,189)	(14,189)
Net change in fund balance	552,517	1,983,322	2,014,642	31,320
Fund balance at beginning of year	1,398,670	1,398,670	1,398,670	-
Fund balance at end of year	<u>\$ 1,951,187</u>	<u>\$ 3,381,992</u>	<u>\$ 3,413,312</u>	<u>\$ 31,320</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

1. The General Fund budgetary comparison schedule (non-GAAP budgetary basis) is presented on the same basis of accounting as that used in preparing the adopted budget. The County budgets the activities of the Budget Incentive Fund separately from the General Fund as well as the Development Revolving Fund which is not budgeted. For the GAAP-basis basic financial statements, however, the activities of the above mentioned funds are combined with the General Fund.
2. The Major Special Revenue Funds budgets shown in the required supplementary information were prepared on a basis consistent with accounting principles generally accepted in the United States of America and on the same modified accrual basis used to reflect actual results.

ST. CLAIR COUNTY, MICHIGAN
BASIC RETIREMENT SYSTEM
SCHEDULE OF INVESTMENT RETURNS

	Annual money-weighted rate of return, net of expenses
2024	10.49%
2023	11.72%
2022	-15.05%
2021	13.92%
2020	9.12%
2019	18.03%
2018	-4.72%
2017	11.89%
2016	8.13%
2015	1.60%

ST. CLAIR COUNTY, MICHIGAN
BASIC RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

	Reporting Year*			
	2024	2023	2022	2021
PRIMARY GOVERNMENT				
TOTAL PENSION LIABILITY				
Service cost	\$ 2,024,816	\$ 2,165,620	\$ 2,349,386	\$ 2,647,191
Interest	14,332,040	14,160,546	13,795,460	14,435,914
Changes of assumptions	-	327,600	(725,138)	(418,920)
Differences between expected and actual experience	(560,178)	(1,695,348)	1,903,303	1,529,289
Benefit payments, including refunds	(12,533,751)	(12,201,657)	(11,645,804)	(12,289,005)
Change in total pension liability	3,262,927	2,756,761	5,677,207	5,904,469
Total pension liability, beginning of year	208,985,491	206,228,730	200,551,523	194,647,054
Total pension liability, end of year	<u>\$ 212,248,418</u>	<u>\$ 208,985,491</u>	<u>\$ 206,228,730</u>	<u>\$ 200,551,523</u>
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 5,749,763	\$ 5,344,705	\$ 5,359,604	\$ 3,923,266
Contributions - member	1,124,957	1,158,785	1,221,286	1,399,291
Net investment income	18,429,466	(28,645,016)	24,162,657	16,108,661
Benefit payments, including refunds	(12,533,751)	(12,201,657)	(11,645,804)	(12,289,005)
Administrative expenses	(107,068)	(104,553)	(104,764)	(105,027)
Other	-	11,452	3,295	856
Net change in plan fiduciary net position	12,663,367	(34,436,284)	18,996,274	9,038,042
Plan fiduciary net position, beginning of year	160,521,865	194,958,149	175,961,875	166,923,833
Plan fiduciary net position, end of year	<u>\$ 173,185,232</u>	<u>\$ 160,521,865</u>	<u>\$ 194,958,149</u>	<u>\$ 175,961,875</u>
COUNTY'S NET PENSION LIABILITY - ending	<u>\$ 39,063,186</u>	<u>\$ 48,463,626</u>	<u>\$ 11,270,581</u>	<u>\$ 24,589,648</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL PENSION LIABILITY				
	81.60%	76.81%	94.53%	87.74%
COVERED PAYROLL	\$ 18,110,870	\$ 19,404,248	\$ 19,688,620	\$ 20,338,799
COUNTY'S NET PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL				
	215.69%	249.76%	57.24%	120.90%

* The amount reported for each reporting year is the net pension liability as of December 31 of the prior year (2024 is the December 31, 2023 net pension liability).

2020	2019	2018	2017	2016	2015
\$ 2,793,165	\$ 2,676,913	\$ 2,572,862	\$ 2,504,939	\$ 2,768,655	\$ 2,871,556
13,869,129	12,691,473	12,385,695	10,449,188	11,544,593	11,174,200
12,136,467	(233,899)	(494,505)	2,728,045	-	-
210,610	(116,488)	(559,596)	(482,191)	(1,451,427)	-
(11,092,928)	(9,792,455)	(9,938,259)	(7,116,901)	(9,130,574)	(8,877,982)
17,916,443	5,225,544	3,966,197	8,083,080	3,731,247	5,167,774
176,730,611	171,505,067	167,538,870	159,455,790	155,724,543	150,556,769
<u>\$ 194,647,054</u>	<u>\$ 176,730,611</u>	<u>\$ 171,505,067</u>	<u>\$ 167,538,870</u>	<u>\$ 159,455,790</u>	<u>\$ 155,724,543</u>
\$ 3,555,904	\$ 3,737,255	\$ 3,946,975	\$ 4,014,131	\$ 4,843,347	\$ 4,879,260
1,282,569	1,222,685	1,105,447	1,149,429	1,154,432	1,228,149
26,134,016	(8,457,211)	17,464,462	9,030,086	2,400,568	7,784,083
(11,092,928)	(9,792,455)	(9,938,259)	(7,116,901)	(9,130,574)	(8,877,982)
(145,667)	(101,172)	(111,350)	(129,296)	(95,353)	(103,298)
15,325	-	-	-	-	-
19,749,219	(13,390,898)	12,467,275	6,947,449	(827,580)	4,910,212
147,174,614	160,565,512	148,098,237	141,150,788	141,978,368	137,068,156
<u>\$ 166,923,833</u>	<u>\$ 147,174,614</u>	<u>\$ 160,565,512</u>	<u>\$ 148,098,237</u>	<u>\$ 141,150,788</u>	<u>\$ 141,978,368</u>
<u>\$ 27,723,221</u>	<u>\$ 29,555,997</u>	<u>\$ 10,939,555</u>	<u>\$ 19,440,633</u>	<u>\$ 18,305,002</u>	<u>\$ 13,746,175</u>
85.76%	83.28%	93.62%	88.40%	88.52%	91.17%
\$ 21,840,966	\$ 21,648,797	\$ 21,511,145	\$ 22,609,487	\$ 23,709,482	\$ 24,888,511
126.93%	136.52%	50.86%	85.98%	77.21%	55.23%

ST. CLAIR COUNTY, MICHIGAN
BASIC RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

	Reporting Year*			
	2024	2023	2022	2021
COMPONENT UNITS				
TOTAL PENSION LIABILITY				
Service cost	\$ 1,092,352	\$ 1,181,016	\$ 1,239,145	\$ 1,060,542
Interest	7,328,147	7,262,926	7,015,473	5,783,444
Changes of assumptions	-	176,754	(416,461)	(167,832)
Differences between expected and actual experience	3,164,923	(1,186,328)	1,645,414	612,677
Benefit payments, including refunds	(6,712,661)	(6,115,283)	(5,665,524)	(4,223,728)
Change in total pension liability	4,872,761	1,319,085	3,818,047	3,065,103
Total pension liability, beginning of year	106,951,789	105,632,704	101,814,657	98,749,554
Total pension liability, end of year	<u>\$ 111,824,550</u>	<u>\$ 106,951,789</u>	<u>\$ 105,632,704</u>	<u>\$ 101,814,657</u>
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 1,973,794	\$ 6,293,675	\$ 2,358,377	\$ 2,071,789
Contributions - member	594,766	651,471	668,679	560,596
Net investment income	10,079,125	(15,376,815)	12,629,198	6,683,289
Benefit payments, including refunds	(6,712,661)	(6,115,283)	(5,665,524)	(4,223,728)
Administrative expenses	(58,232)	(54,648)	(54,753)	(42,077)
Other	-	6,148	1,723	355
Net change in plan fiduciary net position	5,876,792	(14,595,452)	9,937,700	5,050,224
Plan fiduciary net position, beginning of year	87,305,576	101,901,028	91,963,328	86,913,104
Plan fiduciary net position, end of year	<u>\$ 93,182,368</u>	<u>\$ 87,305,576</u>	<u>\$ 101,901,028</u>	<u>\$ 91,963,328</u>
COUNTY'S NET PENSION LIABILITY - ending	<u>\$ 18,642,182</u>	<u>\$ 19,646,213</u>	<u>\$ 3,731,676</u>	<u>\$ 9,851,329</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL PENSION LIABILITY				
	83.33%	81.63%	96.47%	90.32%
COVERED PAYROLL	\$ 10,667,237	\$ 11,432,656	\$ 11,205,193	\$ 11,729,885
COUNTY'S NET PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL				
	174.76%	171.84%	33.30%	83.98%

* The amount reported for each reporting year is the net pension liability as of December 31 of the prior year (2024 is the December 31, 2023 net pension liability).

	2020	2019	2018	2017	2016	2015
\$	1,192,543	\$ 1,383,784	\$ 1,634,397	\$ 1,830,004	\$ 1,621,125	\$ 1,576,074
	5,921,437	6,560,638	6,565,930	7,633,742	5,964,738	5,748,827
	5,181,675	(120,909)	(270,272)	1,992,996	-	-
	89,920	(60,217)	(2,607,396)	(352,270)	1,245,014	-
	<u>(4,680,755)</u>	<u>(5,487,673)</u>	<u>(4,929,768)</u>	<u>(7,203,403)</u>	<u>(4,528,882)</u>	<u>(4,453,389)</u>
	7,704,820	2,275,623	392,891	3,901,069	4,301,995	2,871,512
	<u>91,044,734</u>	<u>88,769,111</u>	<u>88,376,220</u>	<u>84,475,151</u>	<u>80,173,156</u>	<u>77,301,644</u>
\$	<u>98,749,554</u>	<u>\$ 91,044,734</u>	<u>\$ 88,769,111</u>	<u>\$ 88,376,220</u>	<u>\$ 84,475,151</u>	<u>\$ 80,173,156</u>
\$	2,138,942	\$ 2,435,353	\$ 2,445,872	\$ 2,250,146	\$ 2,336,633	\$ 2,312,937
	547,595	632,045	783,359	839,726	884,526	865,706
	13,195,560	(2,790,735)	8,612,555	7,944,148	1,054,248	3,664,535
	(4,680,755)	(5,487,673)	(4,929,768)	(7,203,403)	(4,528,882)	(4,453,389)
	(62,193)	(52,299)	(56,194)	(94,459)	(47,584)	(51,466)
	<u>7,737</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	11,146,886	(5,263,309)	6,855,824	3,736,158	(301,059)	2,338,323
	75,766,218	81,029,527	74,173,703	70,437,545	70,738,604	68,400,281
\$	<u>86,913,104</u>	<u>\$ 75,766,218</u>	<u>\$ 81,029,527</u>	<u>\$ 74,173,703</u>	<u>\$ 70,437,545</u>	<u>\$ 70,738,604</u>
\$	<u>11,836,450</u>	<u>\$ 15,278,516</u>	<u>\$ 7,739,584</u>	<u>\$ 14,202,517</u>	<u>\$ 14,037,606</u>	<u>\$ 9,434,552</u>
	88.01%	83.22%	91.28%	83.93%	83.38%	88.23%
\$	12,525,127	\$ 12,616,569	\$ 14,197,693	\$ 15,104,860	\$ 15,228,470	\$ 14,654,443
	94.50%	121.10%	54.51%	94.03%	92.18%	64.38%

ST. CLAIR COUNTY, MICHIGAN
BASIC RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

	Plan Year *			
	2024	2023	2022	2021
TOTAL PLAN				
TOTAL PENSION LIABILITY				
Service cost	\$ 3,144,851	\$ 3,117,168	\$ 3,346,636	\$ 3,588,531
Interest	22,212,684	21,660,187	21,423,472	20,810,933
Changes of assumptions	2,102,420	-	503,097	(1,141,599)
Change in benefit terms	-	-	1,257	-
Differences between expected and actual experience	3,277,252	2,604,745	(2,881,676)	3,548,717
Benefit payments, including refunds	(19,787,526)	(19,246,412)	(18,316,940)	(17,311,328)
Change in total pension liability	10,949,681	8,135,688	4,075,846	9,495,254
Total pension liability, beginning of year	324,072,968	315,937,280	311,861,434	302,366,180
Total pension liability, end of year	<u>\$ 335,022,649</u>	<u>\$ 324,072,968</u>	<u>\$ 315,937,280</u>	<u>\$ 311,861,434</u>
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 7,657,488	\$ 7,723,557	\$ 11,638,380	\$ 7,717,981
Contributions - member	1,679,748	1,719,723	1,810,256	1,889,965
Net investment income	27,411,972	28,508,591	(44,021,831)	36,791,855
Benefit payments, including refunds	(19,787,526)	(19,246,412)	(18,316,940)	(17,311,328)
Administrative expenses	(165,171)	(165,300)	(159,201)	(159,517)
Other	-	-	17,600	5,018
Net change in plan fiduciary net position	16,796,511	18,540,159	(49,031,736)	28,933,974
Plan fiduciary net position, beginning of year	266,367,600	247,827,441	296,859,177	267,925,203
Plan fiduciary net position, end of year	<u>\$ 283,164,111</u>	<u>\$ 266,367,600</u>	<u>\$ 247,827,441</u>	<u>\$ 296,859,177</u>
COUNTY'S NET PENSION LIABILITY - ending	<u>\$ 51,858,538</u>	<u>\$ 57,705,368</u>	<u>\$ 68,109,839</u>	<u>\$ 15,002,257</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL PENSION LIABILITY	84.52%	82.19%	78.44%	95.19%
COVERED PAYROLL	\$ 28,844,769	\$ 28,778,107	\$ 30,836,904	\$ 32,873,411
COUNTY'S NET PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	179.8%	200.5%	220.9%	45.6%

* The Plan Year is based on the prior year actuarial liability rolled forward to the current year. These amounts are not reported in the County's primary government and component unit financial statements until the following year.

2020	2019	2018	2017	2016	2015
\$ 3,707,733	\$ 3,985,708	\$ 4,060,697	\$ 4,207,259	\$ 4,334,943	\$ 4,389,780
20,219,358	19,790,566	19,252,111	18,951,625	18,082,930	17,509,331
(586,752)	17,318,142	(354,808)	(764,777)	4,721,041	-
-	-	-	-	-	-
2,141,966	300,530	(176,705)	(3,166,992)	(834,461)	(206,413)
(16,512,733)	(15,773,683)	(15,280,128)	(14,868,027)	(14,320,304)	(13,659,456)
8,969,572	25,621,263	7,501,167	4,359,088	11,984,149	8,033,242
293,396,608	267,775,345	260,274,178	255,915,090	243,930,941	235,897,699
<u>\$ 302,366,180</u>	<u>\$ 293,396,608</u>	<u>\$ 267,775,345</u>	<u>\$ 260,274,178</u>	<u>\$ 255,915,090</u>	<u>\$ 243,930,941</u>
\$ 5,995,055	\$ 5,694,846	\$ 6,172,608	\$ 6,392,847	\$ 6,264,277	\$ 7,179,980
1,959,887	1,830,164	1,854,730	1,888,806	1,989,155	2,038,958
22,791,950	39,329,576	(11,247,946)	26,077,017	16,974,234	3,454,816
(16,512,733)	(15,773,683)	(15,280,128)	(14,868,027)	(14,320,304)	(13,659,456)
(147,104)	(207,860)	(153,471)	(167,544)	(223,755)	(142,937)
1,211	23,062	-	-	-	-
14,088,266	30,896,105	(18,654,207)	19,323,099	10,683,607	(1,128,639)
253,836,937	222,940,832	241,595,039	222,271,940	211,588,333	212,716,972
<u>\$ 267,925,203</u>	<u>\$ 253,836,937</u>	<u>\$ 222,940,832</u>	<u>\$ 241,595,039</u>	<u>\$ 222,271,940</u>	<u>\$ 211,588,333</u>
<u>\$ 34,440,977</u>	<u>\$ 39,559,671</u>	<u>\$ 44,834,513</u>	<u>\$ 18,679,139</u>	<u>\$ 33,643,150</u>	<u>\$ 32,342,608</u>
88.61%	86.52%	83.26%	92.82%	86.85%	86.74%
\$ 33,839,843	\$ 33,483,820	\$ 34,265,366	\$ 35,708,838	\$ 37,714,347	\$ 38,937,952
101.8%	118.1%	130.8%	52.3%	89.2%	83.1%

ST. CLAIR COUNTY, MICHIGAN
BASIC RETIREMENT SYSTEM
SCHEDULE OF COUNTY CONTRIBUTIONS

	<u>Actuarially determined contributions</u>	<u>Contributions in relation to the actuarially determined contributions</u>	<u>Contribution deficiency (excess)</u>	<u>Covered payroll</u>	<u>Contributions as a percentage of covered employee payroll</u>
PRIMARY GOVERNMENT					
2024	\$ 5,093,033	\$ 5,614,349	\$ (521,316)	\$ 17,327,123	32.40%
2023	4,660,241	5,749,762	(1,089,521)	18,749,277	30.67%
2022	5,344,705	5,344,705	-	18,826,099	28.39%
2021	5,359,604	5,359,604	-	19,688,620	27.22%
2020	3,908,222	3,923,266	(15,044)	20,388,799	19.24%
2019	3,500,277	3,555,904	(55,627)	21,840,966	16.28%
2018	3,517,819	3,737,255	(219,436)	21,648,797	17.26%
2017	3,822,897	3,947,749	(124,852)	21,511,145	18.35%
2016	3,551,582	4,014,131	(462,549)	22,609,487	17.75%
2015	4,062,123	4,841,086	(778,963)	23,709,482	20.42%
COMPONENT UNITS					
2024	\$ 1,971,407	\$ 1,971,407	\$ -	\$ 13,400,788	14.71%
2023	1,953,610	1,998,025	(44,415)	10,746,879	18.59%
2022	2,243,783	6,280,578	(4,036,795)	11,828,764	53.10%
2021	2,140,611	2,266,840	(126,229)	11,870,072	19.10%
2020	1,738,935	2,063,461	(324,526)	12,525,127	16.47%
2019	1,705,957	2,126,341	(420,384)	13,158,103	16.16%
2018	1,919,500	2,476,820	(557,320)	12,759,059	19.41%
2017	2,195,477	2,373,562	(178,085)	13,933,660	17.03%
2016	2,101,104	2,275,043	(173,939)	15,356,127	14.82%
2015	2,146,742	2,348,157	(201,415)	15,286,757	15.36%
2014	2,322,948	2,328,973	(6,025)	15,564,359	14.96%

* Amounts combined do not agree to Total Plan on following page as this is reporting fiscal years of the component units and the following page is reporting on the Plan's fiscal year.

ST. CLAIR COUNTY, MICHIGAN
BASIC RETIREMENT SYSTEM
SCHEDULE OF COUNTY CONTRIBUTIONS (PLAN YEAR)

	<u>Actuarially determined contributions</u>	<u>Contributions in relation to the actuarially determined contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a percentage of covered employee payroll</u>
PLAN TOTAL					
2024	\$ 7,136,172	\$ 7,657,488	\$ (521,316)	\$ 27,250,143	28.10%
2023	6,567,873	7,723,557	(1,155,684)	29,062,897	26.58%
2022	7,601,585	11,638,380	(4,036,795)	30,275,367	38.44%
2021	7,508,530	7,717,981	(209,451)	32,068,684	24.07%
2020	5,655,485	5,995,055	(339,570)	33,483,820	17.90%
2019	5,174,822	5,694,846	(520,024)	34,265,366	16.62%
2018	5,396,056	6,172,608	(776,552)	34,585,027	17.85%
2017	6,090,683	6,392,847	(302,164)	35,512,868	18.00%
2016	5,620,520	6,264,277	(643,757)	37,413,854	16.74%
2015	6,197,341	7,179,980	(982,639)	38,496,661	18.65%

VALUATION DATE December 31 of the second previous fiscal year

METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Individual entry age
Amortization method	Level dollar
Remaining amortization period	15 years on a closed period
Asset valuation method	5-year smoothed fair value
Salary increases	2.25%-7.00% for 2021 and after; previous years: 3.50%-8.00% for General and Road Commission, 2.00% for Community Mental Health
Investment rate of return	7.00%
Retirement age	Earliest age participant becomes eligible for normal retirement
Mortality	2022: Pub-2010 General, Public Safety, or Blue Collar mortality table with generational improvements from 2010 based on the SOA Scale MP-2020 2021: Pub-2010 General, Public Safety, or Blue Collar mortality table with generational improvements from 2010 based on the SOA Scale MP-2019 2020 and prior: RP-2014 Mortality Table with generational improvements from 2006 based on MP-18

ST. CLAIR COUNTY, MICHIGAN
RETIREE HEALTH BENEFITS
SCHEDULE OF INVESTMENT RETURNS

	Annual money-weighted rate of return, net of expenses
2024	11.27%
2023	13.94%
2022	-13.51%
2021	11.21%
2020	12.47%
2019	18.14%
2018	-3.18%
2017	20.08%

GASB Statement No. 74 was implemented for fiscal year ended December 31, 2017. This schedule is being built prospectively. Ultimately, ten years of data will be presented.

ST. CLAIR COUNTY, MICHIGAN
RETIREE HEALTH BENEFITS
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

	Reporting Year**			
	2024	2023	2022	2021
PRIMARY GOVERNMENT				
TOTAL OPEB LIABILITY				
Service cost	\$ 664,256	\$ 788,162	\$ 1,492,709	\$ 968,599
Interest	2,309,900	2,668,711	3,161,353	3,449,856
Changes in benefit terms	-	-	-	-
Changes of assumptions	(5,902,627)	1,261,865	(11,074,270)	17,272,934
Differences between expected and actual experience	(3,898,975)	(9,514,087)	(21,186,858)	(1,974,016)
Benefit payments, including refunds	(1,972,993)	(1,858,908)	(1,978,269)	(1,827,809)
Change in total OPEB liability	(8,800,439)	(6,654,257)	(29,585,335)	17,889,564
Total OPEB liability, beginning of year	44,307,716	50,961,973	80,547,308	62,657,744
Total OPEB liability, end of year	<u>\$ 35,507,277</u>	<u>\$ 44,307,716</u>	<u>\$ 50,961,973</u>	<u>\$ 80,547,308</u>
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 1,279,556	\$ 815,382	\$ 1,306,023	\$ 995,689
Contributions - member	238,917	257,667	297,250	318,453
Net investment income	3,716,029	(4,272,046)	3,236,486	3,166,151
Benefit payments, including refunds	(1,972,993)	(1,858,908)	(1,978,269)	(1,827,809)
Administrative expenses	-	-	(606)	(225)
Net change in plan fiduciary net position	3,261,509	(5,057,905)	2,860,884	2,652,259
Plan fiduciary net position, beginning of year	27,038,010	32,095,915	29,235,031	26,582,772
Plan fiduciary net position, end of year	<u>\$ 30,299,519</u>	<u>\$ 27,038,010</u>	<u>\$ 32,095,915</u>	<u>\$ 29,235,031</u>
COUNTY'S NET OPEB LIABILITY - ending	<u>\$ 5,207,758</u>	<u>\$ 17,269,706</u>	<u>\$ 18,866,058</u>	<u>\$ 51,312,277</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL OPEB LIABILITY				
	85.33%	61.02%	62.98%	36.30%
COVERED PAYROLL	\$ 15,567,855	\$ 18,749,794	\$ 18,783,130	\$ 15,462,425
COUNTY'S NET OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL				
	33.5%	92.1%	100.4%	331.9%

The cost of benefits provided was changed in 2018 and is the reason for the change in benefit terms.

* GASB No. 75 was implemented for fiscal year ended December 31, 2018. This schedule is being built prospectively. Ultimately, ten years of data will be presented.

** The amount reported for each reporting year is the net OPEB liability as of December 31 of the prior year (2024 is the December 31, 2023 net OPEB liability).

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 1,244,520	\$ 2,891,255	\$ 2,619,609
3,302,524	4,866,947	4,729,272
-	(49,455,733)	-
(2,107,273)	(10,761,637)	6,184,642
(909,232)	(7,983,356)	1,660,027
<u>(2,248,196)</u>	<u>(2,711,471)</u>	<u>(2,757,601)</u>
(717,657)	(63,153,995)	12,435,949
<u>63,375,401</u>	<u>126,529,396</u>	<u>114,093,447</u>
<u><u>\$ 62,657,744</u></u>	<u><u>\$ 63,375,401</u></u>	<u><u>\$ 126,529,396</u></u>
\$ 986,546	\$ 959,219	\$ 841,331
327,237	342,549	353,887
4,155,708	(787,575)	2,878,791
(2,248,196)	(2,711,471)	(2,757,601)
<u>(304)</u>	<u>(316)</u>	<u>(21,220)</u>
3,220,991	(2,197,594)	1,295,188
<u>23,361,781</u>	<u>25,559,375</u>	<u>24,264,187</u>
<u><u>\$ 26,582,772</u></u>	<u><u>\$ 23,361,781</u></u>	<u><u>\$ 25,559,375</u></u>
<u><u>\$ 36,074,972</u></u>	<u><u>\$ 40,013,620</u></u>	<u><u>\$ 100,970,021</u></u>
42.43%	36.86%	20.20%
\$ 19,455,357	\$ 20,021,640	\$ 21,110,866
185.4%	199.9%	478.3%

ST. CLAIR COUNTY, MICHIGAN
RETIREE HEALTH BENEFITS
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

	Reporting Year**			
	2024	2023	2022	2021
COMPONENT UNITS				
TOTAL OPEB LIABILITY				
Service cost	\$ 352,316	\$ 408,339	\$ 811,875	\$ 538,660
Interest	1,132,149	1,304,828	1,552,300	1,693,811
Changes in benefit terms	-	-	-	-
Changes of assumptions	(2,841,162)	686,516	(5,496,872)	8,461,157
Differences between expected and actual experience	(2,345,214)	(4,586,525)	(10,022,490)	(319,991)
Benefit payments, including refunds	(1,011,058)	(1,080,601)	(1,696,877)	(1,579,927)
Change in total OPEB liability	(4,712,969)	(3,267,443)	(14,852,064)	8,793,710
Total OPEB liability, beginning of year	21,711,487	24,978,930	39,830,994	31,037,284
Total OPEB liability, end of year	<u>\$ 16,998,518</u>	<u>\$ 21,711,487</u>	<u>\$ 24,978,930</u>	<u>\$ 39,830,994</u>
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 1,680,373	\$ 1,719,065	\$ 1,613,592	\$ 1,479,720
Contributions - member	84,896	85,927	84,542	84,056
Net investment income	3,845,055	(4,205,298)	3,092,265	3,168,584
Benefit payments, including refunds	(1,011,058)	(1,080,601)	(1,696,877)	(1,579,927)
Administrative expenses	-	-	(575)	(209)
Net change in plan fiduciary net position	4,599,266	(3,480,907)	3,092,947	3,152,224
Plan fiduciary net position, beginning of year	27,364,547	30,845,454	27,752,507	24,600,283
Plan fiduciary net position, end of year	<u>\$ 31,963,813</u>	<u>\$ 27,364,547</u>	<u>\$ 30,845,454</u>	<u>\$ 27,752,507</u>
COUNTY'S NET OPEB LIABILITY (ASSET) - ending	<u>\$ (14,965,295)</u>	<u>\$ (5,653,060)</u>	<u>\$ (5,866,524)</u>	<u>\$ 12,078,487</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL OPEB LIABILITY	188.04%	126.04%	123.49%	69.68%
COVERED PAYROLL	\$ 10,580,737	\$ 11,534,797	\$ 11,849,570	\$ 11,783,235
COUNTY'S NET OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	-141.4%	-49.0%	-49.5%	102.5%

The cost of benefits provided was changed in 2018 and is the reason for the change in benefit terms.

* GASB No. 75 was implemented for fiscal year ended December 31, 2018. This schedule is being built prospectively. Ultimately, ten years of data will be presented.

** The amount reported for each reporting year is the net OPEB liability as of December 31 of the prior year (2024 is the December 31, 2023 net OPEB liability).

<u>2020</u>	<u>2019</u>	<u>2018</u>
\$ 729,526	\$ 1,858,363	\$ 1,711,610
1,738,847	2,559,282	2,539,458
-	(26,905,935)	-
(2,702,348)	(5,469,086)	3,127,806
(948,479)	(3,676,283)	(775,585)
<u>(967,952)</u>	<u>(1,327,251)</u>	<u>(1,348,601)</u>
(2,150,406)	(32,960,910)	5,254,688
<u>33,187,690</u>	<u>66,148,600</u>	<u>60,893,912</u>
<u><u>\$ 31,037,284</u></u>	<u><u>\$ 33,187,690</u></u>	<u><u>\$ 66,148,600</u></u>
\$ 1,699,457	\$ 1,910,694	\$ 1,527,062
86,724	81,607	89,223
3,716,505	(645,767)	2,176,273
(967,952)	(1,327,251)	(1,348,601)
<u>(260)</u>	<u>(248)</u>	<u>(15,407)</u>
4,534,474	19,035	2,428,550
<u>20,065,809</u>	<u>20,046,774</u>	<u>17,618,224</u>
<u><u>\$ 24,600,283</u></u>	<u><u>\$ 20,065,809</u></u>	<u><u>\$ 20,046,774</u></u>
<u><u>\$ 6,437,001</u></u>	<u><u>\$ 13,121,881</u></u>	<u><u>\$ 46,101,826</u></u>
79.26%	60.46%	30.31%
\$ 12,316,538	\$ 12,718,123	\$ 14,257,669
52.3%	103.2%	323.3%

ST. CLAIR COUNTY, MICHIGAN
RETIREE HEALTH BENEFITS
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

	Plan Year **			
	2024	2023	2022	2021
TOTAL PLAN				
TOTAL OPEB LIABILITY				
Service cost	\$ 636,827	\$ 1,016,572	\$ 1,196,501	\$ 2,304,584
Interest	3,298,718	3,442,049	3,973,539	4,713,653
Changes in benefit terms	-	-	-	-
Changes of assumptions	14,848,988	(8,743,789)	1,948,379	(16,571,142)
Differences between expected and actual experience	375,181	(6,244,189)	(14,100,610)	(31,209,348)
Benefit payments, including refunds	(3,250,715)	(2,984,051)	(2,939,509)	(3,675,146)
Change in total OPEB liability	15,908,999	(13,513,408)	(9,921,700)	(44,437,399)
Total OPEB liability, beginning of year	52,505,795	66,019,203	75,940,903	120,378,302
Total OPEB liability, end of year	<u>\$ 68,414,794</u>	<u>\$ 52,505,795</u>	<u>\$ 66,019,203</u>	<u>\$ 75,940,903</u>
PLAN FIDUCIARY NET POSITION				
Contributions - employer	\$ 2,818,411	\$ 2,959,929	\$ 2,534,447	\$ 2,922,597
Contributions - member	306,610	323,813	343,594	378,810
Net investment income	7,007,588	7,553,052	(8,484,521)	6,327,834
Benefit payments, including refunds	(3,250,715)	(2,984,051)	(2,939,509)	(3,675,146)
Administrative expenses	-	-	-	(1,181)
Other	14,217	8,032	7,177	917
Net change in plan fiduciary net position	6,896,111	7,860,775	(8,538,812)	5,953,831
Plan fiduciary net position, beginning of year	62,263,332	54,402,557	62,941,369	56,987,538
Plan fiduciary net position, end of year	<u>\$ 69,159,443</u>	<u>\$ 62,263,332</u>	<u>\$ 54,402,557</u>	<u>\$ 62,941,369</u>
COUNTY'S NET OPEB LIABILITY (ASSET) - ending	<u>\$ (744,649)</u>	<u>\$ (9,757,537)</u>	<u>\$ 11,616,646</u>	<u>\$ 12,999,534</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF TOTAL OPEB LIABILITY	101.09%	118.58%	82.40%	82.88%
COVERED PAYROLL	\$ 25,932,885	\$ 26,148,592	\$ 28,214,243	\$ 27,245,660
COUNTY'S NET OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	-2.9%	-37.3%	41.2%	47.7%

The cost of benefits provided was changed in 2018 and is the reason for the change in benefit terms.

* GASB Statement No. 74 was implemented for fiscal year ended December 31, 2017. This schedule is being built prospectively. Ultimately, ten years of data will be presented.

** The Plan Year is based on the prior year actuarial liability rolled forward to the current year. These amounts are not reflected in the County's primary government and component unit financial statements until the following year.

2020	2019	2018	2017
\$ 1,507,259	\$ 1,974,046	\$ 4,749,618	\$ 4,331,219
5,143,667	5,041,371	7,426,229	7,268,730
-	-	(76,361,668)	-
25,734,091	(4,809,621)	(16,230,723)	9,312,448
(2,294,007)	(1,857,711)	(11,659,639)	884,442
(3,407,736)	(3,216,148)	(4,038,722)	(4,106,202)
26,683,274	(2,868,063)	(96,114,905)	17,690,637
93,695,028	96,563,091	192,677,996	174,987,359
<u>\$ 120,378,302</u>	<u>\$ 93,695,028</u>	<u>\$ 96,563,091</u>	<u>\$ 192,677,996</u>
\$ 2,475,409	\$ 2,686,003	\$ 2,869,913	\$ 2,368,393
402,509	413,961	424,156	443,110
6,327,947	7,864,780	(1,433,342)	5,055,064
(3,407,736)	(3,216,148)	(4,038,722)	(4,106,202)
(433)	(564)	(564)	(36,627)
6,787	7,433	-	-
5,804,483	7,755,465	(2,178,559)	3,723,738
51,183,055	43,427,590	45,606,149	41,882,411
<u>\$ 56,987,538</u>	<u>\$ 51,183,055</u>	<u>\$ 43,427,590</u>	<u>\$ 45,606,149</u>
<u>\$ 63,390,764</u>	<u>\$ 42,511,973</u>	<u>\$ 53,135,501</u>	<u>\$ 147,071,847</u>
47.34%	54.63%	44.97%	23.67%
\$ 31,487,706	\$ 31,771,895	\$ 32,739,763	\$ 35,368,535
201.3%	133.8%	162.3%	415.8%

ST. CLAIR COUNTY, MICHIGAN
RETIREE HEALTH BENEFITS
SCHEDULE OF COUNTY CONTRIBUTIONS

	<u>Actuarially determined contributions</u>	<u>Contributions in relation to the actuarially determined contributions</u>	<u>Contribution deficiency (excess)</u>	<u>Covered payroll</u>	<u>Contributions as a percentage of covered employee payroll</u>
PRIMARY GOVERNMENT					
2024	\$ 1,316,934	\$ 1,148,411	\$ 168,523	\$ 18,041,647	6.37%
2023	3,218,049	1,291,929	1,926,120	18,749,794	6.89%
2022	4,128,109	815,382	3,312,727	17,884,191	4.56%
2021	3,891,144	1,306,023	2,585,121	18,783,130	6.95%
2020	4,862,296	995,689	3,866,607	15,462,425	6.44%
2019	4,205,510	986,546	3,218,964	19,455,357	5.07%
2018	4,013,767	959,219	3,054,548	20,021,640	4.79%
COMPONENT UNITS					
2024	\$ 1,397,221	\$ 1,859,903	\$ (462,682)	\$ 11,153,160	16.68%
2023	454,592	1,677,750	(1,223,158)	11,034,552	15.20%
2022	817,924	1,701,862	(883,938)	11,946,885	14.25%
2021	898,761	1,582,925	(684,164)	12,064,465	13.12%
2020	1,219,087	1,457,090	(238,003)	12,495,298	11.66%
2019	1,530,849	1,766,524	(235,675)	12,388,218	14.26%
2018	2,858,768	1,901,430	957,338	12,759,059	14.90%

The valuation determining the 2018 actuarially determined contribution reflects changes in the costs of insurance provided, mainly with the Medicare Advantage Plan projecting a 42.32% decrease in cost from 2018 to 2019.

* GASB Statement No. 75 was implemented for the fiscal year ended December 31, 2018. This schedule is being built prospectively. Ultimately, ten years of data will be presented.

** Amounts combined do not agree to Total Plan on the following page, as this is reporting fiscal years of the component units and the following page is reporting on the Plan's fiscal year.

ST. CLAIR COUNTY, MICHIGAN
RETIREE HEALTH BENEFITS
SCHEDULE OF COUNTY CONTRIBUTIONS (PLAN YEAR)

	<u>Actuarially determined contributions</u>	<u>Contributions in relation to the actuarially determined contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a percentage of covered employee payroll</u>
PLAN TOTAL					
2024	\$ 1,530,859	\$ 2,818,411	\$ (1,287,552)	\$ 25,932,885	10.87%
2023	3,910,035	2,959,929	950,106	26,148,592	11.32%
2022	5,221,344	2,534,447	2,686,897	28,214,243	8.98%
2021	5,065,216	2,922,597	2,142,619	27,245,660	10.73%
2020	6,081,383	2,475,409	3,605,974	29,487,706	8.39%
2019	5,675,768	2,686,003	2,989,765	31,771,895	8.45%
2018	5,772,415	2,869,913	2,902,502	32,739,763	8.77%
2017	14,223,015	2,368,393	11,854,622	35,368,535	6.70%

VALUATION DATE December 31 of the previous fiscal year

METHODS AND ASSUMPTIONS USED TO DETERMINE CONTRIBUTION RATES

Actuarial cost method	Individual entry age
Amortization method	Level dollar for General, level percent of pay for Road Commission and Community Mental Health
Remaining amortization period	6 years
Asset valuation method	5-year smoothed fair value
Inflation	2.00%, 2018: 2.80%, 2017: 3.00%
Salary increases	2.25% in 2022; 2.25-7.00% for 2019-2021; 3.50-8.00% Road Commission and Community Mental Health for prior years
Investment rate of return	2024: 6.40%, 2021-2023: 5.25%, 2020: 6.00%, 2019: 6.34%, 2018: 6.50%, 2017: 5.00%
Retirement age	Earliest age participant becomes eligible for normal retirement
Mortality	Pub-2010 General, Public Safety, or Blue Collar weighted Mortality Table fully generational using scale MP-2018; Pub-2010 Non-Public Safety, Public Safety, or RPH-2006 Disabled Mortality Table Fully generational using scale MP-2018 for Disabled Retirees; and Pub-2010 General Headcount-weighted Mortality Table fully generational using scale MP-2018. For 2018 and 2017: RP-2017 Mortality Table with generational improvements from 2006 based on the Social Security mortality

The valuation determining the 2018 actuarially determined contribution reflects changes in the costs of insurance provided, mainly with the Medicare Advantage Plan projecting a 42.32% decrease in cost from 2018 to 2019.

GASB Statement No. 74 was implemented for fiscal year ended December 31, 2017. This schedule is being built prospectively. Ultimately, ten years of data will be presented.

SUPPLEMENTARY INFORMATION

ST. CLAIR COUNTY, MICHIGAN
COMBINING BALANCE SHEET
COMBINED GENERAL FUND
December 31, 2024

	General	Budget Incentive	Development Revolving	Combined General
ASSETS				
Cash and cash equivalents	\$ 1,249,904	\$ 1,562,994	\$ -	\$ 2,812,898
Investments	7,269,311	-	-	7,269,311
Receivables, net of allowance -				
Property taxes	1,871,845	-	-	1,871,845
Interest and accounts	350,385	-	-	350,385
Due from other governmental units	3,705,581	-	-	3,705,581
Long-term notes receivable	1,011,533	-	113,831	1,125,364
Advances to component units	380,000	-	-	380,000
Deposits	29,589	-	-	29,589
Total assets	<u>\$ 15,868,148</u>	<u>\$ 1,562,994</u>	<u>\$ 113,831</u>	<u>\$ 17,544,973</u>
LIABILITIES				
Accounts payable	\$ 1,087,126	\$ -	\$ -	\$ 1,087,126
Accrued liabilities	1,584,848	-	-	1,584,848
Due to other governmental units	23,976	-	-	23,976
Bonds and restitution payable	430,217	-	-	430,217
Unearned revenue	123,000	-	-	123,000
Total liabilities	<u>3,249,167</u>	<u>-</u>	<u>-</u>	<u>3,249,167</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue -				
Property taxes	36,873	-	-	36,873
Grants/fees	532,720	-	-	532,720
Total deferred inflows of resources	<u>569,593</u>	<u>-</u>	<u>-</u>	<u>569,593</u>
FUND BALANCES				
Nonspendable -				
Long-term notes receivable/advances	1,391,533	-	113,831	1,505,364
Deposits	29,589	-	-	29,589
Committed	-	1,562,994	-	1,562,994
Unassigned	10,628,266	-	-	10,628,266
Total fund balances	<u>12,049,388</u>	<u>1,562,994</u>	<u>113,831</u>	<u>13,726,213</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 15,868,148</u>	<u>\$ 1,562,994</u>	<u>\$ 113,831</u>	<u>\$ 17,544,973</u>

ST. CLAIR COUNTY, MICHIGAN
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
COMBINED GENERAL FUND
For the year ended December 31, 2024

	<u>General</u>	<u>Budget Incentive</u>	<u>Development Revolving</u>	<u>Eliminations</u>	<u>Combined General</u>
REVENUES					
Taxes	\$ 41,575,117	\$ -	\$ -	\$ -	\$ 41,575,117
Licenses and permits	205,247	-	-	-	205,247
Intergovernmental	16,185,200	-	-	-	16,185,200
Charges for services	7,968,181	-	-	-	7,968,181
Fines and forfeits	302,732	-	-	-	302,732
Interest and rent	2,268,563	-	-	-	2,268,563
Other	2,349,143	26,000	-	-	2,375,143
Total revenues	<u>70,854,183</u>	<u>26,000</u>	<u>-</u>	<u>-</u>	<u>70,880,183</u>
EXPENDITURES					
Current -					
General government	11,837,898	103,409	-	-	11,941,307
Judicial	15,591,423	87,632	-	-	15,679,055
Public safety	29,321,557	76,340	-	-	29,397,897
Public works	2,231,696	-	-	-	2,231,696
Health and welfare	2,523,581	-	-	-	2,523,581
Community and economic development	1,052,001	-	-	-	1,052,001
Debt service -					
Principal	419,474	-	-	-	419,474
Interest	159,088	-	-	-	159,088
Total expenditures	<u>63,136,718</u>	<u>267,381</u>	<u>-</u>	<u>-</u>	<u>63,404,099</u>
Revenues over (under) expenditures	<u>7,717,465</u>	<u>(241,381)</u>	<u>-</u>	<u>-</u>	<u>7,476,084</u>
OTHER FINANCING SOURCES (USES)					
Issuance of debt	607,568	-	-	-	607,568
Transfers from other funds	2,091,687	367,006	-	(367,006)	2,091,687
Transfers to other funds	(10,243,061)	-	(37,943)	367,006	(9,913,998)
Total other financing sources (uses)	<u>(7,543,806)</u>	<u>367,006</u>	<u>(37,943)</u>	<u>-</u>	<u>(7,214,743)</u>
Net change in fund balance	173,659	125,625	(37,943)	-	261,341
Fund balance at beginning of year	11,875,729	1,437,369	151,774	-	13,464,872
Fund balance at end of year	<u>\$ 12,049,388</u>	<u>\$ 1,562,994</u>	<u>\$ 113,831</u>	<u>\$ -</u>	<u>\$ 13,726,213</u>

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL
BUDGET INCENTIVE
For the year ended December 31, 2024

	Amended Budget	Actual	Variance with Actual Positive (Negative)
REVENUES			
Other	\$ 30,000	\$ 26,000	\$ (4,000)
EXPENDITURES			
General government	115,000	103,409	11,591
Judicial	105,000	87,632	17,368
Public safety	76,340	76,340	-
Total expenditures	296,340	267,381	28,959
Revenues under expenditures	(266,340)	(241,381)	24,959
OTHER FINANCING SOURCES			
Transfers from other funds	-	367,006	367,006
Net change in fund balance	(266,340)	125,625	391,965
Fund balance at beginning of year	1,437,369	1,437,369	-
Fund balance at end of year	\$ 1,171,029	\$ 1,562,994	\$ 391,965

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, debt service, or capital projects) that are restricted or committed to expenditures for specified purposes. The Nonmajor Special Revenue Funds of the County are as follows:

Friend of Court – is used to account for the revenues and expenditures of the Friend of the Court office required in 1982 Public Acts 294 through 298.

Convention Center – is used to account for the proceeds from and operations of the convention center.

Drug Law Enforcement – is used to account for revenues derived from the sale of assets seized by the Drug Task Force in drug cases and expenditures made in accordance with state drug forfeiture laws.

Health Department – is used to account for the operations of providing health protection and health services. Financing is provided by state and federal grants, charges for services and General Fund appropriations.

HUD Housing – is used to account for federal grant money received prior to 1987 for renovations made to qualified housing. It is also used to account for the loans resulting from these renovation projects. The interest from the loans and the repayments are used to supplement funding of future grants.

CDBG Housing – is used to account for federal grant money received after 1987 for renovations made to qualified housing. It is also used to account for the loans resulting from these renovation projects.

Human Services – is used to account for the cost of providing financial assistance to County residents who cannot meet basic requirements for personal needs, shelter and medical care. Financing is provided by the Michigan Family Independence Agency and General Fund appropriations.

Child Care – is used to account for court-ordered expenses for the health and welfare of minor children, and community based residential treatment program for emotionally impaired children and their families. Financing is provided by General Fund appropriations and state matching of certain eligible costs.

Indigent Defense – is used to account for revenues and expenditures of the delivery of indigent criminal defense services required by Act 93 of 2013.

Veterans' Millage – is used to account for a County special millage to be used for Veterans' aid.

Emergency 911 (E-911) – is used to account for revenues and expenditures of purchasing and providing Emergency 911 services.

Deeds Automation – is used to account for the revenues and expenditures set aside for the updating and streamlining the records system in the deeds office.

Local Corrections and Training – is used to account for the County's portion of booking fees collected in the Jail and used for corrections officer education and training and/or inmate substance abuse/mental health programs.

Family Counseling – is used to account for the portion of marriage license fees set aside for providing family counseling to individuals who have domestic related actions pending before the Circuit Court.

SPECIAL REVENUE FUNDS (continued)

Concealed Pistol Licensing – was created under State of Michigan Act 3 of 2015 and accounts for the deposit of licensing fees collected by the County and the related expenditures of the cost of administering.

Animal Control Donations – is used to account for contributions received for animal control programs.

Prosecutor's Drug Forfeitures – is used to account for the prosecuting attorney's proceeds for vehicle and drug forfeitures.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for restricted resources for the payment of general long-term debt principal, interest, and related costs. The Debt Service Funds of the County are as follows:

Communications Series 2009 – is used to account for the debt service requirements related to the 2009 communications system.

Mental Health Building Debt – is used to account for the debt service requirements related to the construction of a Community Mental Health Building.

Convention Center – is used to account for the debt service requirements related to the Blue Water Area Convention Center.

Public Works Projects – is used to account for collections and payments from townships and cities within the County for conduit debt.

Jail/Juvenile Facility – is used to account for the accumulation of resources and payment of debt for the Jail/Juvenile facility.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for restricted financial resources to be used for the acquisition or construction of capital assets (other than those financed by Proprietary and Trust Funds). The Capital Projects Funds of the County are as follows:

Public Improvement – is used to account for the funds earmarked for improvements in County facilities or equipment. Financing is provided primarily by General Fund appropriations.

Municipal Building – is used to account for local revenues used for major improvements to existing County buildings.

ST. CLAIR COUNTY, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2024

	Special Revenue Funds					
	Friend of Court	Convention Center	Drug Law Enforcement	Health Department	HUD Housing	CDBG Housing
ASSETS						
Cash and cash equivalents	\$ 806,835	\$ 1,116,316	\$ 718,424	\$ 5,411,442	\$ 95,311	\$ 428,456
Investments	250,000	-	-	-	-	-
Receivables, net of allowance -						
Property taxes	-	-	-	-	-	-
Interest and accounts	7,926	97,712	397	119,480	149,572	541,045
Due from other governmental units	78,831	-	-	641,024	-	-
Long-term notes receivable	-	-	-	-	-	-
Total assets	<u>\$ 1,143,592</u>	<u>\$ 1,214,028</u>	<u>\$ 718,821</u>	<u>\$ 6,171,946</u>	<u>\$ 244,883</u>	<u>\$ 969,501</u>
LIABILITIES						
Accounts payable	\$ 750	\$ 56,257	\$ 1,744	\$ 146,297	\$ -	\$ -
Accrued liabilities	6,436	-	-	176,811	-	-
Advances and deposits	-	50,588	-	17,875	-	-
Due to other governmental units	100	-	-	1,795,742	-	41,636
Unearned revenue	-	-	-	228,496	-	-
Total liabilities	<u>7,286</u>	<u>106,845</u>	<u>1,744</u>	<u>2,365,221</u>	<u>-</u>	<u>41,636</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue -						
Delinquent property taxes	-	-	-	-	-	-
Lease contract/revolving loans	-	-	-	-	149,572	499,409
Grants/fees	-	-	97	23,700	-	-
Taxes levied for subsequent period	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>97</u>	<u>23,700</u>	<u>149,572</u>	<u>499,409</u>
FUND BALANCES						
Restricted	1,136,306	-	716,980	670,144	95,311	428,456
Committed	-	1,107,183	-	3,112,881	-	-
Total fund balances	<u>1,136,306</u>	<u>1,107,183</u>	<u>716,980</u>	<u>3,783,025</u>	<u>95,311</u>	<u>428,456</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,143,592</u>	<u>\$ 1,214,028</u>	<u>\$ 718,821</u>	<u>\$ 6,171,946</u>	<u>\$ 244,883</u>	<u>\$ 969,501</u>

Special Revenue Funds							
Human Services	Child Care	Indigent Defense	Veterans' Millage	E - 911	Deeds Automation	Local Corrections and Training	Family Counseling
\$ 46,836	\$ 1,953,773	\$ 587,296	\$ 137,721	\$ -	\$ 99,909	\$ 55,979	\$ 134,360
-	-	-	-	-	-	-	-
-	-	-	746,453	-	-	-	-
3,444	620	994	-	-	480	-	30
-	630,054	-	61,538	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 50,280</u>	<u>\$ 2,584,447</u>	<u>\$ 588,290</u>	<u>\$ 945,712</u>	<u>\$ -</u>	<u>\$ 100,389</u>	<u>\$ 55,979</u>	<u>\$ 134,390</u>
\$ -	\$ 137,157	\$ 57,445	\$ 9,989	\$ -	\$ -	\$ 2,100	\$ 225
337	100,024	57,457	10,213	-	3,137	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	445,247	-	-	-	-	-
<u>337</u>	<u>237,181</u>	<u>560,149</u>	<u>20,202</u>	<u>-</u>	<u>3,137</u>	<u>2,100</u>	<u>225</u>
-	-	-	1,038	-	-	-	-
-	-	-	-	-	-	-	-
-	49,793	-	34,255	-	-	-	-
-	-	-	778,127	-	-	-	-
-	49,793	-	813,420	-	-	-	-
-	-	28,141	112,090	-	97,252	53,879	134,165
49,943	2,297,473	-	-	-	-	-	-
<u>49,943</u>	<u>2,297,473</u>	<u>28,141</u>	<u>112,090</u>	<u>-</u>	<u>97,252</u>	<u>53,879</u>	<u>134,165</u>
<u>\$ 50,280</u>	<u>\$ 2,584,447</u>	<u>\$ 588,290</u>	<u>\$ 945,712</u>	<u>\$ -</u>	<u>\$ 100,389</u>	<u>\$ 55,979</u>	<u>\$ 134,390</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
December 31, 2024

	Special Revenue Funds			Debt Service Funds
	Concealed Pistol Licensing	Animal Control Donations	Prosecutor's Drug Forfeitures	Communications Series 2009
ASSETS				
Cash and cash equivalents	\$ 407,858	\$ 73,163	\$ 238,324	\$ -
Investments	-	-	-	-
Receivables, net of allowance -				
Property taxes	-	-	-	-
Interest and accounts	424	407	-	-
Due from other governmental units	5,616	-	-	-
Long-term notes receivable	-	-	-	-
Total assets	<u>\$ 413,898</u>	<u>\$ 73,570</u>	<u>\$ 238,324</u>	<u>\$ -</u>
LIABILITIES				
Accounts payable	\$ 1,303	\$ -	\$ 295	\$ -
Accrued liabilities	2,836	-	-	-
Advances and deposits	-	-	-	-
Due to other governmental units	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>4,139</u>	<u>-</u>	<u>295</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue -				
Delinquent property taxes	-	-	-	-
Lease contract/revolving loans	-	-	-	-
Grants/fees	-	15	-	-
Taxes levied for subsequent period	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>15</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Restricted	409,759	73,555	238,029	-
Committed	-	-	-	-
Total fund balances	<u>409,759</u>	<u>73,555</u>	<u>238,029</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 413,898</u>	<u>\$ 73,570</u>	<u>\$ 238,324</u>	<u>\$ -</u>

Debt Service Funds				Capital Projects Funds		
Mental Health Building	Convention Center	Public Works Projects	Jail/Juvenile Facility	Public Improvement	Municipal Building	Total
\$ 610	\$ 52,460	\$ 504,250	\$ 1,180	\$ 10,847,261	\$ 142,068	\$ 23,859,832
-	-	-	-	-	-	250,000
-	-	-	-	-	-	746,453
-	38,110	-	-	25,375	97	986,113
-	-	-	-	-	-	1,417,063
1,800,000	-	-	-	-	-	1,800,000
<u>\$ 1,800,610</u>	<u>\$ 90,570</u>	<u>\$ 504,250</u>	<u>\$ 1,180</u>	<u>\$ 10,872,636</u>	<u>\$ 142,165</u>	<u>\$ 29,059,461</u>
\$ -	\$ -	\$ 75	\$ -	\$ 259,106	\$ 313	\$ 673,056
-	-	-	-	-	-	357,251
-	-	-	-	-	-	68,463
-	-	504,100	-	-	-	2,341,578
-	-	-	-	-	-	673,743
-	-	504,175	-	259,106	313	4,114,091
-	-	-	-	-	-	1,038
1,800,000	-	-	-	-	-	2,448,981
-	2,498	-	-	-	-	110,358
-	-	-	-	-	-	778,127
1,800,000	2,498	-	-	-	-	3,338,504
610	88,072	75	1,180	10,613,530	-	14,897,534
-	-	-	-	-	141,852	6,709,332
610	88,072	75	1,180	10,613,530	141,852	21,606,866
<u>\$ 1,800,610</u>	<u>\$ 90,570</u>	<u>\$ 504,250</u>	<u>\$ 1,180</u>	<u>\$ 10,872,636</u>	<u>\$ 142,165</u>	<u>\$ 29,059,461</u>

(Concluded)

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the year ended December 31, 2024

	Special Revenue Funds					
	Friend of Court	Convention Center	Drug Law Enforcement	Health Department	HUD Housing	CDBG Housing
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	324,073	-	-
Intergovernmental	324,451	-	-	4,754,971	-	-
Charges for services	33,040	868,644	-	2,576,014	-	-
Fines and forfeits	-	-	65,880	-	-	-
Interest and rent	26,424	231,454	-	-	-	5,865
Other	7,214	10,892	8,192	163,611	-	10,743
Total revenues	391,129	1,110,990	74,072	7,818,669	-	16,608
EXPENDITURES						
Current -						
Judicial	344,140	-	-	-	-	-
General government	-	-	-	-	-	-
Public safety	-	-	70,851	-	-	-
Health and welfare	-	-	-	9,058,927	-	80,451
Recreation and cultural	-	1,747,373	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debit service -						
Principal	-	-	-	-	-	-
Interest and charges	-	-	-	-	-	-
Total expenditures	344,140	1,747,373	70,851	9,058,927	-	80,451
Revenues over (under) expenditures	46,989	(636,383)	3,221	(1,240,258)	-	(63,843)
OTHER FINANCING SOURCES (USES)						
Lease proceeds	-	-	-	-	-	-
Transfers from other funds	15,000	450,000	-	1,838,604	-	-
Transfers to other funds	-	-	-	(3,913,364)	-	-
Total other financing sources (uses)	15,000	450,000	-	(2,074,760)	-	-
Net change in fund balances	61,989	(186,383)	3,221	(3,315,018)	-	(63,843)
Fund balances at beginning of year	1,074,317	1,293,566	713,759	7,098,043	95,311	492,299
Fund balances at end of year	\$ 1,136,306	\$ 1,107,183	\$ 716,980	\$ 3,783,025	\$ 95,311	\$ 428,456

Special Revenue Funds

Human Services	Child Care	Indigent Defense	Veterans' Millage	E - 911	Deeds Automation	Local Corrections and Training	Family Counseling
\$ -	\$ -	\$ -	\$ 207	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	4,007,560	2,515,812	76,612	-	12,000	-	-
-	-	11,706	-	1,397,641	110,890	22,937	12,585
-	-	-	-	-	-	-	-
-	-	-	11	-	5,349	-	-
-	47,572	-	16,990	-	-	-	-
-	4,055,132	2,527,518	93,820	1,397,641	128,239	22,937	12,585
-	-	4,521,910	-	-	-	-	951
-	-	-	-	-	173,086	-	-
-	-	-	-	-	-	25,224	-
22,865	5,500,966	-	706,462	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	111,391	-	-	-	-	-
-	-	6,948	-	-	-	-	-
22,865	5,500,966	4,640,249	706,462	-	173,086	25,224	951
(22,865)	(1,445,834)	(2,112,731)	(612,642)	1,397,641	(44,847)	(2,287)	11,634
-	-	1,357,271	-	-	-	-	-
29,001	2,344,553	756,045	120,000	-	-	-	-
-	(1,094,058)	-	-	(1,397,641)	-	-	(15,000)
29,001	1,250,495	2,113,316	120,000	(1,397,641)	-	-	(15,000)
6,136	(195,339)	585	(492,642)	-	(44,847)	(2,287)	(3,366)
43,807	2,492,812	27,556	604,732	-	142,099	56,166	137,531
\$ 49,943	\$ 2,297,473	\$ 28,141	\$ 112,090	\$ -	\$ 97,252	\$ 53,879	\$ 134,165

(Continued)

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the year ended December 31, 2024

	Special Revenue Funds			Debt Service Funds
	Concealed Pistol Licensing	Animal Control Donations	Prosecutor's Drug Forfeitures	Communications Series 2009
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	118,377	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	9,000	-
Fines and forfeits	-	-	17,724	-
Interest and rent	-	-	-	-
Other	-	41,992	1,587	-
Total revenues	118,377	41,992	28,311	-
EXPENDITURES				
Current -				
Judicial	-	-	-	-
General government	137,926	-	-	-
Public safety	-	44,999	20,127	-
Health and welfare	-	-	-	-
Recreation and cultural	-	-	-	-
Capital outlay	-	-	-	-
Debit service -				
Principal	-	-	-	315,000
Interest and charges	-	-	-	6,300
Total expenditures	137,926	44,999	20,127	321,300
Revenues over (under) expenditures	(19,549)	(3,007)	8,184	(321,300)
OTHER FINANCING SOURCES (USES)				
Lease proceeds	-	-	-	-
Transfers from other funds	-	-	-	321,300
Transfers to other funds	-	-	-	(18,417)
Total other financing sources (uses)	-	-	-	302,883
Net change in fund balances	(19,549)	(3,007)	8,184	(18,417)
Fund balances at beginning of year	429,308	76,562	229,845	18,417
Fund balances at end of year	\$ 409,759	\$ 73,555	\$ 238,029	\$ -

Debt Service Funds				Capital Projects Funds		Total
Mental Health Building	Convention Center	Public Works Projects	Jail/Juvenile Facility	Public Improvement	Municipal Building	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 207
-	-	-	-	-	-	442,450
-	-	-	-	56,045	-	11,747,451
-	-	-	-	-	19,113	5,061,570
-	-	-	-	-	-	83,604
945,700	-	-	-	-	-	1,214,803
-	292,233	525,667	-	129,110	-	1,255,803
945,700	292,233	525,667	-	185,155	19,113	19,805,888
-	-	-	-	-	-	4,867,001
-	-	-	-	-	-	311,012
-	-	-	-	-	-	161,201
-	-	-	-	-	-	15,369,671
-	-	-	-	-	-	1,747,373
-	-	-	-	2,162,731	1,050	2,163,781
845,000	260,000	460,000	2,010,000	-	-	4,001,391
100,700	188,169	65,592	192,626	-	-	560,335
945,700	448,169	525,592	2,202,626	2,162,731	1,050	29,181,765
-	(155,936)	75	(2,202,626)	(1,977,576)	18,063	(9,375,877)
-	-	-	-	-	-	1,357,271
-	172,751	-	2,201,801	3,557,583	-	11,806,638
-	-	-	-	-	-	(6,438,480)
-	172,751	-	2,201,801	3,557,583	-	6,725,429
-	16,815	75	(825)	1,580,007	18,063	(2,650,448)
610	71,257	-	2,005	9,033,523	123,789	24,257,314
\$ 610	\$ 88,072	\$ 75	\$ 1,180	\$ 10,613,530	\$ 141,852	\$ 21,606,866

(Concluded)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
FRIEND OF COURT			
REVENUES			
Intergovernmental	\$ 322,339	\$ 324,451	\$ 2,112
Charges for services	44,000	33,040	(10,960)
Interest and rent	31,050	26,424	(4,626)
Other	5,500	7,214	1,714
Total revenues	402,889	391,129	(11,760)
EXPENDITURES - judicial	346,612	344,140	2,472
Revenues over expenditures	56,277	46,989	(9,288)
OTHER FINANCING SOURCES - transfers from other funds	15,000	15,000	-
Net change in fund balance	71,277	61,989	(9,288)
Fund balance at beginning of year	1,074,317	1,074,317	-
Fund balance at end of year	<u>\$ 1,145,594</u>	<u>\$ 1,136,306</u>	<u>\$ (9,288)</u>
CONVENTION CENTER			
REVENUES			
Charges for services	\$ 1,000,500	\$ 868,644	\$ (131,856)
Interest and rent	206,400	231,454	25,054
Other	-	10,892	10,892
Total revenues	1,206,900	1,110,990	(95,910)
EXPENDITURES - recreation and cultural	1,802,422	1,747,373	55,049
Revenues under expenditures	(595,522)	(636,383)	(40,861)
OTHER FINANCING SOURCES			
Transfers from other funds	450,000	450,000	-
Net change in fund balance	(145,522)	(186,383)	(40,861)
Fund balance at beginning of year	1,293,566	1,293,566	-
Fund balance at end of year	<u>\$ 1,148,044</u>	<u>\$ 1,107,183</u>	<u>\$ (40,861)</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
DRUG LAW ENFORCEMENT			
REVENUES			
Fines and forfeits	\$ 85,000	\$ 65,880	\$ (19,120)
Other	40,000	8,192	(31,808)
Total revenues	125,000	74,072	(50,928)
EXPENDITURES - public safety	100,000	70,851	29,149
Net change in fund balance	25,000	3,221	(21,779)
Fund balance at beginning of year	713,759	713,759	-
Fund balance at end of year	<u>\$ 738,759</u>	<u>\$ 716,980</u>	<u>\$ (21,779)</u>
HEALTH DEPARTMENT			
REVENUES			
Licenses and permits	\$ 388,000	\$ 324,073	\$ (63,927)
Intergovernmental	4,494,499	4,754,971	260,472
Charges for services	2,071,570	2,576,014	504,444
Other	330,000	163,611	(166,389)
Total revenues	7,284,069	7,818,669	534,600
EXPENDITURES - health and welfare	9,122,673	9,058,927	63,746
Revenues under expenditures	(1,838,604)	(1,240,258)	598,346
OTHER FINANCING SOURCES			
Transfers from other funds	1,838,604	1,838,604	-
Transfers to other funds	(3,913,364)	(3,913,364)	-
	(2,074,760)	(2,074,760)	-
Net change in fund balance	(3,913,364)	(3,315,018)	598,346
Fund balance at beginning of year	7,098,043	7,098,043	-
Fund balance at end of year	<u>\$ 3,184,679</u>	<u>\$ 3,783,025</u>	<u>\$ 598,346</u>
HUD HOUSING			
Net change in fund balance	\$ -	\$ -	\$ -
Fund balance at beginning of year	95,311	95,311	-
Fund balance at end of year	<u>\$ 95,311</u>	<u>\$ 95,311</u>	<u>\$ -</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
CDBG HOUSING			
REVENUES			
Interest	\$ 10,000	\$ 5,865	\$ (4,135)
Other	20,000	10,743	(9,257)
Total revenues	30,000	16,608	(13,392)
EXPENDITURES - health and welfare	85,000	80,451	4,549
Net change in fund balance	(55,000)	(63,843)	(8,843)
Fund balance at beginning of year	492,299	492,299	-
Fund balance at end of year	<u>\$ 437,299</u>	<u>\$ 428,456</u>	<u>\$ (8,843)</u>
HUMAN SERVICES			
EXPENDITURES - health and welfare	\$ 29,001	\$ 22,865	\$ 6,136
OTHER FINANCING SOURCES			
Transfers from other funds	29,001	29,001	-
Net change in fund balance	-	6,136	6,136
Fund balance at beginning of year	43,807	43,807	-
Fund balance at end of year	<u>\$ 43,807</u>	<u>\$ 49,943</u>	<u>\$ 6,136</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
CHILD CARE			
REVENUES			
Intergovernmental	\$ 4,137,216	\$ 4,007,560	\$ (129,656)
Other	52,000	47,572	(4,428)
Total revenues	4,189,216	4,055,132	(134,084)
EXPENDITURES - health and welfare			
Revenues under expenditures	(1,250,495)	(1,445,834)	(195,339)
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	2,344,553	2,344,553	-
Transfers to other funds	(1,094,058)	(1,094,058)	-
	1,250,495	1,250,495	-
Net change in fund balance	-	(195,339)	(195,339)
Fund balance at beginning of year	2,492,812	2,492,812	-
Fund balance at end of year	<u>\$ 2,492,812</u>	<u>\$ 2,297,473</u>	<u>\$ (195,339)</u>
INDIGENT DEFENSE			
REVENUES			
Intergovernmental	\$ 2,837,649	\$ 2,515,812	\$ (321,837)
Charges for services	-	11,706	11,706
Total revenues	2,837,649	2,527,518	(310,131)
EXPENDITURES			
Judicial	3,474,694	4,521,910	(1,047,216)
Debt service -			
Principal	112,000	111,391	609
Interest	7,000	6,948	52
Total expenditures	3,593,694	4,640,249	(1,046,555)
Revenues under expenditures	(756,045)	(2,112,731)	(1,356,686)
OTHER FINANCING SOURCES - transfers from other funds			
Lease proceeds	-	1,357,271	1,357,271
Transfers from other funds	756,045	756,045	-
	756,045	2,113,316	1,357,271
Net change in fund balance	-	585	585
Fund balance at beginning of year	27,556	27,556	-
Fund balance at end of year	<u>\$ 27,556</u>	<u>\$ 28,141</u>	<u>\$ 585</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
VETERANS' MILLAGE			
REVENUES			
Taxes	\$ 1,000	\$ 207	\$ (793)
Intergovernmental	152,253	76,612	(75,641)
Charges for services	2,500	-	(2,500)
Interest and rent	100	11	(89)
Other	20,000	16,990	(3,010)
Total revenues	175,853	93,820	(82,033)
EXPENDITURES - health and welfare	680,718	706,462	(25,744)
Revenues under expenditures	(504,865)	(612,642)	(107,777)
OTHER FINANCING USES			
Transfers from other funds	120,000	120,000	-
Net change in fund balance	(384,865)	(492,642)	(107,777)
Fund balance at beginning of year	604,732	604,732	-
Fund balance at end of year	<u>\$ 219,867</u>	<u>\$ 112,090</u>	<u>\$ (107,777)</u>
E - 911			
REVENUES - charges for services	\$ 1,387,500	\$ 1,397,641	\$ 10,141
OTHER FINANCING USES - transfers to other funds	(1,387,500)	(1,397,641)	(10,141)
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
DEEDS AUTOMATION			
REVENUES			
Intergovernmental	\$ 1,200	\$ 12,000	\$ 10,800
Charges for services	115,000	110,890	(4,110)
Interest	6,000	5,349	(651)
Total revenues	122,200	128,239	6,039
EXPENDITURES - general government	182,069	173,086	8,983
Net change in fund balance	(59,869)	(44,847)	15,022
Fund balance at beginning of year	142,099	142,099	-
Fund balance at end of year	<u>\$ 82,230</u>	<u>\$ 97,252</u>	<u>\$ 15,022</u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
LOCAL CORRECTIONS AND TRAINING			
REVENUES - charges for services	\$ 25,000	\$ 22,937	\$ (2,063)
EXPENDITURES - public safety	<u>30,000</u>	<u>25,224</u>	<u>4,776</u>
Net change in fund balance	(5,000)	(2,287)	2,713
Fund balance at beginning of year	<u>56,166</u>	<u>56,166</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 51,166</u></u>	<u><u>\$ 53,879</u></u>	<u><u>\$ 2,713</u></u>
FAMILY COUNSELING			
REVENUES - charges for services	\$ 16,000	\$ 12,585	\$ (3,415)
EXPENDITURES - judicial	<u>1,500</u>	<u>951</u>	<u>549</u>
Revenues over expenditures	14,500	11,634	(2,866)
OTHER FINANCING USES - transfers to other funds	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>
Net change in fund balance	(500)	(3,366)	(2,866)
Fund balance at beginning of year	<u>137,531</u>	<u>137,531</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 137,031</u></u>	<u><u>\$ 134,165</u></u>	<u><u>\$ (2,866)</u></u>
CONCEALED PISTOL LICENSING			
REVENUES - licenses and permits	\$ 115,000	\$ 118,377	\$ 3,377
EXPENDITURES - general government	<u>136,335</u>	<u>137,926</u>	<u>(1,591)</u>
Net change in fund balance	(21,335)	(19,549)	1,786
Fund balance at beginning of year	<u>429,308</u>	<u>429,308</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 407,973</u></u>	<u><u>\$ 409,759</u></u>	<u><u>\$ 1,786</u></u>

(Continued)

ST. CLAIR COUNTY, MICHIGAN
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - NONMAJOR SPECIAL REVENUE FUNDS
For the year ended December 31, 2024

	Amended Budget	Actual	Variance Positive (Negative)
ANIMAL CONTROL DONATIONS			
REVENUES - other	\$ 35,000	\$ 41,992	\$ 6,992
EXPENDITURES - public safety	41,000	44,999	(3,999)
Net change in fund balance	(6,000)	(3,007)	2,993
Fund balance at beginning of year	76,562	76,562	-
Fund balance at end of year	<u>\$ 70,562</u>	<u>\$ 73,555</u>	<u>\$ 2,993</u>
PROSECUTOR'S DRUG FORFEITURES			
REVENUES			
Charges for services	\$ 20,000	\$ 9,000	\$ (11,000)
Fines and forfeits	30,000	17,724	(12,276)
Other	-	1,587	1,587
Total revenues	50,000	28,311	(21,689)
EXPENDITURES - public safety	40,000	20,127	19,873
Net change in fund balance	10,000	8,184	(1,816)
Fund balance at beginning of year	229,845	229,845	-
Fund balance at end of year	<u>\$ 239,845</u>	<u>\$ 238,029</u>	<u>\$ (1,816)</u>

(Concluded)

NON-MAJOR ENTERPRISE FUNDS

ENTERPRISE FUNDS

Enterprise Funds are used to report operations that provide services, which are financed primarily by user charges, or activities where periodic measurement of net income is appropriate for capital maintenance, public policy, management control or other purposes. The Nonmajor Enterprise Funds of the County are as follows:

Sheriff's Concession – is used to account for the concession operations in the County Jail complex, which sells various items to the jail inmates.

Homestead Exemption Audits – is used to account for the operations of administering audits of County residents claiming homestead exemption on their property.

School Tax Collection – is used to account for the administrative fees charged to school districts for the collection of their taxes.

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
December 31, 2024

	Sheriff's Concession	Homestead Exemption Audits	School Tax Collection	Total
ASSETS				
Current assets -				
Cash and cash equivalents	\$ 608,667	\$ 53,269	\$ 114,595	\$ 776,531
Interest and accounts receivable, net of allowance	163,535	-	-	163,535
Total assets	772,202	53,269	114,595	940,066
LIABILITIES				
Current liabilities -				
Accounts payable	28,482	-	-	28,482
Accrued expenses	1,941	-	-	1,941
Total liabilities	30,423	-	-	30,423
NET POSITION - unrestricted	<u>\$ 741,779</u>	<u>\$ 53,269</u>	<u>\$ 114,595</u>	<u>\$ 909,643</u>

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
For the year ended December 31, 2024

	Sheriff's Concession	Homestead Exemption Audits	School Tax Collection	Total
OPERATING REVENUES				
Charges for services	\$ 944,499	\$ -	\$ -	\$ 944,499
OPERATING EXPENSES				
Personal services	76,288	-	-	76,288
Supplies	8,757	-	-	8,757
Other services	727,381	23	-	727,404
Total operating expenses	812,426	23	-	812,449
Operating income (loss)	132,073	(23)	-	132,050
NON-OPERATING REVENUES				
Interest revenue	244	-	-	244
Net income (loss) before contributions and transfers	132,317	(23)	-	132,294
TRANSFERS - transfers to other funds	(104,650)	-	-	(104,650)
Change in net position	27,667	(23)	-	27,644
Net position at beginning of year	714,112	53,292	114,595	881,999
Net position at end of year	\$ 741,779	\$ 53,269	\$ 114,595	\$ 909,643

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
For the year ended December 31, 2024

	Sheriff's Concession	Homestead Exemption Audits	School Tax Collection	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customers	\$ 877,057	\$ -	\$ -	\$ 877,057
Cash payments to suppliers	(743,516)	(23)	-	(743,539)
Cash payments to employees	(68,910)	-	-	(68,910)
Cash payments for interfund services	(6,745)	-	-	(6,745)
Net cash provided by (used in) operating activities	57,886	(23)	-	57,863
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers to other funds	(104,650)	-	-	(104,650)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest	244	-	-	244
Net decrease in cash and cash equivalents	(46,520)	(23)	-	(46,543)
Cash and cash equivalents at beginning of year	655,187	53,292	114,595	823,074
Cash and cash equivalents at end of year	<u>\$ 608,667</u>	<u>\$ 53,269</u>	<u>\$ 114,595</u>	<u>\$ 776,531</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$ 132,073	\$ (23)	\$ -	\$ 132,050
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities -				
Change in assets and liabilities:				
Accounts receivable	(67,442)	-	-	(67,442)
Accounts payable	(7,378)	-	-	(7,378)
Accrued expenses	633	-	-	633
Net cash provided by (used in) operating activities	<u>\$ 57,886</u>	<u>\$ (23)</u>	<u>\$ -</u>	<u>\$ 57,863</u>

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by the County for the other parties (either as a trustee or as an agent) that cannot be, or are not, used to finance the County's own operating programs.

Pension and Other Employee Benefits Trust Funds

Basic Retirement System – is used to account for employer and employee pension contributions, investment income, accumulated assets and payments to beneficiaries including retiree health care.

Other Postemployment Benefits – is used to account for employer and employee contributions, investment income, accumulated assets and payment for post-employment benefits other than pension.

The Pension and Other Employee Benefits Trust Funds are accounted for in essentially the same manner as Proprietary Funds, but with an important expanded emphasis on net position restricted for pension and other post-employment benefits.

Custodial Funds

Treasurer – is used to account for taxes collected, public guardian, and court costs collected by the County on behalf of individuals, private organizations, or other governments.

Clerk – is used to account for transfer taxes collected and court costs collected by the County on behalf of the State.

Penal Fines – is used to account for the portion of fines that are collected by the 72nd District Court and distributed to libraries within St. Clair County.

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
December 31, 2024

	Basic Retirement System	Other Postemployment Benefits	Total
ASSETS			
Cash and cash equivalents	\$ 3,149,972	\$ 4,851,539	\$ 8,001,511
Investments, at fair value -			
U.S. government/agencies	10,595,799	8,184,984	18,780,783
Corporate debt	2,244,220	922,153	3,166,373
Stocks	17,354,069	28,474,508	45,828,577
Mortgage-backed securities	12,509,085	-	12,509,085
Mutual funds	201,090,793	26,634,033	227,724,826
Partnerships	36,143,232	-	36,143,232
Receivables -			
Interest and dividends	163,940	91,144	255,084
Other	-	13,382	13,382
 Total assets	 283,251,110	 69,171,743	 352,422,853
LIABILITIES			
Accounts payable	83,564	12,300	95,864
Accrued liabilities	3,435	-	3,435
 Total liabilities	 86,999	 12,300	 99,299
NET POSITION			
Restricted for pension benefits	283,164,111	-	283,164,111
Restricted for other postemployment benefits	-	69,159,443	69,159,443
	<u>\$ 283,164,111</u>	<u>\$ 69,159,443</u>	<u>\$ 352,323,554</u>

ST. CLAIR COUNTY, MICHIGAN
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS
For the year ended December 31, 2024

	Basic Retirement System			
	Member Contributions	Employer Contributions	Pension Payments	Total
ADDITIONS				
Contributions -				
Member contributions	\$ 1,679,748	\$ -	\$ -	\$ 1,679,748
Employer contributions	-	7,657,488	-	7,657,488
Total contributions	1,679,748	7,657,488	-	9,337,236
Investment income -				
Net appreciation in fair value of investments	-	21,526,258	-	21,526,258
Interest/dividends	-	6,312,996	-	6,312,996
Less - investment expense	-	(427,282)	-	(427,282)
Net investment income	-	27,411,972	-	27,411,972
Other	-	-	-	-
Total additions	1,679,748	35,069,460	-	36,749,208
DEDUCTIONS				
Retirement payroll	-	-	19,705,494	19,705,494
Health/dental insurance	-	-	-	-
Death benefits	-	42,000	-	42,000
Employee refunds	40,032	-	-	40,032
Administration	-	165,171	-	165,171
Total deductions	40,032	207,171	19,705,494	19,952,697
Net increase (decrease) before transfers	1,639,716	34,862,289	(19,705,494)	16,796,511
INTERFUND TRANSFERS IN (OUT)				
Retirees obligation	(1,894,051)	(1,668,232)	3,562,283	-
Interest	582,780	(23,154,950)	22,572,170	-
Net increase	328,445	10,039,107	6,428,959	16,796,511
NET POSITION RESTRICTED FOR PENSION BENEFITS AND OTHER POSTEMPLOYMENT BENEFITS				
Beginning of year	29,487,221	33,873,056	203,007,323	266,367,600
End of year	\$ 29,815,666	\$ 43,912,163	\$ 209,436,282	\$ 283,164,111

Other Postemployment Benefits	Total
\$ 306,610	\$ 1,986,358
2,818,411	10,475,899
3,125,021	12,462,257
5,331,582	26,857,840
1,858,844	8,171,840
(182,838)	(610,120)
7,007,588	34,419,560
14,217	14,217
10,146,826	46,896,034
-	19,705,494
3,204,730	3,204,730
-	42,000
45,985	86,017
-	165,171
3,250,715	23,203,412
6,896,111	23,692,622
-	-
-	-
6,896,111	23,692,622
62,263,332	328,630,932
\$ 69,159,443	\$ 352,323,554

ST. CLAIR COUNTY, MICHIGAN
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
December 31, 2024

	<u>Treasurer</u>	<u>Clerk</u>	<u>Penal Fines</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 3,867,183	\$ 515,325	\$ 3,465	\$ 4,385,973
Investments	3,102,186	-	-	3,102,186
Accounts receivable	297,434	42,521	1,602	341,557
Due from other governmental units	<u>88,370</u>	<u>-</u>	<u>-</u>	<u>88,370</u>
Total assets	<u>7,355,173</u>	<u>557,846</u>	<u>5,067</u>	<u>7,918,086</u>
LIABILITIES				
Accounts payable	217	-	-	217
Due to other governmental units	137,925	522,846	5,067	665,838
Due to individual and agencies	5,161,123	35,000	-	5,196,123
Undistributed taxes	<u>2,055,908</u>	<u>-</u>	<u>-</u>	<u>2,055,908</u>
Total liabilities	<u>7,355,173</u>	<u>557,846</u>	<u>5,067</u>	<u>7,918,086</u>
NET POSITION - unrestricted	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

ST. CLAIR COUNTY, MICHIGAN
COMBINING SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
For the year ended December 31, 2024

	<u>Treasurer</u>	<u>Clerk</u>	<u>Penal Fines</u>	<u>Total</u>
ADDITIONS				
Penal fines	\$ -	\$ -	\$ 9,911	\$ 9,911
Court costs	992,150	489,045	-	1,481,195
Transfer taxes collected	-	5,407,264	-	5,407,264
Concealed weapon permit fees	-	139,906	-	139,906
Taxes collected	90,859,223	-	-	90,859,223
Public Guardian trust receipts	7,346,313	-	-	7,346,313
Other collections	356,534	-	-	356,534
	<u>99,554,220</u>	<u>6,036,215</u>	<u>9,911</u>	<u>105,600,346</u>
DEDUCTIONS				
Penal fines paid to libraries	-	-	9,911	9,911
Court costs paid to State	992,150	489,045	-	1,481,195
Transfer taxes paid to State	-	5,407,264	-	5,407,264
Concealed weapon permit fees paid to State	-	139,906	-	139,906
Taxes paid to other entities	90,859,223	-	-	90,859,223
Payments made on behalf of public guardian clients	7,346,313	-	-	7,346,313
Other	356,534	-	-	356,534
	<u>99,554,220</u>	<u>6,036,215</u>	<u>9,911</u>	<u>105,600,346</u>
Net increase (decrease)	-	-	-	-
NET POSITION				
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

DRAIN COMMISSIONER

ST. CLAIR COUNTY, MICHIGAN
BALANCE SHEET/STATEMENT OF NET POSITION
DRAIN FUNDS
December 31, 2024

	County Drain	Drain Revolving	Special Services	Drain Debt
ASSETS				
Cash and cash equivalents	\$ 2,649,975	\$ 212,154	\$ 10,568	\$ 3,270,310
Special assessments receivable	1,678,683	-	-	16,318,613
Due from other governmental units	-	-	-	-
Due from other funds	-	330,000	-	-
Capital assets (net of accumulated depreciation) -				
Assets not being depreciated	-	-	-	-
Assets being depreciated	-	-	-	-
Total assets	<u>\$ 4,328,658</u>	<u>\$ 542,154</u>	<u>\$ 10,568</u>	<u>\$ 19,588,923</u>
LIABILITIES				
Accounts payable	\$ 454,448	\$ -	\$ -	\$ -
Accrued interest	1,689	-	-	-
Due to other funds	330,000	-	-	-
Advances from primary government	-	380,000	-	-
Non-current liabilities -				
Due within one year	-	-	-	-
Due in more than one year	-	-	-	-
Total liabilities	<u>786,137</u>	<u>380,000</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - special assessments	<u>1,678,683</u>	<u>-</u>	<u>-</u>	<u>16,318,613</u>
FUND BALANCES				
Restricted	-	-	-	3,270,310
Committed	-	162,154	10,568	-
Unassigned	<u>1,863,838</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,863,838</u>	<u>162,154</u>	<u>10,568</u>	<u>3,270,310</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 4,328,658</u>	<u>\$ 542,154</u>	<u>\$ 10,568</u>	<u>\$ 19,588,923</u>
NET POSITION				
Net investment in capital assets				
Restricted				
Unrestricted				
Total net position				

<u>Equipment</u>	<u>Total</u>	<u>GASB No. 34 Adjustments</u>	<u>Statement of Net Position</u>
\$ 18,918	\$ 6,161,925	\$ -	\$ 6,161,925
-	17,997,296	-	17,997,296
3,100	3,100	-	3,100
-	330,000	(330,000)	-
-	-	3,932,498	3,932,498
-	-	47,221,790	47,221,790
<u>\$ 22,018</u>	<u>\$ 24,492,321</u>	<u>50,824,288</u>	<u>75,316,609</u>
\$ 4,296	\$ 458,744	-	458,744
-	1,689	148,293	149,982
-	330,000	(330,000)	-
-	380,000	-	380,000
-	-	2,061,164	2,061,164
-	-	17,423,840	17,423,840
<u>4,296</u>	<u>1,170,433</u>	<u>19,303,297</u>	<u>20,473,730</u>
-	17,997,296	(17,997,296)	-
-	3,270,310	(3,270,310)	-
17,722	190,444	(190,444)	-
-	1,863,838	(1,863,838)	-
<u>17,722</u>	<u>5,324,592</u>	<u>(5,324,592)</u>	<u>-</u>
<u>\$ 22,018</u>	<u>\$ 24,492,321</u>		
		31,339,284	31,339,284
		21,449,313	21,449,313
		<u>2,054,282</u>	<u>2,054,282</u>
		<u>\$ 54,842,879</u>	<u>\$ 54,842,879</u>

ST. CLAIR COUNTY, MICHIGAN
RECONCILIATION OF THE BALANCE SHEET FOR DRAIN FUNDS
TO THE STATEMENT OF NET POSITION OF DRAIN ACTIVITIES
December 31, 2024

Fund balances - drain funds		\$	5,324,592
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds			
Capital assets			66,115,601
Accumulated depreciation			(14,961,313)
Other long term assets are not available to pay for current period expenditures, and therefore, are deferred in the funds			
Special assessments			17,997,296
Discounts and premiums on bonds are reported as other financing sources or uses in the governmental funds, whereas they are capitalized and amortized from net position (netted against long-term debt)			
Bond premium			(186,938)
Bond discount			28,467
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds			
Notes payable	\$	(810,533)	
Bonds payable		(16,801,000)	
Clean water revolving loans		(1,715,000)	
Accrued interest on bonds/notes payable		(148,293)	(19,474,826)
Net position of drainage districts			<u>\$ 54,842,879</u>

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
STATEMENT OF ACTIVITIES
DRAIN FUNDS
For the year ended December 31, 2024

	County Drain	Drain Revolving	Special Services	Drain Debt
REVENUES				
Charges for services	\$ 865,997	\$ -	\$ -	\$ 2,535,058
Interest and rent	64,117	-	-	-
Other	68,773	-	-	-
Total revenues	998,887	-	-	2,535,058
EXPENDITURES/EXPENSES				
Public works	4,391,539	-	-	-
Debt service	-	-	-	2,803,238
Total expenditures/expenses	4,391,539	-	-	2,803,238
Revenues over (under) expenditures	(3,392,652)	-	-	(268,180)
OTHER FINANCING SOURCES (USES)				
Gain on sale of assets	123,765	-	-	-
Bond/note proceeds	3,580,000	-	-	-
Issuance premium on long-term debt	145,883	-	-	-
Transfer from other funds	26,149	-	-	162,469
Transfer to other funds	(176,781)	-	-	(26,149)
Total other financing sources (uses)	3,699,016	-	-	136,320
Net change in fund balance/net position	306,364	-	-	(131,860)
Fund balances/net position at beginning of year	1,557,474	162,154	10,568	3,402,170
Fund balances/net position at end of year	<u>\$ 1,863,838</u>	<u>\$ 162,154</u>	<u>\$ 10,568</u>	<u>\$ 3,270,310</u>

<u>Equipment</u>	<u>Total</u>	<u>GASB No. 34 Adjustments</u>	<u>Statement of Activities</u>
\$ -	\$ 3,401,055	\$ 2,529,005	\$ 5,930,060
-	64,117	-	64,117
<u>7,424</u>	<u>76,197</u>	<u>-</u>	<u>76,197</u>
<u>7,424</u>	<u>3,541,369</u>	<u>2,529,005</u>	<u>6,070,374</u>
70,277	4,461,816	(3,205,758)	1,256,058
<u>-</u>	<u>2,803,238</u>	<u>(2,017,278)</u>	<u>785,960</u>
<u>70,277</u>	<u>7,265,054</u>	<u>(5,223,036)</u>	<u>2,042,018</u>
<u>(62,853)</u>	<u>(3,723,685)</u>	<u>7,752,041</u>	<u>4,028,356</u>
-	123,765	(31,849)	91,916
-	3,580,000	(3,580,000)	-
-	145,883	(145,883)	-
14,312	202,930	(202,930)	-
<u>-</u>	<u>(202,930)</u>	<u>202,930</u>	<u>-</u>
<u>14,312</u>	<u>3,849,648</u>	<u>(3,757,732)</u>	<u>91,916</u>
(48,541)	125,963	3,994,309	4,120,272
<u>66,263</u>	<u>5,198,629</u>	<u>45,523,978</u>	<u>50,722,607</u>
<u>\$ 17,722</u>	<u>\$ 5,324,592</u>	<u>\$ 49,518,287</u>	<u>\$ 54,842,879</u>

ST. CLAIR COUNTY, MICHIGAN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF DRAIN FUNDS TO THE STATEMENT OF ACTIVITIES
For the year ended December 31, 2024

Net change in fund balances - drain fund	\$ 125,963
<p>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.</p>	
Capital outlay	4,144,696
Depreciation expense	(938,938)
Loss on disposal of assets	(31,849)
<p>Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
	2,529,005
<p>The issuance of long-term debt (e.g. bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources to governmental funds. Neither transaction, however, has any effect on net position.</p>	
Principal payments on long-term liabilities	2,007,534
Bond/note proceeds	(3,580,000)
<p>Accrued interest expense on bonds and the amortization of bond issuance costs, discounts, and premiums are not recorded by governmental funds, but are reported under interest and fiscal charges for the purpose of net position.</p>	
Decrease in accrued interest payable	6,114
Premium on new bond	(145,883)
Amortization of bond premium	10,747
Amortization of bond discount	<u>(7,117)</u>
Change in net position of drainage districts	<u>\$ 4,120,272</u>

BROWNFIELD REDEVELOPMENT AUTHORITY

ST. CLAIR COUNTY, MICHIGAN
BALANCE SHEET/STATEMENT OF NET POSITION
BROWNFIELD REDEVELOPMENT AUTHORITY
December 31, 2024

	<u>Operating</u>	<u>GASB No. 34 Adjustments</u>	<u>Statement of Net Position</u>
ASSETS			
Cash and cash equivalents	\$ 273,946	\$ -	\$ 273,946
Due from other governmental units	<u>8,992</u>	<u>-</u>	<u>8,992</u>
	<u><u>\$ 282,938</u></u>	<u>-</u>	<u>282,938</u>
LIABILITIES			
Accounts payable	\$ 5,802	-	5,802
Non-current liabilities -			
Due within one year	-	50,814	50,814
Due in more than one year	<u>-</u>	<u>100,000</u>	<u>100,000</u>
Total liabilities	5,802	<u>150,814</u>	<u>156,616</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - grants	8,992	<u>(8,992)</u>	<u>-</u>
FUND BALANCES - unassigned	<u>268,144</u>	<u>(268,144)</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	<u><u>\$ 282,938</u></u>		
NET POSITION - unrestricted		<u><u>\$ 126,322</u></u>	<u><u>\$ 126,322</u></u>

ST. CLAIR COUNTY, MICHIGAN
RECONCILIATION OF THE BALANCE SHEET FOR BROWNFIELD REDEVELOPMENT AUTHORITY
TO THE STATEMENT OF NET POSITION OF
BROWNFIELD REDEVELOPMENT AUTHORITY
December 31, 2024

Fund balance - Brownfield Redevelopment Authority	\$ 268,144
Amounts reported for governmental activities in the statement of net position are different because:	
Other long term assets are not available to pay for current period expenditures, and therefore, are deferred in the funds	
Deferred inflows of resources - grants	8,992
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds	
Notes payable	<u>(150,814)</u>
Net position of Brownfield Redevelopment Authority	<u><u>\$ 126,322</u></u>

ST. CLAIR COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES/
STATEMENT OF ACTIVITIES
BROWNFIELD REDEVELOPMENT AUTHORITY
For the year ended December 31, 2024

	<u>Operating</u>	<u>GASB No. 34 Adjustments</u>	<u>Statement of Activities</u>
REVENUES			
Property taxes	\$ 145,726	\$ -	\$ 145,726
Intergovernmental	<u>59,314</u>	<u>8,992</u>	<u>68,306</u>
Total revenues	<u>205,040</u>	<u>8,992</u>	<u>214,032</u>
EXPENDITURES/EXPENSES			
Community and economic development	77,340	-	77,340
Debt service	<u>48,676</u>	<u>(48,676)</u>	<u>-</u>
Total expenditures/expenses	<u>126,016</u>	<u>(48,676)</u>	<u>77,340</u>
Net change in fund balance/net position	79,024	57,668	136,692
Fund balances/net position at beginning of year	<u>189,120</u>	<u>(199,490)</u>	<u>(10,370)</u>
Fund balances/net position at end of year	<u>\$ 268,144</u>	<u>\$ (141,822)</u>	<u>\$ 126,322</u>

ST. CLAIR COUNTY, MICHIGAN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF BROWNFIELD REDEVELOPMENT AUTHORITY
TO THE STATEMENT OF ACTIVITIES
For the year ended December 31, 2024

Net change in fund balances	\$ 79,024
Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	8,992
The issuance of long-term debt (e.g. bonds and notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources to governmental funds. Neither transaction, however, has any effect on net position.	
Principal payments on long-term liabilities	<u>48,676</u>
Change in net position of Brownfield Redevelopment Authority	<u>\$ 136,692</u>

STATISTICAL SECTION

**STATISTICAL SECTION
(Unaudited)**

This part of St. Clair County, Michigan's comprehensive annual financial report presents detailed information as a context for understanding what the information says about the government's overall financial health.

Contents

Page

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

S - 1 to S - 5

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

S - 6 to S - 9

Debt Capacity

These schedules present the information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

S - 10 to S - 13

Demographic and Economic Information

These schedules offer demographic indicators to help the reader understand the environment within which the government's financial activities take place.

S - 14 to S - 15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

S - 16 to S - 19

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive financial reports for the relevant year.

ST. CLAIR COUNTY, MICHIGAN
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS - UNAUDITED
(accrual basis of accounting)
(amounts expressed in thousands)

SCHEDULE 1

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities -										
Net investment in capital assets	\$ 54,417	\$ 54,110	\$ 53,996	\$ 53,387	\$ 54,447	\$ 55,341	\$ 57,744	\$ 57,110	\$ 57,866	\$ 66,280
Restricted	15,230	12,682	13,472	14,983	17,886	19,891	20,456	27,924	40,416	46,418
Unrestricted	<u>(45,509)</u>	<u>(46,735)</u>	<u>(52,293)</u>	<u>(87,523)</u>	<u>(45,026)</u>	<u>(45,590)</u>	<u>(46,328)</u>	<u>(35,210)</u>	<u>(26,042)</u>	<u>(14,910)</u>
Total governmental activities net position	<u>\$ 24,138</u>	<u>\$ 20,057</u>	<u>\$ 15,175</u>	<u>\$ (19,153)</u>	<u>\$ 27,307</u>	<u>\$ 29,642</u>	<u>\$ 31,872</u>	<u>\$ 49,823</u>	<u>\$ 72,240</u>	<u>\$ 97,788</u>
Business-type activities -										
Net investment in capital assets	\$ 16,256	\$ 15,360	\$ 13,028	\$ 13,803	\$ 17,089	\$ 16,241	\$ 17,206	\$ 17,507	\$ 16,209	\$ 16,742
Restricted	3,008	3,531	3,715	770	784	1,185	2,335	2,358	2,979	3,576
Unrestricted	<u>31,203</u>	<u>30,252</u>	<u>30,604</u>	<u>32,312</u>	<u>31,192</u>	<u>31,292</u>	<u>29,383</u>	<u>26,655</u>	<u>26,736</u>	<u>28,307</u>
Total business-type activities net position	<u>\$ 50,467</u>	<u>\$ 49,143</u>	<u>\$ 47,347</u>	<u>\$ 46,885</u>	<u>\$ 49,064</u>	<u>\$ 48,718</u>	<u>\$ 48,924</u>	<u>\$ 46,521</u>	<u>\$ 45,924</u>	<u>\$ 48,625</u>
Primary government -										
Net investment in capital assets	\$ 70,672	\$ 69,470	\$ 67,024	\$ 67,190	\$ 71,536	\$ 71,582	\$ 74,950	\$ 74,617	\$ 74,075	\$ 83,022
Restricted	18,238	16,212	17,187	15,753	18,670	21,077	22,791	30,282	43,395	49,994
Unrestricted	<u>(14,306)</u>	<u>(16,483)</u>	<u>(21,690)</u>	<u>(55,211)</u>	<u>(13,834)</u>	<u>(14,298)</u>	<u>(16,945)</u>	<u>(8,555)</u>	<u>694</u>	<u>13,397</u>
Total primary government net position	<u>\$ 74,604</u>	<u>\$ 69,200</u>	<u>\$ 62,522</u>	<u>\$ 27,732</u>	<u>\$ 76,372</u>	<u>\$ 78,360</u>	<u>\$ 80,796</u>	<u>\$ 96,344</u>	<u>\$ 118,164</u>	<u>\$ 146,413</u>

ST. CLAIR COUNTY, MICHIGAN
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS - UNAUDITED
(accrual basis of accounting)
(amounts expressed in thousands)

SCHEDULE 2

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
EXPENSES										
Governmental activities -										
Legislative	\$ 1,026	\$ 1,247	\$ 1,184	\$ 1,209	\$ 1,231	\$ 1,370	\$ 1,412	\$ 1,625	\$ -	\$ -
Judicial	10,953	11,635	13,965	12,393	5,486	13,313	14,273	13,008	17,650	17,510
General government	13,311	14,840	12,038	14,755	6,055	15,320	14,626	17,417	12,228	12,032
Public safety	28,042	29,258	32,127	32,189	9,654	32,412	33,238	28,308	30,822	30,895
Public works	1,045	1,083	971	2,187	982	1,102	1,377	1,076	1,942	3,933
Health and welfare	19,589	20,412	20,845	21,992	16,125	21,276	20,689	20,286	22,512	22,892
Community and economic development	705	592	2,605	682	719	598	795	725	1,462	1,017
Recreation and culture	9,479	9,586	10,362	10,367	7,376	9,127	9,139	9,966	11,602	13,649
Interest on long-term debt	2,260	1,863	1,795	1,654	1,510	1,400	883	899	669	1,124
Total governmental activities expenses	86,410	90,515	95,893	97,428	49,137	95,918	96,431	93,310	98,887	103,052
Business-type activities -										
Delinquent revolving tax	413	430	423	400	406	398	546	527	549	527
Airport commission	1,039	925	1,088	1,070	1,024	960	1,110	1,478	1,487	1,411
Sheriff concession	572	798	1,156	1,161	1,014	759	789	772	820	812
Solid waste disposal system	6,864	7,084	8,462	7,656	7,530	8,506	8,849	9,103	9,195	8,590
Total business-type activities expenses	8,888	9,237	11,129	10,286	9,974	10,623	11,294	11,881	12,051	11,340
Total primary government expenses	<u>\$ 95,298</u>	<u>\$ 99,753</u>	<u>\$ 107,022</u>	<u>\$ 107,714</u>	<u>\$ 59,112</u>	<u>\$ 106,541</u>	<u>\$ 107,725</u>	<u>\$ 105,191</u>	<u>\$ 110,938</u>	<u>\$ 114,392</u>
PROGRAM REVENUES										
Governmental activities -										
Charges for services:										
Judicial	\$ 2,136	\$ 1,987	\$ 1,977	\$ 1,961	\$ 2,055	\$ 1,651	\$ 1,856	\$ 1,734	\$ 1,651	\$ 1,584
General government	4,653	4,937	5,117	5,194	4,614	5,108	5,522	4,951	4,975	5,390
Public safety	5,244	6,264	6,320	7,493	6,554	4,699	5,129	5,891	5,467	5,943
Health and welfare	3,527	2,543	2,997	3,057	3,791	2,942	3,685	8,081	9,996	4,159
Community and economic development	420	663	811	777	945	173	233	1,091	941	889
Recreation and culture	1,021	783	848	768	871	618	990	731	795	775
Interest on long-term debt	485	970	945	933	940	815	507	487	420	901
Operating grants and contributions	13,742	14,380	17,102	15,539	16,534	23,248	18,578	24,174	23,059	35,706
Capital grants and contributions	1,292	641	231	96	570	254	1,541	-	-	-
Total governmental activities program revenues	32,520	33,168	36,348	35,818	36,873	39,508	38,041	47,140	47,304	55,347

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Business-type activities -										
Charges for services:										
Delinquent revolving tax	\$ 1,099	\$ 1,259	\$ 920	\$ 990	\$ 925	\$ 1,319	\$ 2,054	\$ 786	\$ 1,553	\$ 1,676
Airport commission	651	577	553	585	587	508	587	893	746	713
Sheriff concession	603	832	1,201	1,337	1,098	851	935	883	882	944
Homestead exemption audits	-	1	-	-	-	-	-	-	-	-
Solid waste disposal system	7,209	6,808	8,800	8,944	8,325	9,419	9,474	8,861	9,119	7,675
Operating grants and contributions	505	68	75	112	119	371	131	92	106	229
Capital grants and contributions	314	760	-	226	3,360	172	712	164	180	-
Total business-type activities program revenues	<u>10,381</u>	<u>10,305</u>	<u>11,549</u>	<u>12,193</u>	<u>14,415</u>	<u>12,638</u>	<u>13,893</u>	<u>11,680</u>	<u>12,586</u>	<u>11,237</u>
Total primary government program revenues	<u>\$ 42,901</u>	<u>\$ 43,472</u>	<u>\$ 47,897</u>	<u>\$ 48,012</u>	<u>\$ 51,288</u>	<u>\$ 52,146</u>	<u>\$ 51,934</u>	<u>\$ 58,821</u>	<u>\$ 59,890</u>	<u>\$ 66,584</u>
Net (expense)/revenue:										
Governmental activities	\$ (53,890)	\$ (57,348)	\$ (59,545)	\$ (61,610)	\$ (12,264)	\$ (56,410)	\$ (58,390)	\$ (46,170)	\$ (51,583)	\$ (47,705)
Business-type activities	1,493	1,068	421	1,907	4,440	2,015	2,599	(200)	535	(103)
Total primary government net expense	<u>\$ (52,397)</u>	<u>\$ (56,280)</u>	<u>\$ (59,124)</u>	<u>\$ (59,703)</u>	<u>\$ (7,824)</u>	<u>\$ (54,395)</u>	<u>\$ (55,791)</u>	<u>\$ (46,370)</u>	<u>\$ (51,048)</u>	<u>\$ (47,808)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities -										
Property taxes	\$ 43,235	\$ 43,557	\$ 45,983	\$ 47,282	\$ 49,197	\$ 50,785	\$ 52,528	\$ 54,888	\$ 61,864	\$ 64,407
Unrestricted grants and contributions	4,129	5,675	4,549	4,265	4,526	3,571	4,308	4,587	5,025	5,407
Unrestricted investment income	257	417	657	1,031	1,331	456	148	1,232	4,009	4,282
Interest and penalties on delinquent taxes	11	5	14	5	4	7	5	3	1	1
Gain/loss on disposal of capital assets	-	-	-	(62)	-	408	120	54	145	-
Transfers	3,648	3,613	3,461	3,516	3,666	3,519	3,511	3,356	2,956	(844)
Total governmental activities	<u>51,280</u>	<u>53,267</u>	<u>54,664</u>	<u>56,037</u>	<u>58,724</u>	<u>58,745</u>	<u>60,619</u>	<u>64,121</u>	<u>74,000</u>	<u>73,253</u>
Business-type activities -										
Unrestricted investment income	49	103	168	279	145	104	48	167	713	649
Interest and penalties on delinquent taxes	1,249	1,119	1,075	1,101	1,260	1,054	1,070	986	1,111	1,311
Transfers	(3,648)	(3,613)	(3,461)	(3,516)	(3,666)	(3,519)	(3,511)	(3,356)	(2,956)	844
Special item - return of contribution	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>(2,350)</u>	<u>(2,391)</u>	<u>(2,217)</u>	<u>(2,135)</u>	<u>(2,261)</u>	<u>(2,362)</u>	<u>(2,393)</u>	<u>(2,203)</u>	<u>(1,132)</u>	<u>2,804</u>
Total primary government	<u>\$ 48,930</u>	<u>\$ 50,876</u>	<u>\$ 52,447</u>	<u>\$ 53,902</u>	<u>\$ 56,463</u>	<u>\$ 56,383</u>	<u>\$ 58,227</u>	<u>\$ 61,918</u>	<u>\$ 72,868</u>	<u>\$ 76,057</u>
CHANGE IN NET POSITION										
Governmental activities	\$ (2,609)	\$ (4,081)	\$ (4,881)	\$ (5,572)	\$ 46,460	\$ 2,335	\$ 2,229	\$ 17,952	\$ 22,417	\$ 25,548
Business-type activities	(857)	(1,323)	(1,796)	(228)	2,180	(346)	206	(2,404)	(597)	2,701
Total primary government	<u>\$ (3,466)</u>	<u>\$ (5,404)</u>	<u>\$ (6,678)</u>	<u>\$ (5,801)</u>	<u>\$ 48,640</u>	<u>\$ 1,989</u>	<u>\$ 2,435</u>	<u>\$ 15,548</u>	<u>\$ 21,820</u>	<u>\$ 28,249</u>

ST. CLAIR COUNTY, MICHIGAN
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - UNAUDITED
(modified accrual basis of accounting)
(amounts expressed in thousands)

SCHEDULE 3

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General fund -										
Nonspendable	\$ 5,766	\$ 5,800	\$ 3,063	\$ 2,567	\$ 2,389	\$ 2,189	\$ 1,502	\$ 1,506	\$ 2,234	\$ 1,535
Committed	1,353	1,438	1,548	1,303	1,235	1,132	1,056	1,288	1,437	1,563
Assigned	580	552	-	38	76	133	-	-	-	-
Unassigned	4,040	4,242	7,694	8,487	8,916	9,226	9,963	10,235	9,794	10,628
Total general fund	<u>\$ 11,739</u>	<u>\$ 12,032</u>	<u>\$ 12,305</u>	<u>\$ 12,394</u>	<u>\$ 12,616</u>	<u>\$ 12,680</u>	<u>\$ 12,521</u>	<u>\$ 13,029</u>	<u>\$ 13,465</u>	<u>\$ 13,726</u>
All other governmental funds -										
Restricted	\$ 14,506	\$ 15,741	\$ 16,703	\$ 18,084	\$ 20,692	\$ 22,769	\$ 21,634	\$ 26,377	\$ 32,263	\$ 38,418
Committed	3,329	3,800	3,847	5,033	3,540	7,211	9,119	9,605	12,282	9,872
Unassigned	-	-	-	-	-	(657)	-	-	-	-
Total all other governmental funds	<u>\$ 17,835</u>	<u>\$ 19,542</u>	<u>\$ 20,550</u>	<u>\$ 23,117</u>	<u>\$ 24,232</u>	<u>\$ 29,323</u>	<u>\$ 30,753</u>	<u>\$ 35,982</u>	<u>\$ 44,545</u>	<u>\$ 48,290</u>

ST. CLAIR COUNTY, MICHIGAN
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - UNAUDITED
(modified accrual basis of accounting)
(amounts expressed in thousands)

SCHEDULE 4

	2014	2016	2017	2018	2019	2020	2021	2022	2023	2024
REVENUES										
Taxes	\$ 41,966	\$ 43,570	\$ 45,986	\$ 47,290	\$ 49,195	\$ 50,794	\$ 52,523	\$ 54,902	\$ 61,864	\$ 64,395
Licenses and permits	758	766	813	754	802	791	797	705	672	648
Intergovernmental	19,703	20,769	21,250	20,027	20,849	27,428	23,746	30,005	28,065	40,722
Charges for services	11,868	12,611	13,484	14,708	14,533	11,050	12,354	12,610	13,349	13,371
Fines and forfeits	1,356	949	987	937	1,015	823	1,042	1,218	853	721
Interest and rent	1,681	1,893	2,117	2,567	2,983	2,165	1,849	2,818	5,612	5,462
Other	2,845	3,024	2,683	2,792	2,431	2,425	2,618	3,811	2,616	5,996
Total revenues	80,177	83,582	87,318	89,074	91,809	95,476	94,929	106,069	113,031	131,315
EXPENDITURES										
Legislative	1,643	1,242	1,178	1,193	1,289	1,366	1,403	1,644	-	-
Judicial	10,383	10,696	11,499	11,226	11,872	12,656	13,785	13,917	18,321	21,726
General government	10,958	11,575	10,879	12,199	12,298	12,991	13,000	17,451	12,664	14,969
Public safety	23,918	24,826	26,160	26,399	28,272	28,177	29,347	30,588	32,568	35,329
Public works	1,107	1,086	977	2,179	985	1,104	1,380	1,071	1,946	4,265
Health and welfare	19,330	19,589	19,971	21,082	21,592	20,760	20,387	21,629	23,046	27,038
Community and economic development	999	592	2,610	661	723	596	800	718	1,593	1,256
Recreation and cultural	7,695	9,176	9,927	9,409	10,279	8,755	10,183	10,847	11,982	14,321
Capital outlay	6,270	1,313	1,086	1,364	1,132	2,443	1,833	1,690	1,109	2,164
Debt service -										
Principal	3,066	3,385	3,480	3,691	3,981	4,225	4,552	3,653	3,824	4,439
Interest/issuance costs	2,123	1,978	1,929	1,789	1,665	1,560	1,046	944	728	724
Total expenditures	87,492	85,458	89,697	91,192	94,088	94,634	97,716	104,153	107,781	126,231
Revenues over (under) expenditures	(7,315)	(1,876)	(2,379)	(2,118)	(2,279)	842	(2,787)	1,916	5,250	5,084
OTHER FINANCING SOURCES (USES)										
Transfers in	11,546	12,526	12,470	13,641	15,055	13,598	11,794	14,080	13,705	13,898
Transfers out	(8,504)	(8,913)	(9,009)	(10,125)	(11,440)	(10,079)	(8,283)	(10,724)	(10,749)	(16,942)
Lease proceeds	-	-	-	-	-	-	-	132	-	1,357
Issuance of notes/SBITAs	107	263	127	1,287	-	178	427	133	648	608
Issuance of refunding bonds	-	-	1,595	-	-	13,305	-	6,890	-	-
Sale of assets	-	-	-	-	-	408	120	54	145	-
Premium on debt	-	-	156	-	-	-	-	428	-	-
Payment to refunding bond escrow agent	-	-	(1,679)	-	-	(13,097)	-	(7,173)	-	-
Total other financing sources (uses)	3,149	3,875	3,661	4,802	3,616	4,313	4,058	3,821	3,749	(1,079)
Net change in fund balances	\$ (4,166)	\$ 2,000	\$ 1,282	\$ 2,684	\$ 1,337	\$ 5,155	\$ 1,271	\$ 5,737	\$ 8,999	\$ 4,005
Debt service as a percentage of noncapital expenditures	6.63%	6.45%	6.18%	6.14%	6.18%	6.33%	5.98%	4.53%	4.37%	4.55%

ST. CLAIR COUNTY, MICHIGAN

SCHEDULE 5

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS - UNAUDITED**

Fiscal Year Ended	Real Property				Total Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Industrial Property	Other Property					
2015	\$ 3,866,047,148	\$ 519,097,300	\$ 729,895,238	\$ 475,635,547	\$ 711,895,854	\$ 6,302,571,087	7.9522	\$ 12,676,913,578	49.72%
2016	4,133,911,528	565,812,942	727,091,150	442,567,334	673,454,031	6,542,836,985	8.2329	13,158,800,715	49.72%
2017	4,408,301,523	594,112,810	749,080,816	447,497,500	715,405,067	6,914,397,716	8.2329	13,912,504,690	49.70%
2018	4,563,302,894	632,776,798	787,646,500	457,459,860	751,715,432	7,192,901,484	8.2329	14,447,177,908	49.79%
2019	4,926,686,250	727,881,650	881,363,100	483,262,272	782,040,598	7,801,233,870	8.2329	15,689,217,728	49.72%
2020	5,336,286,542	759,296,900	585,743,640	481,075,525	1,064,013,180	8,226,415,787	8.2329	16,517,857,736	49.80%
2021	5,686,004,860	763,780,500	543,518,300	481,816,700	1,166,734,900	8,641,855,260	8.2156	17,361,608,443	49.78%
2022	6,109,184,271	791,350,500	610,829,000	498,810,880	1,131,672,900	9,141,847,551	9.2171	18,361,962,566	49.79%
2023	6,842,038,349	866,291,900	601,236,300	527,324,536	1,272,740,200	10,109,631,285	9.1173	20,332,716,785	49.72%
2024	7,679,422,046	884,209,500	602,883,500	635,742,155	1,227,475,006	11,029,732,207	9.7229	22,176,112,604	49.74%

Source: County equalization department

ST. CLAIR COUNTY, MICHIGAN
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS - UNAUDITED
(Per \$1,000 of Assessed Value)

SCHEDULE 6

Fiscal Year	Townships **	Cities and Villages**	County									Community College	Intermediate School	Local Schools**	Total
			Operating	Senior Citizens	Drug Task Force	Library	Parks	Roads	Veterans	Ambulance	Total				
2015	2.69	17.01	5.3265	0.8000	0.2803	0.7000	0.4954	0.2500	0.1000	-	7.9522	1.89	3.43	29.91	62.88
2016	2.72	16.57	5.3265	0.8000	0.5610	0.7000	0.4954	0.2500	0.1000	-	8.2329	1.89	3.43	29.83	62.67
2017	2.77	16.50	5.3265	0.8000	0.5610	0.7000	0.4954	0.2500	0.1000	-	8.2329	1.89	3.43	29.86	62.69
2018	2.90	17.27	5.3265	0.8000	0.5610	0.7000	0.4954	0.2500	0.1000	-	8.2329	1.89	3.43	29.82	63.54
2019	2.98	17.18	5.3265	0.8000	0.5610	0.7000	0.4954	0.2500	0.1000	-	8.2329	1.89	3.43	29.81	63.52
2020	3.07	17.10	5.3265	0.8000	0.5610	0.7000	0.4954	0.2500	0.1000	-	8.2329	1.89	3.43	29.95	63.67
2021	3.15	17.31	5.3153	0.7983	0.5598	0.6985	0.4944	0.2495	0.0998	-	8.2156	1.88	3.42	29.86	63.83
2022	3.35	17.08	5.3153	0.7983	0.5598	1.2000	0.4944	0.2495	0.0998	0.5000	9.2171	1.88	3.42	29.72	64.67
2023	3.40	16.80	5.3153	0.7983	0.5598	1.2000	0.4944	0.2495	0.0000	0.5000	9.1173	1.88	3.42	29.66	64.27
2024	3.42	16.71	5.3153	0.7983	0.5598	1.2000	0.4944	0.2495	0.1000	0.5000	9.2173	1.88	3.42	29.25	63.90

Note: All tax rates rounded to two (2) decimal places, except the County rates.

** Average from townships, cities and villages, and local schools are presented as these units have varying rates.

Source: Equalization department

ST. CLAIR COUNTY, MICHIGAN
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO - UNAUDITED

SCHEDULE 7

		2024			2015		
		Taxable Valuation	Rank	Percentage of Total Taxable Value	Taxable Valuation	Rank	Percentage of Total Taxable Value
DTE Companies	Electrical Utility	\$ 1,000,296,245	1	12.63%	\$ 750,237,143	1	14.24%
ITC Transmission	Electrical Transmission	128,401,567	2	1.62%	95,988,159	2	1.82%
Consumers Energy Company	Liquid Natural Gas Storage	79,905,877	3	1.01%	N/A		N/A
Enbridge Energy	Natural Gas & Pipeline	73,122,500	4	0.92%	55,989,468	3	1.06%
Semco Energy Gas Company	Gas Utility	62,813,631	5	0.79%	N/A		N/A
Marysville Hydrocarbon LLC	Propane and Butane Storage	21,248,889	6	0.27%	N/A		N/A
Blue Water Natural Gas Holdings	Natural Gas Storage	18,423,020	7	0.23%	18,303,311	5	0.35%
ZF Industries	Automobile Manufacturing	15,170,925	8	0.19%	53,333,400	4	1.01%
MPT of Port Huron LLC	Petroleum Distributor	13,689,784	9	0.17%	N/A		N/A
Meijer Inc.	Retail	10,751,610	10	0.14%	N/A		N/A
Marysville Ethanol	Ethanol Manufacturing	N/A		N/A	17,162,911	6	0.33%
MI DNR	Government - Natural Resources	N/A		N/A	15,244,165	7	0.29%
Domtar Ind	Paper Production	N/A		N/A	13,843,000	8	0.26%
Acheson Ventures LLC	Community Development	N/A		N/A	11,962,987	9	0.23%
Cargill Salt Inc.	Salt Production	N/A		N/A	11,462,072	10	0.22%
		<u>\$ 1,423,824,048</u>		<u>17.98%</u>	<u>\$ 1,043,526,616</u>		<u>19.81%</u>

Source: Equalization department

ST. CLAIR COUNTY, MICHIGAN
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 8

Year	Total Tax Levy	Current Tax Collections to March 1	Percentage of Levy Collected	Delinquent Tax Collections to December 31	Total Tax Collections	Percentage of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes **	Percentage of Delinquent Taxes to Tax Levy
2015	\$ 45,488,432	\$ 43,323,968	95.2%	\$ 1,981,333	\$ 45,305,300	99.6%	\$ 183,132	0.4%
2016	47,048,311	44,803,444	95.2%	2,100,442	46,903,886	99.7%	144,425	0.3%
2017	48,222,693	46,107,827	95.6%	1,987,468	48,095,295	99.7%	127,398	0.3%
2018	49,767,833	47,517,704	95.5%	2,108,820	49,626,524	99.7%	141,309	0.3%
2019	51,533,061	49,293,110	95.7%	2,058,171	51,351,281	99.6%	181,780	0.4%
2020	53,615,087	51,223,311	95.5%	2,198,612	53,421,922	99.6%	193,164	0.4%
2021	55,441,606	53,062,636	95.7%	2,221,463	55,284,099	99.7%	157,507	0.3%
2022	65,241,916	62,443,595	95.7%	2,644,149	65,087,743	99.8%	154,173	0.2%
2023	69,109,563	66,166,783	95.7%	2,732,337	68,899,119	99.7%	210,444	0.3%
2024	73,095,516	69,661,008	95.3%	3,217,347	72,878,355	99.7%	217,161	0.3%

** Represents Delinquent Personal Property Taxes and Chargebacks

Note: The Delinquent Tax Revolving Fund purchases the delinquent real taxes of each unit in March of each year. Taxes levied are for County general operations and six extra-voted millages (Senior Citizens, Drug Task Force, Library, Veterans, Roads, EMS and Parks).

Source: County Treasurer's Office

ST. CLAIR COUNTY, MICHIGAN
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 9

Fiscal Year	Governmental Activities						Business-type Activities	Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Drain Districts	Installment Purchases	Leases	Subscriptions	Premiums	General Obligation Bonds			
2015	\$ 47,480,000	\$ 3,028,889	\$ -	\$ -	\$ -	\$ 2,953,413	\$ 7,497,077	\$ 60,959,379	0.96%	373.89
2016	44,385,000	3,001,226	-	-	-	2,685,792	8,452,477	58,524,496	0.90%	358.96
2017	41,180,000	2,823,141	-	-	-	2,553,994	8,757,681	55,314,816	0.82%	339.27
2018	37,825,000	3,773,915	-	-	-	2,265,957	8,941,711	52,806,583	0.75%	323.89
2019	34,180,000	3,438,118	-	-	-	1,977,920	8,930,432	48,526,470	0.67%	297.64
2020	31,345,000	3,260,730	-	-	-	914,723	8,529,280	44,049,733	0.55%	274.65
2021	27,140,000	3,341,065	-	-	-	626,686	8,034,280	39,142,031	0.46%	244.05
2022	23,810,000	2,991,428	99,792	297,308	-	768,930	7,524,280	35,491,738	0.42%	221.29
2023	20,475,000	2,998,180	66,168	201,790	526,660	647,144	7,004,280	31,919,222	0.36%	199.02
2024	17,045,000	3,186,274	32,904	1,429,652	368,076	525,359	6,469,280	29,056,545	0.33%	181.17

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

ST. CLAIR COUNTY, MICHIGAN
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 10

Fiscal Year	Population *	Assessed Value (000)	Bonded Debt	Premiums, Discounts & Adjustments	Less: Amounts Available in Debt Service Funds	Total	Ratio of Net Bonded Debt to Assessed Value	Per Capita
2015	163,040	\$ 6,302,571	\$ 54,977,077	\$ 2,953,413	\$ 1,909,191	\$ 56,021,299	0.41	334.17
2016	163,040	6,542,837	52,837,477	2,685,017	1,662,063	53,860,431	0.38	321.98
2017	163,040	6,914,398	49,937,681	2,553,994	1,445,250	51,046,425	0.34	305.50
2018	163,040	7,192,901	46,766,711	2,265,957	1,300,644	47,732,024	0.30	286.28
2019	163,040	7,801,234	43,110,432	1,977,920	972,680	44,115,672	0.26	265.20
2020	163,040	8,226,416	39,874,280	914,723	1,626,527	39,162,476	0.22	235.91
2021	160,383	8,641,855	35,174,280	626,686	101,354	35,699,612	0.19	219.24
2022	160,383	9,141,848	31,334,280	768,930	99,826	32,003,384	0.19	199.54
2023	160,383	10,109,631	27,479,280	647,144	92,289	28,034,135	0.15	174.79
2024	160,383	11,029,732	23,514,280	525,359	89,862	23,949,777	0.11	149.33

* U.S. Census

Note: Net Bonded Debt represents the Building Authority Debt, less debt service money available.

ST. CLAIR COUNTY, MICHIGAN
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
December 31, 2024 - UNAUDITED

SCHEDULE 11

DIRECT DEBT

Community Mental Health - refunding bonds	\$	1,800,000	
Jail refunding bonds		8,865,000	
Convention Center - general obligation bonds		6,380,000	
Installment purchase		32,904	
Leases		1,429,652	
Subscriptions		368,076	
Drain districts		3,186,274	
Premiums/discounts		525,359	
			<hr/>

NET DIRECT DEBT

22,587,265

OVERLAPPING DEBT

Cities	\$	98,464,976	
Townships		27,252,795	
Villages		4,293,671	
School districts		353,843,445	
Intermediate school district		1,252,979	
Community college		1,737,738	
			<hr/>
			486,845,604

NET DIRECT AND OVERLAPPING DEBT

\$ 509,432,869

Source: Debt information provided by Municipal Advisory Council of Michigan and Bendzinski and Co., Detroit, Michigan

Note: Percentage of overlap based on assessed property values.

ST. CLAIR COUNTY, MICHIGAN
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 12

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total Net Debt Applicable to Limit</u>	<u>Legal Debt Margin</u>
2015	\$ 630,257,109	\$ 51,924,124	\$ 578,332,985
2016	654,283,699	48,706,882	605,576,817
2017	691,556,650	44,003,141	647,553,509
2018	719,290,148	41,598,915	677,691,233
2019	780,123,387	37,618,118	742,505,269
2020	822,641,579	34,820,834	787,820,745
2021	864,185,526	30,574,014	833,704,461
2022	914,184,755	27,570,358	886,614,397
2023	1,010,963,129	24,914,942	986,048,187
2024	1,102,973,221	22,587,265	<u>1,080,385,956</u>

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2024

State equalized value	<u>\$ 11,029,732,207</u>
Legal debt limit (10% of state equalized value)	\$ 1,102,973,221
Less - total long-term debt	<u>22,587,265</u>
Legal debt margin	<u>\$ 1,080,385,956</u>

Note: Total long-term debt does not include accumulated vacation, sick and compensatory time, net OPEB obligation, accrued insurance liability claims, and Landfill closure and post-closure costs.

ST. CLAIR COUNTY, MICHIGAN
DEMOGRAPHIC AND ECONOMICAL STATISTICS
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 13

Fiscal Year	Population *	U. S. Census	Personal Income **	Per Capita Income **	K - 12 School Enrollment ***	Unemployment Rate ****
2015	160,025	163,040	\$ 6,326,372	\$ 39,602	23,396	7.1
2016	159,699	163,040	6,527,171	40,937	22,974	6.2
2017	159,719	163,040	6,747,630	42,381	22,497	5
2018	159,134	163,040	7,061,186	44,316	21,892	4.7
2019	159,390	163,040	7,266,059	45,662	21,479	4.9
2020	159,042	160,383	7,981,688	50,107	20,406	12.0
2021	160,229	160,383	8,451,582	52,805	20,266	5.9
2022	160,502	160,383	8,417,015	52,557	19,794	3.9
2023	160,081	160,383	8,926,443	55,834	19,504	3.8
2024	160,201	160,383	8,926,443	55,834	19,018	4.5

Sources

- * Southeast Michigan Council of Governments
- ** U.S. Department of Commerce - Bureau of Economic Analysis. Numbers are in thousands.
- *** St. Clair County Regional Educational Service Agency
- **** Michigan Department of Labor and Economic Growth

Bold Data was not available at the time of publication, so the previous year data was used.

ST. CLAIR COUNTY, MICHIGAN
PRINCIPAL EMPLOYERS
PRIOR YEAR AND NINE YEARS AGO - UNAUDITED

SCHEDULE 14

Employer	Product/Service	2024			2015		
		Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
McLaren Port Huron	Health Care	1,300	1	1.76%	1,500	1	2.19%
Motherson (SMR Automotive)	Manufacturing	949	2	1.29%	804	5	1.18%
Port Huron School District	Education	949	2	1.29%	1,065	2	1.56%
St. Clair County	Municipal Government	923	4	1.25%	872	3	1.27%
DTE Energy	Utility	747	5	1.01%	850	4	1.24%
US Farathane	Manufacturing	650	6	0.88%	N/A	N/A	N/A
ZF Marysville	Manufacturing	602	7	0.82%	603	9	0.88%
St. Clair County Community Mental Health	Health Care	478	8	0.65%	N/A	N/A	N/A
Marysville Public School District	Education	455	9	0.62%	N/A	N/A	N/A
Magna Electric Vehicle Structures	Manufacturing	450	10	0.61%	N/A	N/A	N/A
East China School District	Education	425	11	0.58%	550	10	0.80%
Lake Huron Medical Center	Health Care	407	13	0.55%	778	6	1.14%
Meijer (Both Marysville & Fort Gratiot)	Grocery/Retail	600	15 & 18	0.81%	630	8	0.92%
Grupo Antolin	Manufacturing	N/A	N/A	N/A	684	7	1.00%
		<u>7,503</u>		<u>10.17%</u>	<u>8,336</u>		<u>12.18%</u>

Source: Economic Development Alliance of St. Clair County

* Meijer is broke out separately by the EDA for Marysville & Fort Gratiot, previously it was combined

**East China School District, Lake Huron, and Meijer are shown in 2024 for comparison to 2015 and not included in Total Employees and Employment %

ST. CLAIR COUNTY, MICHIGAN
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 15

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Legislative -										
Board of Commissioners	7	7	7	7	7	7	7	7	7	7
Judicial -										
Circuit court	12	12	12	13	13	13	14	14	14	15
District court	27	27	27	28	28	28	28	28	28	28
Courthouse security	5	5	5	5	5	5	5	5	5	5
Friend of the court	33	33	33	35	37	37	37	38	38	39
Probate court - adult	9	10	10	11	11	10	11	12	12	12
Probate court - juvenile	15	15	16	14	14	14	14	14	14	16
Probation - adult	8	8	8	7	9	9	10	10	11	11
General government -										
Administrator/controller	4	4	4	4	4	4	4	4	4	4
Elections	0	0	0	0	0	0	1	1	1	1
Accounting	4	4	4	4	4	4	4	4	4	4
Purchasing	1	1	1	1	1	1	1	1	1	1
Clerk	9	9	9	9	9	9	9	10	10	10
Equalization	8	8	8	8	9	9	9	8	8	8
Human resources	5	7	7	6	7	7	7	7	7	7
Prosecuting attorney	25	26	26	28	27	28	28	29	30	30
Register of deeds	2	2	2	2	2	2	2	2	3	3
Treasurer	7	7	7	7	8	8	8	8	8	8
Cooperative extension	2	2	2	2	2	2	2	2	2	2
Information technology	15	15	16	16	16	16	16	16	15	16
Buildings and grounds	20	20	20	20	20	20	20	20	20	21
Drain commissioner	7	7	7	6	6	6	6	6	6	6
Public defender	0	0	0	0	0	20	23	23	23	24

(Continued)

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Public safety -										
Sheriff department	85	85	86	86	87	90	90	90	91	92
Communications	21	22	22	22	22	22	22	22	26	26
Marine patrol	1	1	1	1	1	1	1	1	1	1
Jail	100	100	100	100	101	100	102	102	102	102
Emergency services	3	3	3	3	4	4	4	4	4	4
Animal control	3	3	3	3	5	5	5	7	7	7
Metropolitan planning	5	6	7	7	7	7	7	8	8	8
Health and welfare -										
Medical Examiner	2	2	2	1	1	2	0	0	0	0
Veterans counselor	6	6	6	6	6	6	6	6	6	6
Public guardian	4	4	5	5	5	6	8	8	8	9
Health Department	61	61	64	65	73	78	85	88	88	91
Child care	40	40	40	40	41	42	41	42	42	55
Opioid settlement	0	0	0	0	0	0	0	0	0	2
Recreation and culture -										
Parks and recreation	11	11	11	11	11	11	11	15	15	16
Library	37	37	35	35	35	35	37	41	53	70
Proprietary activities -										
Landfill	4	4	5	4	4	4	4	4	4	4
Airport	1	1	1	2	2	2	2	2	2	4

(Concluded)

Source: Accounting department, annual budget by department sheets, and annual budget book.

ST. CLAIR COUNTY, MICHIGAN
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 16

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Judicial -										
Circuit court cases filed	3,721	3,638	3,732	3,650	3,623	2,197	2,979	3,252	3,172	3,325
Circuit court cases dispositions	3,836	3,818	3,797	3,699	3,725	2,145	3,066	3,347	3,324	3,235
General government -										
Marriage licenses	963	968	970	938	832	804	947	949	889	844
Births certificates	1,429	1,435	1,262	1,335	1,368	1,265	1,212	1,082	967	836
Divorces filed	735	525	550	503	539	339	586	616	572	541
Death certificates	1,632	1,592	1,653	1,538	1,608	1,905	2,164	1,771	1,651	1,640
Public safety -										
Inmate bookings	6,047	5,164	4,442	4,160	3,598	2,719	2,978	3,051	2,905	3,114
Total incidents dispatched	116,294	114,070	118,884	137,091	129,620	116,629	133,857	245,150	255,013	230,980
Dog licenses issued (1)	27,019	26,405	25,582	19,570	23,727	13,379	10,230	9,699	8,126	7,256
Airport -										
Take-offs and landings (2)	26,230	26,500	27,011	27,000	25,000	15,000	27,838	27,839	27,839	27,500
Landfill -										
Tons of waste collected	293,962	297,049	384,686	308,774	303,275	345,953	360,624	335,992	323,519	236,860

Source: Various County departments

(1) Starting in 2019 the purchase of a 3-year dog license is available

(2) These numbers were estimates

ST. CLAIR COUNTY, MICHIGAN
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS - UNAUDITED

SCHEDULE 17

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Judicial -										
Buildings	1	1	1	1	1	1	1	1	1	1
Vehicles	0	0	0	0	0	0	0	0	1	1
General government -										
Buildings	4	4	4	4	4	4	4	4	4	4
Vehicles	27	25	25	23	24	23	22	12	10	10
Public safety -										
Buildings	5	5	5	5	5	5	5	5	5	5
Jail beds available	491	491	491	491	491	491	491	491	491	491
Vehicles:										
Patrol	35	34	39	40	34	40	40	40	38	37
Other	35	40	40	34	38	33	33	35	36	34
Health and welfare -										
Buildings	2	2	2	2	2	2	2	2	2	2
Vehicles	11	12	12	13	11	12	12	14	14	13
Recreation and cultural -										
Buildings	47	47	47	47	47	47	47	47	47	47
Vehicles	10	10	9	9	10	10	10	11	11	10
Park acreage	568	632.78	633	633	633	633	646	646	646	646
Airport -										
Buildings	7	7	7	7	7	7	7	7	7	7
Vehicles	2	2	2	2	2	2	2	4	4	3
Landfill -										
Buildings	6	6	6	6	6	6	6	6	6	6
Vehicles	3	3	3	2	4	4	4	4	3	3

Source: Accounting department



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