



**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**FOR THE  
FISCAL YEAR ENDED SEPTEMBER 30, 1998**

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REFERENCE BOOK

For Room Use Only

COUNTY OF OAKLAND  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
Year Ended September 30, 1998  
(With Independent Auditors' Report Thereon)

Prepared by:

Department of Management  
and Budget  
Fiscal Services Division

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September 30, 1998

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# **I. INTRODUCTORY SECTION**

The introductory section contains:

- A. Letter of Transmittal
- B. Organization Chart
- C. List of Principal Officials
- D. Government Finance Officers Association  
of the United States and Canada  
Certificate of Achievement for  
Excellence in Financial Reporting



February 26, 1999

To the Citizens of Oakland County:

Oakland County's Comprehensive Annual Financial Report (CAFR) for the year ended September 30, 1998 is hereby submitted. This report was prepared by Oakland County Department of Management and Budget. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with Oakland County (the County). To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the County's organization chart, a list of principal officials, and the prior year's Certificate of Achievement for Excellence in Financial Reporting. The financial section includes the general purpose financial statements; the combining, individual fund, and account group statements and schedules; and the independent auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

A basis for preparing the CAFR for the County was the identification of the financial reporting entity. Potential component units were evaluated to determine whether they should be reported in the County's CAFR. A component unit was considered to be part of the County's reporting entity when it met the criteria as outlined by the Governmental Accounting Standards Board (GASB) in Statement No. 14, *The Financial Reporting Entity*.

As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units that are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to, or impose a financial burden on, the primary government.

The CAFR includes all County funds and account groups that are controlled by or dependent upon the County's Board of Commissioners. The Oakland County Parks and Recreation Commission is reported as if it were part of the primary government because it is not a separate legal entity nor does it possess corporate powers. The Oakland County Building Authority is reported as if it were part of the County and blended into the appropriate funds because its sole purpose is to finance the construction of the County's public buildings. The Oakland County Road Commission, while appointed by the Board of Commissioners, is not under the Board's appropriation authority. The Road Commission is reported discretely in the County's CAFR as a separate entity since the County is ultimately responsible for Road Commission debts.

#### ORGANIZATIONAL STRUCTURE

Incorporated in 1820, Oakland County, Michigan covers approximately 900 square miles, with the County seat in Pontiac, and has an annual budget of approximately \$557 million.

The County operates under Michigan Public Act 139 of 1973, the Unified Form of County Government. An elected County Executive is responsible for the management of County affairs not specifically the responsibility of other elected officials.

The Treasurer, Clerk/Register of Deeds, Prosecutor, and Sheriff are offices established by the State's constitution. A Drain Commissioner was established as an elected position in 1909 and currently operates under Public Act 40 of 1956. These offices are county-wide elected four-year terms. The Treasurer is responsible for cash, investments, and collection of taxes; the Clerk/Register of Deeds is responsible for recording vital statistics, court records, and documents affecting property ownership; the Sheriff and Prosecutor are responsible for law enforcement; and the Drain Commissioner is responsible for construction and maintenance of drains, lake level control, and sewer interceptors. The Oakland County Courts consist of Sixth Judicial Circuit (including Family Division), Probate, and 52nd District courts. The Circuit Court, with 17 judges, has jurisdiction over criminal cases where the minimum penalty is over one year, civil damages cases where the controversy exceeds \$25,000, and domestic relation matters. The Probate Court, with 4 judges, is responsible for estates and mental health matters. The District Court, with 10 judges, has jurisdiction over misdemeanors, ordinance and charter violations, civil cases under \$25,000, and preliminary examinations in felony cases.

The Board of Commissioners, comprised of 25 members elected to two-year terms by their respective districts, serves as the legislative body responsible for establishing policy and appropriating funds.

A three-member Road Commission, established under Public Act 283 of 1909 and appointed by the County's Board of Commissioners, is responsible for approximately 2,500 miles of roads, and its \$80 million budget is funded principally by the State-collected vehicle fuel and registration taxes under Public Act 51 of 1951. Other sources of funds are provided by federal and local governments and proceeds from the sale of bonds. The Road Commission is not subject to the Board of Commissioners' appropriation process, and is reflected in the County's CAFR separately from general County data.

A ten-member commission appointed by the Board of Commissioners is responsible for Parks and Recreation, which acquires, develops, maintains, and operates 11 parks that provide camping, golf, swimming, and a variety of other recreational activities. Parks and Recreation is supported, in part, by a separately voted 1/4-mill tax levy, and its activity is reflected directly into the County's CAFR due to the specific agency relationship established by State statute.

Oakland County is an active partner in numerous economic developments and improvements for quality of life for County residents. This includes human services in the form of public health, childcare, mental health, skilled nursing care, and resident hospitalization; community and economic development and planning; public safety; public records; public works such as water and sewer; airports; and a wide range of other services, such as Michigan State University cooperative extension, animal control, job training, and veterans' services. All of these activities are supported by administrative services, including personnel, payroll, accounting, budgeting, facilities maintenance, legal services, central services, and information technology.

#### ECONOMIC CONDITION AND OUTLOOK FOR OAKLAND COUNTY

The local economy is, of course, inextricably tied to the national and state economies. The U.S. economy began 1998 on a strong note. In the fourth quarter of 1997, the economy had expanded at a 3.7% rate, and growth for the first quarter was a very strong 4.8%. As reflected by real gross domestic product (GDP), the overall economy is expected to grow by 3.1% for all of 1998 and then slow to 2.3% in 1999. The unemployment rate is anticipated to decline 0.4 percentage points to 4.6% in 1998 and then rise by 0.3 percentage points next year. The consensus forecast for light vehicle sales for 1998, 15.0 million units, is just slightly below 1997's sales pace. For 1999, vehicle sales are expected to slow somewhat, to 14.8 million units. Even with the relatively robust performance of the economy, inflation is expected to decline from 2.3% in 1997 to 1.8% in 1998 and then rise to 2.5% in 1999.

Inflation plays a significant role in Michigan's economy, the Vehicle Capital of the world. The inflation rate for new vehicles illustrates how competitive the light vehicle market is. In April, new vehicle prices were 0.7% lower than a year ago. New vehicle prices have been in a deflation mode since September 1997. Actual vehicle sales are, of course, predicated on two major leading indicators for the auto industry: ability to buy and willingness to buy. The indicators that determine consumers' ability to buy are disposable income, household debt, inflation, and the interest rate yield curve. With the exception of household debt, the other indicators are all very positive. The four indicators that determine consumers' willingness to buy are consumer attitudes, initial unemployment claims, manufacturing workweek, and the stock market. These factors all currently indicate a willingness by consumers to buy a vehicle. Hence the forecast for approximately 15.0 million vehicle sales annually through 1999, continuing at that level for the fifth straight year. In fact, by January 2000, the U.S. will have reached its longest expansion since World War II.

Economists idealize free markets. They persuasively argue that it is no coincidence that the United States has both one of the world's most open economies and one of the richest ones. An epic document, filling six volumes and 3,755 pages, the North American Free Trade Agreement (NAFTA) negotiated by the U.S., Canada and Mexico lays out in excruciating detail the 15-year timetables to eliminate virtually all barriers to trade and the procedures for avoiding and addressing trade disputes. About two-thirds of its provisions have begun. The pact that took effect New Year's Day 1994 was - and still is - unprecedented in many ways. It created the world's largest trading bloc, larger by the measure of gross domestic products than the European Union. No other trade accord has linked such disparate economies as the United States', one of the world's wealthiest nations, and Mexico's, whose per capita gross domestic product is roughly equivalent to one-seventh of the U.S. figure.

If any one subject defines the controversy over open trade's very concept, it is jobs. The central NAFTA debate, which in turn became a central presidential election issue in 1992, stemmed from the question of whether it would cost or bring jobs to the United States. With just three words, "giant sucking sound," Ross Perot uttered the most memorable critique of the pact, arguing that it would siphon jobs from the United States to Mexico, where workers earn a fraction of their northern neighbors' wages. Because various elements of an economy are interwoven tightly, any analysis of the impact that can be attributed directly to the trade pact undertakes a nearly impossible task. However, as for the "giant sucking sound," nearly 14 million more people were employed in the United States in August 1998 than in January 1994, when the pact began. Unemployment is 4.6% and has been below 5% for more than one year. Mexico, on the other hand, displaced Japan in 1997 as the second-largest U.S. export market at \$71.4 billion.

According to the U.S. Department of Commerce, employment at foreign-owned manufacturing facilities in Mexico is expected to increase from 803,100 in 1996 to 1,291,000 in 2000, accounting for about 37% of total manufacturing employment, up from 16% in 1990. Obviously, a win-win situation for both nations.

The 1990s will be remembered as a remarkable growth period for the entire nation. In 1997, for example, the national economy saw its fastest growth in output in 10 years, its lowest unemployment rate in 28 years, and its lowest inflation rate in 30 years. Most recently, the U.S. unemployment rate dropped to 4.4% in November, a 28-year low, with strong hiring by department stores and restaurants offsetting layoffs at factories. According to the U.S. Department of Labor, employers added 267,000 jobs to their payrolls, the largest gain in three months.

The view from Oakland County, Michigan, is even rosier. Business is booming in Oakland County - 40,400 businesses pay a total annual payroll of \$26.1 billion and employ a labor force of 856,683. The County is in its eighth year of expansion and has emerged as one of the strongest local economies in the country, characterized by record levels of employment and an unemployment rate of only 2.7% in 1997.

In fact, from 1990 to 1995, Oakland County ranked first in per-capita income growth, second in total private-sector job growth, second in manufacturing job growth, and third in private non-manufacturing job growth when compared with its peer counties - 25 other large suburban counties in the United States. From 1990 through 1997, employment in Oakland County grew about 70% faster than in the state, and 80% faster than in the nation. Oakland County's private-sector job growth was 22.9% during this time period, making it a pacesetter in job creation in Michigan during the 1990s.

The following compendium of facts serves to characterize Oakland County as a harmonious blend of business, industry, culture, and pleasure - on par with many of the most desirable counties in the nation.

- Oakland County ranks as America's third most affluent county in per-capita income (for all counties with over one million in population).
- Oakland County's 1997 median income was \$53,212.
- The payroll of Oakland County's 40,400 businesses exceeded \$26 billion - a gross domestic product (GDP) larger than 19 states in America.
- Oakland County has the lowest property tax rate (used for general fund operations) of the 83 Michigan counties at 4.19 mills.
- Oakland County's total retail sales in 1996 were greater than that of 17 states.

- Oakland County's 394 foreign-owned firms represent 21 countries, creating the largest concentration of foreign-owned companies in Michigan.
- More than one-third of Michigan's research and development (R&D) firms are located in Oakland County.
- Robotics firms in Oakland County account for more than 50% of all U.S. robotic sales.
- There are 450 lakes, 88,000 acres of parkland, and more than 75 public and private golf courses in Oakland County. (There are more golf holes per capita in Oakland County than in any other county in the USA.) Oakland Hills Country Club will host the U.S. Amateur Championship in 2002, the prestigious Ryder Cup in 2003, and the PGA Championship in 2008.

In Oakland County, automotive manufacturing has maintained its share of employment. The industry has benefited from continued expansion of corporate headquarters and R&D facilities in Automation Alley, a consortium of companies along the I-75 and I-696 highways in Oakland County. The result has been the addition of professional jobs, countering, at least in number, the blue-collar job reductions caused by this decade's plant closings and productivity improvements.

General Motors will spend about \$1.5 billion over the next five years to consolidate 40 engineering operations into six sites in southeast Michigan. GM has earmarked nearly \$900 million of the investment for its massive Warren Technology Center and nearly \$600 million for two operations in Pontiac and one in Milford. GM will spend more than \$170 million to build a 600,000-square-foot product engineering facility on the Centerpoint Business Campus in Pontiac. The new facility, which will complete GM's consolidation of truck development activities, will have space for 2,000 workers. In addition, the company will spend \$193 million to renovate facilities in Pontiac to serve as global headquarters for GM's Powertrain Group, which is responsible for the design and manufacturing of engines and transmissions. Another \$170 million will be spent in Milford to renovate Powertrain emission facilities and offices, consolidate test track activities and add a shipping, receiving and warehouse facility. By consolidating engineering operations, GM officials hope to centralize its global product development and increase the speed with which vehicles are brought to market.

Building on the success of two other hotels and a growing General Motors Corp. Investment in the area, the City of Pontiac is injecting another \$3.65 million into the Centerpoint Business Campus to provide public improvements such as roads and utilities for a new 269-room Marriott Hotel and conference center. Financing will be derived from a 25-year bond issued by the Tax Increment Finance Authority. Construction is proposed to start in March 1999 and will be the first full-service hotel in the City.

Citizens of Oakland County

February 26, 1999

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Oakland County's Automation Alley can be compared with two of the premier high-technology concentrations elsewhere in the nation, specifically, Silicon Valley in California and Route 128 in Massachusetts. In contrast to the aforementioned technology centers, Automation Alley's strength lies in producing capital goods rather than electronics or software. In *Industry Week* magazine's latest compilation of World Class Manufacturing Communities, the Detroit metropolitan area ranked second in manufacturing strength among the 310 U.S. metropolitan statistical areas analyzed, with 457,792 manufacturing jobs representing 19.4% of the local work force.

As a result of NAFTA, the metro Detroit area is the largest trading partner for both Canada and Mexico. Just-in-time manufacturing and more emphasis on supplier research and development also have made Oakland County a hotbed for automotive R&D centers. These centers are currently working on such innovative technologies as all-electric and hybrid-electric vehicles, batteries, lightweight materials, recycling, computer design and manufacturing, virtual-reality applications, and many others. The County is also headquarters for many of the leading automotive systems and components suppliers - 71 of the top 150 suppliers to North American vehicle producers.

While Daimler-Chrysler, Ford, and General Motors define southeastern Michigan in the minds of many, Oakland County firms are engaged in technologies that transcend the transportation industry. In recent years, emerging high-technology firms like Compuware and Complete Business Solutions have gone public and experienced tremendous growth in their stock prices. Today, in fact, Michigan ranks fifth nationwide, with about 1,500 software companies operating statewide, in its number of software professionals. The number of start-up and relocation businesses representing software and other industries is expected to climb because the State has received a \$400 million increase in venture capital since 1996.

As the decade comes to a close, however, it appears that the record-setting pace of growth, both in Oakland County and the nation, will begin to slow down. Much of the predicted loss in the economy's momentum is the result of two factors. The first is anticipated slowing of export growth, in part resulting from the recent Asian financial crisis and the more recent downturn in Latin America.

The second factor is a projected slowing in the rate at which manufacturing capacity is further modernized and expanded. Growth in Oakland County is also being restricted by a tightening labor supply. While the Oakland County economy remains one of the strongest in the nation, employment in the next few years will grow at a more moderate rate than in recent years. Since 1991, Oakland County has added an average of 22,000 jobs per year to its private-sector workforce. This figure is expected to decrease by one-half in 1999. Most of the new jobs in Oakland County in the next few years will come in two non-manufacturing sectors: services (business, professional, health, and others) and retail trade (stores, restaurants, and bars).

An emerging challenge for Automation Alley businesses and other high-tech areas throughout the country will be finding and training the skilled workers these companies require. The growth of manufacturing and information technology in Oakland County has led to a shortage of skilled technical workers like computer programmers, engineers, and machinists. The challenge is to find creative ways of drawing skilled labor into the County and to increase the skilled labor pool locally. County Executive L. Brooks Patterson has marshaled the resources of the Business Roundtable to form a partnership of business, education, and government to confront this challenge through an intensified commitment to education and training. Many opportunities exist in the area's world-class institutions of higher learning, including the University of Michigan and Michigan State University, which are readily accessible to Automation Alley, and Oakland University, located in Oakland County's high-tech corridor.

In addition, a near-term strategy has been developed to increase access to transportation for potential workers in surrounding communities, by expanding van pools and bus service and investing in the transportation infrastructure. According to the Traffic Improvement Association, a \$400,000 study will be conducted in 1999 focusing on the 46 miles of I-75 that traverse Oakland County, as well as state and local roads two to three miles on either side of the expressway. In the longer-term, Oakland County intends to build on its competitive advantage in manufacturing headquarters, and research and development facilities, and its vigorous business and professional services sector. The work culture, once focused on employment opportunities with major *Fortune 500* employers, has broadened to smaller, technically advanced suppliers of services, materials, tooling, components, and systems making the corporate base flatter, more agile and, more innovative.

These activities will provide the technological infrastructure necessary for the expansion of Automation Alley, which, in turn, will serve as a magnet for drawing skilled workers from outside the area, thus expanding the local labor force. Other factors contribute to the ultimate solution. Compared with Silicon Valley and Route 128, the cost of living, especially the price of housing, is considerably more reasonable in Automation Alley.



Furthermore, traditional corporate benefits like health care and 401-K plans are more prevalent among Automation Alley companies than elsewhere. With creative strategic planning and a commitment to recruiting skilled workers to the area, Oakland County will enter the 21st century as one of the strongest local economies in the Country.

### MAJOR INITIATIVES

Just as Oakland County is impacted by the national and state economies, the County is not an island unto itself when considering governmental initiatives that influence the well-being of its residents.

Michigan's 89th legislative session saw a wide range of issues raised and resolved:

- The State's gasoline tax was increased for the first time in more than a decade, prompting - along with increased federal funds - the biggest road construction program in years.
- Major changes in the revenue sharing formula were passed for the first time since the 1970s, which included continued funding for Detroit in hopes of restoring that city's financial position. A rollback in the City's income tax was tied to that change, reducing the rate for residents from 3.0% to 2.0% and non-residents from 1.5% to 1.0 % (many of whom work in Detroit but live in Oakland County), ratably over a ten-year term.
- A rebate of the Michigan Catastrophic Claims Association (MCCA) funds when the MCCA, responding to pressure from the State, voluntarily agreed to the \$180 rebates for each and every auto insurance contract.
- The Michigan Unemployment Agency has cut the employment tax for most employers, 70% of the 146,000 employers in the State, by about 10%. The tax cuts will trim State unemployment taxes by \$200 million.
- Truth-in-sentencing legislation to require prisoners to serve their minimum sentences was approved, as was legislation requiring the most dangerous prisoners to wear uniforms.
- The Department of Corrections has been authorized to house 3,500 prisoners out of state, primarily in Virginia, a program that could cost upwards of \$70 million annually.
- The Civil Service Commission approved a new special classification for information technology specialists - computer programmers and operators - to keep those positions filled. Reflecting the supply and demand of the marketplace, new IT specialists could get up to \$5,000 for signing on with the State and could be eligible for as much as 15% more in maximum pay than others in similar classifications.

- The first changes to the State's personal property tax were passed when the Legislature approved a bill allowing distressed areas the option of not assessing the tax.
- The Supreme Court made its final ruling on the Durant case on State funding for special education, ending pending litigation in the courts initiated 18 years ago, requiring the State to send hundreds of millions of dollars to local school districts, setting into motion a trial program on lower class sizes in the primary grades.

Initiatives originating with Oakland County likewise accrue to the benefit of our residents. Unlike many counties in Michigan, Oakland County and its cities, villages, and townships (CVTs) cooperate with one another in providing services to residents. Many services normally rendered by both entities are performed by the County on behalf of CVTs. The benefits of providing these services centrally, rather than separately, have resulted in an overall reduction in the costs to provide certain services.

One major initiative that contributes to the safety and security of our residents is the highly regarded **Courts and Law Enforcement Management Information System (CLEMIS)**, a central records management information system and regional database administered by the CLEMIS Advisory Board, composed of local police chiefs and representatives of the Sheriff, Prosecutor, and County Executive. Through performance of electronic incident reporting, local units can extract information from the data warehouse for required reports to the state and federal governments, as well as analyze criminal activity.

An unprecedented \$17.1 million federal grant has been awarded by the U.S. Department of Justice on December 1, 1998, to be supplemented by \$6.4 million of County General Fund matching funds, that will be used to replace CLEMIS with state-of-the-art technology, including laptop computers in police vehicles, criminal query tools, electronic interface with courts, and computer-aided dispatch. Although these enhancements are expensive, a needs assessment study indicates the cost would double if local law enforcement agencies developed their own systems independently and the effectiveness of the system would be compromised by the inability to share data.

Another major initiative is the upgrade and enhancement of the countywide **E-911 Communication System**. The Board of Commissioners approved a resolution to replace the E-911 call-taking equipment at 28 of the 32 individual Public Service Answering Points (PSAPs) and radio equipment used to communicate between dispatch and public safety vehicles. A recently completed study reveals that the present equipment is obsolete, does not provide necessary interoperability, and does not conform to federal mandates involving wireless/cellular telephone communications. Replacement of the call-taking equipment alone has a price tag of \$3.0 million; the County Executive recommended, and the Board of Commissioners has authorized, that the General Fund absorb these costs on behalf of local units throughout Oakland County.

The E-911 radio communication system is likewise in need of replacement, with interagency communications hampered by multiple frequency utilization and outdated technology. The County is further committed, as evidenced by Board resolution, to support the construction of an expanded 806 MHz/821 MHz radio communications system through General Fund operations and/or a 4% operational surcharge on all telephone services. The countywide radio communications system is dependent upon a minimum of 14 additional 821MHz channels being received from the federal government. On January 19, 1998, the State Frequency Allocation Committee approved 18 channels to meet the County's public safety communications needs. The operational surcharge would generate approximately \$6.0 million annually (equating to an average monthly cost of \$0.57 per telephone, as defined in State statutes) to acquire and maintain a radio communication system that would serve the needs of public safety agencies on a countywide basis.

A third initiative is replacement of the countywide **Land Records System**. In conjunction with local assessors and treasurers, the County undertook a strategic evaluation of the current assessing, equalization, and property tax billing and collections systems, underwritten by the County at a cost of \$375,000, which revealed deficiencies in terms of an inability to meet the information needs of these public officials. The initial cost of identified improvements amounts to \$550,000, which the Board of Commissioners has appropriated and the Information Technology Department is currently implementing. Revisions to the land records system enabled the use of laser printing of tax bills for processing the December 1, 1998 tax levy.

An adjunct to the Land Records System is the County's **Geographic Information System (GIS)**, which consists of an electronic base map covering over 900 square miles and comprises 430,000 parcels of property. GIS is a vital tool to local units of government in recording and utilizing all order of spatial data. The cost of the base map alone is \$7.0 million which is being absorbed by the County's General Fund. The County will receive \$2.5 million from the State over a 10-year period for a portion of this cost. The local cities, villages, and townships will benefit from this effort as the parcel fabric is being shared at no cost to the local units.

The electronic infrastructure that makes the aforementioned projects possible is installation of a **Data Warehouse** and the **Metro-Area Network/ Wide-Area Network (MAN/WAN)**, which provide for transmission and storage of enormous amounts of data from throughout the County. Development of **Enhanced Access** (electronic access to government information off-site, 24 hours/day for a fee) has resulted in completion of the first product, called **Mortgage Application Acceleration Program (MAAP)**, which allows financial institutions to instantly obtain automated valuation projections for \$50 per transaction. Information from these systems, which should prove useful to local officials during the March Board of Review process regarding property values of comparable structures in identified neighborhoods, will be available in 1999 to all local units for which the County is the contract assessor and to selected local assessors who use the County system.

The above services are not meant to be an all-inclusive list of cooperative efforts between the County and CVTs. These examples are provided to demonstrate the cooperative nature of the County and CVTs toward a common goal - to serve County residents in the most cost-effective and efficient manner possible.

Internally, the management of Oakland County is constantly vigilant for opportunities to improve services and/or reduce costs and other liabilities. Effective January 1, 1999, the Community Mental Health (CMH) agency, which is considered to be an operating department under the Board of Commissioners, became a separate quasi-governmental authority. These operations are largely funded by federal, state, and other grants and fees approaching \$160 million. The transfer to a separate authority is believed to provide CMH with increased operating flexibility and will, in turn, limit the County's tort and other liabilities.

The County's operating philosophy stresses a conservative business approach to operating issues, including: budget development, capital commitments, position additions, financial management, and other issues. Examples follow:

- The County's budgetary practices encourage favorable operating variances against the budget for most department activities through conservatively estimated revenues and budgeting fully employed positions.
- Over the past six years, the County's Capital Improvement Program for General Purpose/General Fund activities has stressed the acquisition of new facilities from existing operations as opposed to issuance of debt instruments.
- Most newly-created authorized positions are funded through grants or other devoted revenues.
- The County closes its accounting records on a quarterly basis (very shortly after the calendar quarter ends). The annual closing of the County's accounting records requires just three weeks to complete. This timely, routine financial analysis and discipline, and review of financial information by upper-level County management, help to ensure that unforeseen and/or adverse financial events would be quickly discovered and addressed.
- The County has continually launched (and funded out of operations) various computer applications targeted at cutting-edge technologies, improving operations, enhancing services to the public, and/or reducing operating costs.

As a result of these practices and the significant growth of taxable property values attributable to the new construction of residential and commercial facilities, the County's financial strength and position is unparalleled in Michigan. No other Michigan county provides the same quality of life, available financial resources, and conservative fiscal vision as does the management of Oakland County. Several examples of the financial power provided by Oakland County follow:

- The County's General Fund equity grew from \$32.3 million as of September 30, 1997 to \$36.0 million as of September 30, 1998. Concurrently, the County's Delinquent Tax Revolving Fund equity increased from \$167.3 million to \$180.9 million during the same time frame. Finally, all other Internal Service fund equity increased from \$57.7 million to \$73.1 million during the same fiscal period.
- The County continues to acquire major facilities from operations. Most other governmental entities would be compelled to bond for facilities. The County is nearing completion of a new Medical Examiner's facility at a cost of \$10.2 million, the purchase and renovation of the South Oakland Office Building at a cost of \$7.3 million, and renovations of a District Court facility for \$5.5 million. These facilities were funded from General Fund operations. Prior to 1997, the County acquired a \$6.0 million administrative office facility (Oakland Pointe), a 200-bed medium security jail facility for \$2.0 million, and \$35.0 million in computer equipment and software. In 1999, over 1,800 personal computers will be replaced to upgrade equipment, install Microsoft suites, and ensure Year 2000 compliance. All facilities and computer equipment have been and will be acquired from the County's current operating budget.

The County's conservative accounting and business policies have served its residents well over the years. Over the past several years, the County reduced its millage rate from a high of 4.4805 (authorized millage limitation) to 4.1900 on a ratable basis. The December 1, 1998 millage rate levy represents the lowest county operating millage rate in southeastern Michigan, if not the entire State (Wayne County's millage rate exceeds 8.0000 mills; Macomb County's millage rate is 4.2000). The revenue otherwise collected from the County's taxpayers (or 'returned' to them in millage reductions) is \$11.4 million annually, based on the 4.1900 millage rate when compared to the authorized limit. This low operating millage provides for increased assessment growth to taxpayers, increasing the direct value in homes and businesses, and continues to demonstrate to businesses that Oakland County is an attractive place to locate a commercial operation.

## FINANCIAL INFORMATION

### Accounting Systems

The County's general purpose financial statements for Governmental fund types, Expendable Trust funds, and Agency funds have been prepared on the modified accrual basis of accounting, in conformance with generally accepted accounting principles. Revenues are recognized when measurable and available to finance current operations. Expenditures are recognized when the liability is incurred, generally when the goods or services are received, except interest on long-term debt, which is recorded when paid. Proprietary and Pension Trust funds are accounted for using the accrual basis of accounting, where revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

In developing and evaluating the County's financial information system, consideration is given to the adequacy of the internal accounting and administrative control structure and the costs thereof. Accounting and administrative controls comprise the plan of organization, procedures, and records necessary for the safeguarding of assets, the reliability of financial records, and compliance with grant requirements. The expressed purpose is to provide reasonable assurance that:

- Transactions are in accordance with management's and grantors' general or specific authorization.
- Transactions are recorded as necessary to permit preparation of financial statements in conformity with generally accepted accounting principles and other criteria (such as finance-related legal and contractual compliance requirements) and to maintain accountability for assets.
- Access to assets is permitted only in accordance with Board appropriations, financial policies, and management's authorization.
- The recorded accountability for assets is compared with the existing assets at reasonable intervals, and appropriate action is taken with respect to any differences.

Accounting and administrative controls comprehend reasonable, but not absolute, assurance that the objectives expressed will be accomplished by the system. The concept of reasonable assurance recognizes that the cost of an internal control structure should not exceed the benefits expected.

Budgetary Controls

The County maintains both accounting and budgetary controls. The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual General Appropriations Act approved by the Board of Commissioners. Governmental fund types are under formal budgetary control. Activities of the General Fund and certain Special Revenue funds are included in the appropriated budgets. Enterprise, Internal Service, and certain Debt Service funds are budgeted, but are not appropriated budgets. Project-length financial plans are adopted for the remainder of the Special Revenue, Debt Service, and Capital Projects funds.

The Board of Commissioners establishes the legal level of control through the County's General Appropriations Act. This act states that expenditures shall not exceed the total appropriation for controllable personnel expenditures (salaries, overtime, fringe benefits), controllable operating expenditures, and noncontrollable operating expenditures (basically Internal Service fund charges). The County also maintains an encumbrance accounting system as a method of budgetary control. Amounts encumbered at year-end are reappropriated as part of the following year's budget.

General Government Function

The following schedule presents a summary of General, Special Revenue, and Debt Service fund revenues for the year ended September 30, 1998 compared with the nine-month period ended September 30, 1997 (Community Mental Health and Road Commission for the year ended September 30, 1997).

<u>Revenues</u>	<u>Year Ended</u> <u>September 30, 1998</u>		<u>Nine-Month Period Ended</u> <u>September 30, 1997</u>	
	<u>Amount</u>	<u>Percent</u> <u>of Total</u>	<u>Amount</u>	<u>Percent</u> <u>of Total</u>
Taxes	\$ 161,045,318	29.86%	\$ 116,488,640	28.28%
Special assessments	42,405,739	7.86	34,743,594	8.43
Federal grants	13,497,794	2.50	10,718,414	2.60
State grants	89,224,400	16.54	92,723,534	22.51
Other intergovernmental revenue	129,259,519	23.97	80,101,427	19.45
Charges for services	87,823,157	16.29	61,656,982	14.97
Use of money	14,212,687	2.64	11,572,222	2.81
Net appreciation in fair value of investments	283,082	0.05	—	—
Other	<u>1,500,704</u>	<u>0.29</u>	<u>3,928,066</u>	<u>0.95</u>
Total Primary Government	539,252,400	<u>100.00%</u>	411,932,879	<u>100.00%</u>
Road Commission	<u>97,824,539</u>	<u>100.00%</u>	<u>95,932,745</u>	<u>100.00%</u>
Total Reporting Entity	<u>\$ 637,076,936</u>		<u>\$ 507,865,624</u>	

Revenues

Other intergovernmental revenues increased from 19.45 percent of total Primary Government revenues in 1997 to 23.97 percent in 1998. This is offset by a decrease in State grant revenues from 22.51 percent of total Primary Government revenues in 1997 to 16.54 percent in 1998. This is due to changes in funding of certain formerly State-operated programs in the Community Mental Health fund.

The following schedule presents a summary of General, Special Revenue, and Debt Service fund expenditures for year ended September 30, 1998 compared with the nine-month period ended September 30, 1997 (Community Mental Health and Road Commission for the year ended September 30, 1997).

<u>Expenditures</u>	<u>Year Ended</u> <u>September 30, 1998</u>		<u>Nine-Month Period Ended</u> <u>September 30, 1997</u>	
	<u>Amount</u>	<u>Percent</u> <u>of Total</u>	<u>Amount</u>	<u>Percent</u> <u>of Total</u>
Current operations:				
County Executive	\$ 108,277,397	20.41%	\$ 77,300,241	19.00%
Clerk/Register of Deeds	7,772,822	1.47	5,165,502	1.27
Treasurer	3,140,747	0.59	2,070,410	0.51
Justice administration	54,028,545	10.18	39,071,526	9.61
Law enforcement	91,885,843	17.32	67,197,922	16.52
Legislative	4,574,804	0.86	3,821,751	0.94
Drain Commissioner	10,910,333	2.06	6,722,531	1.65
Community Mental Health	162,774,890	30.68	142,172,445	34.96
Parks and Recreation	14,842,244	2.80	13,101,085	3.22
Non-departmental	12,509,070	3.86	12,334,851	3.03
Intergovernmental	6,638,976	1.25	650,470	0.16
Debt service:				
Principal payments	29,135,000	5.49	26,710,300	6.57
Interest and fiscal charges	<u>16,045,822</u>	<u>3.03</u>	<u>10,402,469</u>	<u>2.56</u>
Total Primary Government	530,501,815	<u>100.00%</u>	406,721,503	<u>100.00%</u>
Road Commission	<u>95,737,761</u>	<u>100.00%</u>	<u>95,601,844</u>	<u>100.00%</u>
Total Reporting Entity	<u>\$ 626,239,576</u>		<u>\$ 502,323,347</u>	

Expenditures

Community Mental Health expenditures decreased from 34.96 percent of total Primary Government expenditures in 1997 compared to 30.68 percent in 1998. This is attributable to small increases in the percentage of expenditures to total expenditures of the Primary Government for most other areas, affected the Community Mental Health percentage to total.



General Fund Balance

The unreserved/undesignated fund balance of the General Fund represents the excess of assets over liabilities, less reserves and designated fund balance. The County has designated most of its fund balance for programs.

Enterprise Fund Operations

Oakland County's Enterprise funds currently consist of six entities that provide various services for the residents of the County. The following schedule provides a summary of the activity in the various funds for the year ended September 30, 1998.

	<u>Operating Revenues</u>	<u>Operating Expenses</u>	<u>Operating Income (Loss)</u>
Medical Care Facility	\$ 7,717,291	8,084,800	(367,509)
Airport Facilities	2,879,667	2,852,695	26,972
Clinton-Oakland Sewage Disposal System (S.D.S.)	11,180,841	15,024,924	(3,844,083)
Huron-Rouge S.D.S.	2,004,212	2,202,867	(198,655)
Evergreen-Farmington S.D.S.	17,673,095	16,577,642	(1,095,453)
Southeastern Oakland County S.D.S. (S.O.C.S.D.S.)	<u>22,939,268</u>	<u>24,898,432</u>	<u>(1,959,164)</u>
Total	<u>\$ 64,394,374</u>	<u>69,641,360</u>	<u>(5,426,986)</u>

The County operates a 120-bed medical care facility for the care of those people requiring less care than a hospital but more than a nursing home. Revenue is provided by Medicare and Medicaid, various commercial insurances, and from private-pay patients.

Two airports are operated by the County. The larger is the Oakland County International Airport, which is the second busiest in the State. The smaller is the Oakland/Troy Airport, supporting aviation needs in the south end of the County. Revenues for both airports are mainly provided by leases, rentals, and commissions from aviation fuel. The airport facilities are self-supporting, excluding depreciation expense, which is closed to contributed capital when appropriate.

The County entered into three contracts with the City of Detroit Water and Sewerage Department (DWSD) to deliver wastewater to the Detroit Treatment Plant from three sewage disposal districts, and one contract with the Wayne County Department of Public Works for treatment of wastewater through the Huron-Rouge interceptor. Each sewage disposal district serves several local municipalities, and the County maintains a separate Enterprise fund to record the operation of each. Yearly, each district reviews the cost of operations, including the rate charged by the DWSD and Wayne County for sewage disposal, and adjusts the rate charged to the municipalities accordingly to maintain a consistent level of service. There is more often than not an Operating Loss since the rate development process is based on Net Income (loss) rather than Operating Losses, considering interest revenue, a nonoperating revenue, and also depreciation on contributed assets. In 1998 the Clinton-Oakland S.D.S. incurred a loss of approximately \$2.7 million for major repairs necessitated by damage to a sewer interceptor caused by contractors working on highway project. Attempts are underway to recover these losses from the state Department of Transportation. Sewage disposal costs account for approximately 77 percent of a system's total operating expenses.

#### Fiduciary Fund Type Operations

The County has two separate single-employer defined benefit pension plans. One plan covers all County employees except those of the Road Commission; the other covers those of the Road Commission. Both plans are established as Pension Trust funds; the County and the Road Commission have no legal access to the assets of either fund.

Based on the most recent valuation, September 30, 1997, the County's Public Employees Retirement System (PERS) covered 1,388 retirees and beneficiaries, 265 vested separated employees not yet receiving benefits, 1,226 vested employees, and 501 nonvested employees, for a total of 3,380.

The Road Commission PERS covered 350 retirees, beneficiaries, and vested separated employees not yet receiving benefits, 374 vested employees, and 174 nonvested employees, for a total of 898, as of December 31, 1997.

Both plans are funded as accrued, with contributions independently determined by consulting actuaries. The County's PERS, which uses the aggregate actuarial cost method of funding, has a negative unfunded accrued liability as of September 30, 1998 of approximately \$30,785,000. The Road Commission PERS, using the individual entry-age actuarial cost method, has a negative unfunded accrued liability as of September 30, 1998 of approximately \$6,066,000, which is being amortized over a period of 21 years as of December 31, 1997.

There are substantial changes to the County's contribution requirement due to several factors. In 1994, the County offered vested employees who had left County employment a buyout of their present-value retirement account. In exchange, the former employees agreed to relinquish all claims to future vested health care amounts. Eighty-two former employees availed themselves of this opportunity, with the payment totaling approximately \$5,163,000. In 1995, employees were afforded the opportunity to transfer from the County's PERS to a new defined contribution plan. The defined benefit plan was closed to new hires as of July 1, 1994, and approximately one-third of County PERS members chose to transfer their retirement coverage to the new plan. Also in 1995, the funding method changed from the entry-age normal cost method to the aggregate actuarial cost method.

In the mid-1980s, the County established the Retirees' Health Care Trust (Trust) to account for the County's hospitalization benefits for retirees. This Trust has been actuarially funded for the past twelve years. A summary of the actuarial data over the past three years follows (in thousands):

	<u>1997</u>	<u>1996</u>	<u>1995</u>
Retirees and beneficiaries	\$ 74,269	72,302	62,091
Vested terminated employees	18,434	17,678	14,934
Active employees and other	<u>115,010</u>	<u>112,062</u>	<u>94,410</u>
	207,713	202,042	171,435
Net assets available for benefits, at cost	<u>94,473</u>	<u>80,904</u>	<u>66,657</u>
Unfunded accrued liability	<u>\$ 113,240</u>	<u>121,138</u>	<u>104,778</u>

Unfunded actuarial liabilities are being amortized as a fixed percent of payroll over a period of 19 years.

Deferred Compensation

Under Internal Revenue Code section 457, the County and the Road Commission offer employees a deferred compensation plan. The plan permits deferral of a portion of salary to future years. Deferred funds are not available to employees until termination, retirement, death, or an unforeseeable emergency as defined under the Internal Revenue Code. Assets and liabilities of these plans are not reported in the financial statements of the County or Road Commission.

Debt Administration

The County issued \$25.0 million in tax notes in 1998 to finance payments to local entities for delinquent taxes, and at the same time retired \$27.0 million in tax notes issued for the same purpose for prior years. At September 30, 1998, the balance of these notes payable was \$14.5 million.

The following is a summary of debt outstanding as of September 30, 1998 for the County and the Road Commission:

Bonds payable	\$ 287,233,125
Capital leases	99,444
Road Commission	4,940,800

The current bond rating with Standard and Poor's is AAA, and the rating with Moody's is Aaa unlimited, both of which have been recently upgraded as a result of the County's substantial and growing tax base, sound finances, and favorable debt position.

The County has pledged its full faith and credit on debt totaling approximately \$292.2 million. The General Fund is obligated if payments received on assessments levied against benefiting municipalities are insufficient to meet principal and interest requirements of this debt when due.

By statute, general obligation debt is limited to 10 percent of the equalized value. As of September 30, 1998, the debt limit was approximately \$4.3 billion; general obligation debt was approximately \$49.3 million.

### Cash Management

Investments are administered by the County Treasurer in compliance with the County of Oakland Investment Policy. Investments are held in the name of the County. The County purchases Certificates of Deposits, U.S. Treasury obligations, bankers' acceptances, and commercial paper rated at the time of purchase at the highest classification established by not less than two standard rating services: Standard and Poor's, Moody's Investors Services, Fitch Investors Services, and Duff and Phelps. Only federal and State-chartered banks and savings institutions which are members of the Federal Deposit Insurance Corporation are utilized. State law requires the use of in-state banks only. The County Treasurer does not engage in derivative trading.

Investments of the County and Road Commission Public Employees Retirement Systems are administered by their respective boards. Included in the County PERS at September 30, 1998 are collateralized mortgage obligations (CMOs) with a carrying value of less than 5 percent of the total portfolio. These investments include CMOs backed by FHLMC and FNMA, credit card receivables, and manufactured homes, and are within the defined investment objectives.

### Risk Management

The County is self-insured for general liability claims and has a risk manager to assess its exposure. Amounts of estimated claims, including those incurred but not reported, have been accrued. Claims expense recorded in 1998 for the County amounted to approximately \$1,518,000. The County is self-insured for workers' compensation claims up to \$500,000 per claim. Claims in excess of \$500,000 are covered by reinsurance. Estimated liabilities resulting from self-insured workers' compensation claims are recorded in the Fringe Benefits Internal Service fund and amounted to approximately \$14.2 million.

The County entered into a contract with Blue Cross/Blue Shield for a minimum-premium program and allows a third-party administrator to manage the County's self-insurance program for health programs.

The Road Commission is liable for losses up to a specific retention amount for general liability, workers' compensation, and medical claims. Management established and recorded estimates of the liability and the unasserted claims. Claims expense recorded for the year ended September 30, 1998 was approximately \$6.8 million.

## OTHER INFORMATION AND ACKNOWLEDGMENTS

*Single audit* - As a recipient of federal and State grants, the County is responsible for ensuring that an adequate internal control structure is in place and compliance with applicable laws and regulations is maintained. To ascertain the level of such compliance, the County has a single audit performed in accordance with the Single Audit Act of 1984, as amended, and U.S. Office of Management and Budget Circular A-133. The results of the most recent single audit disclosed no instances of material weaknesses in internal control structure or significant violations of applicable laws or regulations.

*Independent audit* - Michigan law requires an annual audit of the County's general purpose financial statements. The Oakland County Board of Commissioners engaged KPMG LLP for this purpose. The independent auditors' opinion has been included in this report.

The general purpose financial statements are the responsibility of the County. The responsibility of the independent auditors is to express an opinion on the County's general purpose financial statements based upon their audit, which is conducted in accordance with generally accepted auditing standards and the standards prescribed by the State Treasurer, State of Michigan. Those standards require that the audit be planned and performed in a manner to obtain reasonable assurance that the general purpose financial statements are free of material misstatements.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report for the nine-month period ended September 30, 1997. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR) whose contents conform to program standards. Such CAFRs must satisfy both generally accepted accounting principles and applicable legal requirements.

Citizens of Oakland County

February 26, 1999

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A Certificate of Achievement is valid for a period of one year only. The County received a Certificate of Achievement for the last six consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

The County was also awarded the GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting for its 1997 fiscal period. In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal.

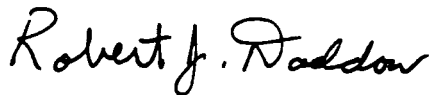
An Award for Outstanding Achievement in Popular Annual Financial Reporting is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

In addition, Oakland County was the recipient of the GFOA award for Distinguished Budget Presentation for the 1997-98 biennial budget. This award recognizes how well a government's budget serves as a policy document, a financial plan, an operations guide, and a communication device to the reader.

Citizens of Oakland County  
February 26, 1999  
Page 24

*Acknowledgments* - The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the Department of Management and Budget staff. The management wishes to thank each member of the team for their contribution to the completion of this report. In closing, without the leadership of County Executive L. Brooks Patterson and the Board of Commissioners, preparation of this report would not have been possible.

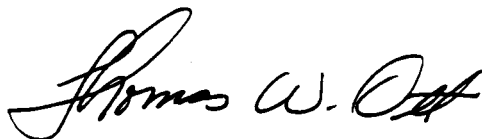
Sincerely,



Robert J. Daddow  
Fiscal Officer and Director  
Department of Management and Budget



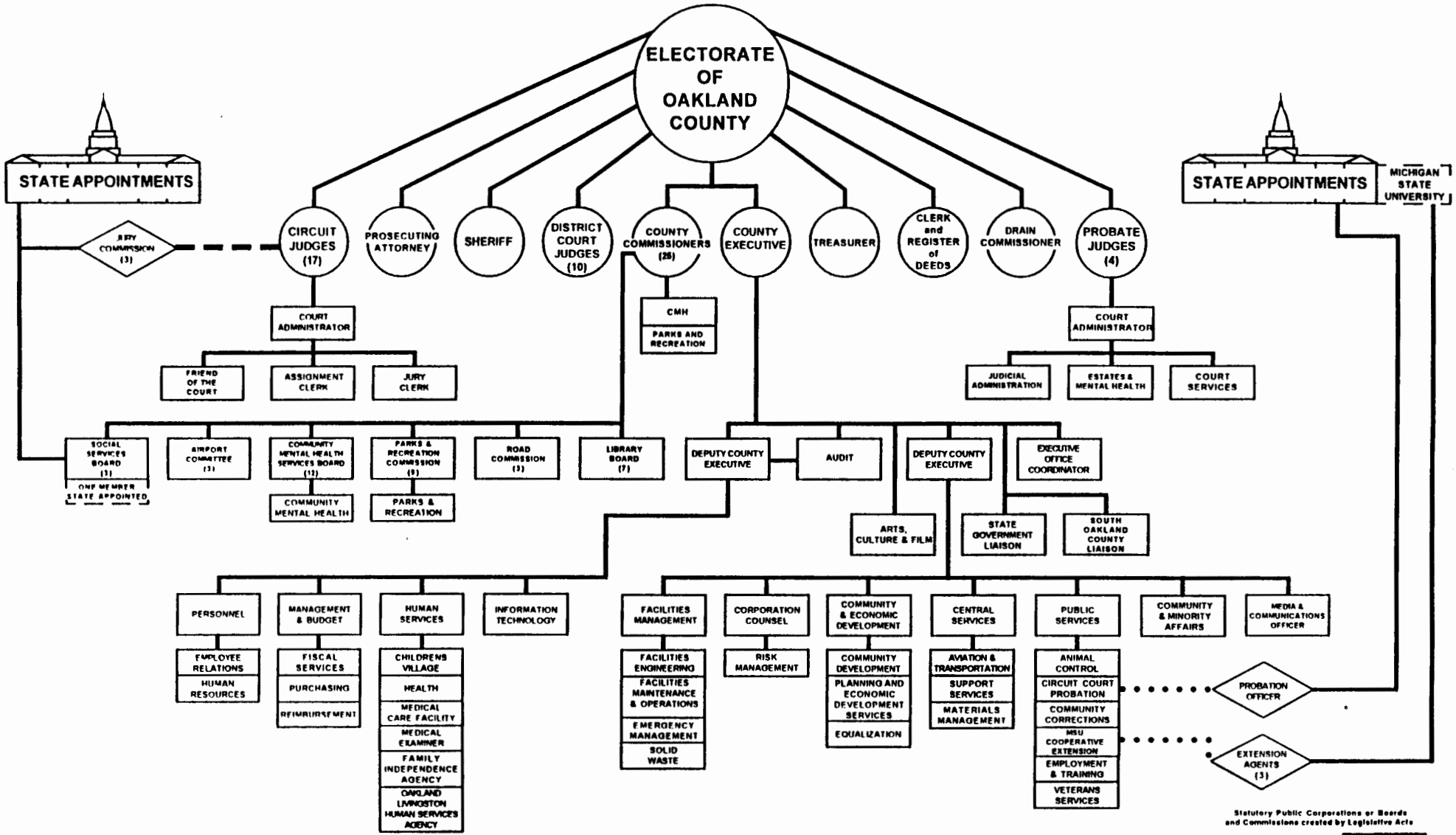
Jeffrey C. Pardee  
Deputy Director  
Department of Management and Budget



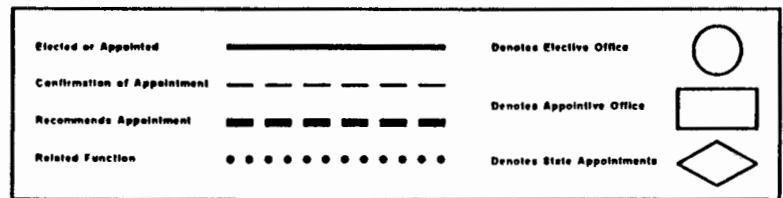
Thomas W. Ott  
Manager of Fiscal Services  
Department of Management and Budget



# OAKLAND COUNTY GOVERNMENT ORGANIZATIONAL CHART



- DRAIN BOARD (3)** Consists of Chairperson of the Board of Commissioners, Chairperson of the Finance and Personnel Committee and the Drain Commissioner.
- BOARD OF CANVASSERS (4)** Consists of four members appointed by the Board of Commissioners.
- PLAT BOARD (3)** Consists of Chairperson of the Board of Commissioners who is Chairperson of the Plat Board, the Clerk, Register of Deeds and the Treasurer.
- EMPLOYEES RETIREMENT COMMISSION (9)** Consists of Chairperson of the Board of Commissioners, Chairperson of the Finance and Personnel Committee, County Executive, Treasurer, one citizen member appointed by the Board of Commissioners, one retired member selected by Oakland County retired employees and three employee members selected by the membership of the retirement system.



- Statutory Public Corporations or Boards and Commissions created by Legislative Acts
- Act 128, PA 1917 as amended **LIBRARY BOARD (7)**
  - Act 116, PA 1954 as amended **ELECTION COMMISSION (3)**
  - Act 372, PA 1927 as amended **CONCEALED WEAPONS LICENSING BOARD (3)**
  - Act 31, PA 1948 (Ex. Session) as amended **BUILDING AUTHORITY (3)**

**COUNTY EXECUTIVE**

L. Brooks Patterson

**BOARD OF COMMISSIONERS**

John P. McCulloch, Chairperson  
Kay Schmid, Vice-Chairperson

Fran Amos  
Eric Coleman  
Dan Devine, Jr.  
Nancy Dingeldey  
Sue Ann Douglas  
John P. Garfield  
Vincent Gregory  
JoAnne Holbert

Donna R. Huntoon  
Gilda Z. Jacobs  
Donald W. Jensen  
Eugene Kaczmar  
Jeff Kingzett  
Ruth A. Johnson  
Thomas A. Law  
Frank H. Millard

Ruel E. McPherson  
David L. Moffitt  
Lawrence A. Obrecht  
Charles E. Palmer  
Dennis N. Powers  
Kay Schmid  
Shelley G. Taub  
Donn L. Wolf

**OTHER ELECTED OFFICIALS**

Clerk & Register of Deeds  
Lynn D. Allen

Treasurer  
C. Hugh Dohany

Drain Commissioner  
George W. Kuhn

Prosecuting Attorney  
David Gorcyca

Sheriff  
John F. Nichols

Chief Circuit Judge  
Edward Sosnick

Chief Probate Judge  
Eugene Arthur Moore

Chief District Judge  
William E. Bolle

**AIRPORT COMMITTEE**

Donn L. Wolf, Chairperson  
Dennis N. Powers, Vice-Chairperson  
Eugene Kaczmar, Secretary

**DRAIN BOARD**

George W. Kuhn, Drain Commissioner  
John P. McCulloch, Board Chairperson  
Sue Ann Douglas, Finance Committee Chairperson

**PARKS AND RECREATION**

Pecky D. Lewis, Jr., Chairperson  
Ruth A. Johnson, Vice-Chairperson  
Richard D. Kuhn, Jr., Secretary

Nancy McConnell  
Fred Korzon

George W. Kuhn  
Frank H. Millard, Jr.  
Charles E. Palmer

Richard G. Skarritt  
J. David Vanderveen

**ROAD COMMISSION**

Richard G. Skarritt, Chairperson  
Rudy D. Lozano, Vice-Chairperson  
Larry P. Crake, Commissioner

**BUILDING AUTHORITY**

Kenneth Strobel, Chairperson  
Tamara Vanwormer-Tazzia, Vice-Chairperson  
Thomas Fockler, Secretary  
L. Brooks Patterson  
C. Hugh Dohany

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Oakland County,  
Michigan

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
September 30, 1997

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Douglas R. Ellsworth*  
President

*Jeffrey L. Esler*  
Executive Director

## **II. FINANCIAL SECTION**

**The financial section contains:**

- A. Independent Auditors' Report**
- B. General Purpose Financial Statements**
- C. Notes to General Purpose Financial Statements**
- D. Financial Statements of Individual Funds**



Suite 1200  
150 West Jefferson  
Detroit, MI 48226-4429

## Independent Auditors' Report

The Board of Commissioners  
Oakland County, Michigan:

We have audited the general purpose financial statements of Oakland County, Michigan (the County) as of and for the year ended September 30, 1998, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the discretely presented Component Unit (the Road Commission, the Road Commission Deferred Compensation Plan, and the Road Commission Retirement System). The financial statements of the Road Commission and the Road Commission Deferred Compensation Plan reflect total assets of \$72,059,640 as of September 30, 1998 and total revenues of \$97,824,539 for the year then ended. The financial statements of the Road Commission Retirement System reflect total assets of \$128,057,480 as of December 31, 1997 and total additions of \$23,395,842 for the year then ended. Also, we did not audit the financial statements of Parks and Recreation (a Special Revenue fund), which statements reflect total assets of \$13,746,576 as of September 30, 1998 and total revenues of \$16,428,362 for the year ended September 30, 1998. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Component Unit and Parks and Recreation, is based solely upon the reports of other auditors.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.





The Board of Commissioners  
Oakland County, Michigan

In our opinion, based on our audit and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Oakland County, Michigan at September 30, 1998 and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles.

The year 2000 supplementary information on page 87 is not a required part of the general purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board, and we did not audit and do not express an opinion on such information. Further, we were unable to apply to the information certain procedures prescribed by professional standards because of the nature of the subject matter underlying the disclosure requirements and because sufficiently specific criteria regarding the matters to be disclosed have not been established. In addition, we do not provide assurance that the County is or will become year 2000 compliant, that the County's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the County does business are or will become year 2000 compliant.

As discussed in note 1 to the financial statements, during the year ended September 30, 1998 the County adopted the provision of Governmental Accounting Standards Board Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

As further discussed in note 17, the County and Road Commission adopted Governmental Accounting Standards Board Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 1999 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and account group statements and schedules as listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Oakland County, Michigan. Such information has been subjected to the auditing procedures



The Board of Commissioners  
Oakland County, Michigan

applied in the audit of the general purpose financial statements and, in our opinion, other than the Road Commission, a component unit, and Parks and Recreation, a Special Revenue fund, whose financial statements were audited by other auditors whose reports expressed an unqualified opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole. The statistical section data, as listed in the accompanying table of contents, were not subjected to the auditing procedures applied in our audit of the general purpose financial statements, and accordingly, we express no opinion thereon.

KPMG LLP

February 26, 1999

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**GENERAL PURPOSE  
FINANCIAL STATEMENTS**

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COUNTY OF OAKLAND  
 Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Unit  
 September 30, 1998

Assets and Other Debits	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Enterprise
<b>Current assets:</b>						
Cash and cash equivalents	\$ 62,659,758	46,256,958	3,187,635	33,714,759	157,500,316	42,304,756
Investments	20,315,195	-	14,997,369	-	67,396,025	6,628,375
Receivables (net of allowance for uncollectibles where applicable):						
Delinquent property taxes	-	-	-	-	47,939,818	-
Special assessments	-	72,969	250,866,749	128,256	-	-
Due from other governmental units	5,214,074	30,482,360	-	160,000	1,222,327	11,058,196
Accrued interest receivable	971,472	30,644	395,471	40,351	7,522,536	213,714
Accounts receivable	2,133,289	38,560,760	-	45,000	1,909,977	1,026,100
Due from other funds	27,677,455	26,190,249	184,594	14,093,712	6,608,526	2,652,484
Inventories and supplies	-	21,354	-	-	916,222	-
Net investment in direct financing lease	-	-	-	-	203,107	-
Advances	-	17,500	-	-	-	-
Prepayments and other assets	71,293	-	-	-	2,238,847	234,361
<b>Total current assets</b>	<b>119,042,536</b>	<b>141,632,794</b>	<b>269,631,818</b>	<b>48,182,078</b>	<b>293,457,701</b>	<b>64,117,986</b>
<b>Fixed assets, net where applicable, of accumulated depreciation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30,219,100</b>	<b>110,511,968</b>
<b>Long-term assets:</b>						
Advances	155,902	17,500	-	302,600	1,600,000	-
Contracts receivable	1,787,977	-	-	-	-	-
Special assessments receivable	-	176,741	-	271,916	-	-
Net investment in direct financing lease	-	-	-	-	172,312	-
<b>Total long-term assets</b>	<b>1,943,879</b>	<b>194,241</b>	<b>-</b>	<b>574,516</b>	<b>1,772,312</b>	<b>-</b>
<b>Other debits:</b>						
Amount available for debt service	-	-	-	-	-	-
Amounts to be provided:						
Bonds and notes	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total other debits</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total assets and other debits</b>	<b>\$ 120,986,415</b>	<b>141,827,035</b>	<b>269,631,818</b>	<b>48,756,594</b>	<b>325,449,113</b>	<b>174,629,954</b>

Fiduciary Fund Types	Account Groups		Total (Memorandum Only) - Primary Government	Component Unit		Total (Memorandum Only) - Reporting Entity
	General Fixed Assets	General Long-term Debt		Governmental Fund Type	Fiduciary Fund Type	
105,141,723	-	-	450,765,905	20,191,435	3,826,849	474,784,189
822,155,571	-	-	931,492,535	-	123,404,576	1,054,897,111
-	-	-	47,939,818	-	-	47,939,818
-	-	-	251,067,974	-	-	251,067,974
284,270	-	-	48,421,227	1,638,937	-	50,060,164
5,018,680	-	-	14,192,868	48,167	826,055	15,067,090
7,318,684	-	-	50,993,810	19,095,967	-	70,089,777
5,247,972	-	-	82,654,992	-	-	82,654,992
111,249	-	-	1,048,825	3,290,159	-	4,338,984
-	-	-	203,107	-	-	203,107
-	-	-	17,500	-	-	17,500
25,810	-	-	2,570,311	398,343	-	2,968,654
<u>945,303,959</u>	<u>-</u>	<u>-</u>	<u>1,881,368,872</u>	<u>44,663,008</u>	<u>128,057,480</u>	<u>2,054,089,360</u>
-	189,805,663	-	330,536,731	16,444,650	-	346,981,381
-	-	-	2,076,002	-	-	2,076,002
-	-	-	1,787,977	-	-	1,787,977
-	-	-	448,657	6,011,182	-	6,459,839
-	-	-	172,312	-	-	172,312
-	-	-	4,484,948	6,011,182	-	10,496,130
-	-	14,164,481	14,164,481	-	-	14,164,481
-	-	258,568,644	258,568,644	695,500	-	259,264,144
-	-	-	-	4,245,300	-	4,245,300
-	-	272,733,125	272,733,125	4,940,800	-	277,673,925
<u>945,303,959</u>	<u>189,805,663</u>	<u>272,733,125</u>	<u>2,489,123,676</u>	<u>72,059,640</u>	<u>128,057,480</u>	<u>2,689,240,796</u>

Continued

COUNTY OF OAKLAND  
 Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Unit, Continued  
 September 30, 1998

<u>Liabilities, Equity, and Other Credits</u>	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Enterprise
<b>Current liabilities:</b>						
Vouchers payable	\$ 6,124,647	6,221,433	-	1,240,007	2,128,144	553,194
Accrued payroll	2,148,470	293,210	-	-	85,791	45,808
Due to other governmental units	814,661	33,567,276	3,953,979	3,335,018	-	11,253,507
Due to other funds	24,904,040	33,486,518	184,594	13,265,609	5,598,059	1,568,965
Deferred revenue	4,684,665	2,568,533	250,850,000	271,916	-	-
Current portion of long-term debt	-	-	-	-	14,500,000	-
Current portion of workers' compensation	-	-	-	-	1,762,027	-
Current portion of advances payable	-	-	-	-	17,500	-
Current portion of capital lease obligations	-	-	-	-	72,862	-
Accrued interest payable	-	-	-	-	68,213	-
Other accrued liabilities	7,827,250	39,104,975	478,764	387,360	15,805,083	1,950,371
Property taxes deferred	38,465,712	2,200,071	-	-	-	-
Total current liabilities	<u>84,969,445</u>	<u>117,442,016</u>	<u>255,467,337</u>	<u>18,499,910</u>	<u>40,037,679</u>	<u>15,371,845</u>
<b>Long-term debt</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other liabilities:</b>						
Accrued workers' compensation	-	-	-	-	12,432,590	-
Accrued unreported health costs	-	-	-	-	5,740,088	-
Accrued sick and annual leave	-	-	-	-	11,555,293	-
Advances	-	210,902	-	247,600	1,617,500	-
Capital lease obligations	-	-	-	-	26,582	-
Total other liabilities	<u>-</u>	<u>210,902</u>	<u>-</u>	<u>247,600</u>	<u>31,372,053</u>	<u>-</u>
Total liabilities	<u>84,969,445</u>	<u>117,652,918</u>	<u>255,467,337</u>	<u>18,747,510</u>	<u>71,409,732</u>	<u>15,371,845</u>
<b>Equity and other credits:</b>						
Investment in general fixed assets	-	-	-	-	-	-
Contributed capital	-	-	-	-	12,543,394	106,793,305
<b>Retained earnings:</b>						
Reserved	-	-	-	-	7,519,932	27,443,605
Unreserved	-	-	-	-	233,976,055	25,021,199
Total retained earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,495,987</u>	<u>52,464,804</u>
<b>Fund balances:</b>						
Reserved	10,139,421	1,421,823	14,164,481	16,293,982	-	-
Unreserved:						
Designated	25,306,092	22,914,499	-	13,221,827	-	-
Undesignated	571,457	(162,205)	-	493,275	-	-
Total fund balances	<u>36,016,970</u>	<u>24,174,117</u>	<u>14,164,481</u>	<u>30,009,084</u>	<u>-</u>	<u>-</u>
Total equity and other credits	<u>36,016,970</u>	<u>24,174,117</u>	<u>14,164,481</u>	<u>30,009,084</u>	<u>254,039,381</u>	<u>159,258,109</u>
Total liabilities, equity, and other credits	<u>\$ 120,986,415</u>	<u>141,827,035</u>	<u>269,631,818</u>	<u>48,756,594</u>	<u>325,449,113</u>	<u>174,629,954</u>

The accompanying notes are and integral part of the financial statements.

Fiduciary Fund Types	Account Groups		Total (Memorandum Only) - Primary Government	Component Unit		Total (Memorandum Only) - Reporting Entity
	General Fixed Assets	General Long-term Debt		Governmental Fund Type	Fiduciary Fund Type	
1,126,831	-	-	17,394,256	8,747,937	-	26,142,193
2,681	-	-	2,575,960	-	-	2,575,960
78,588,456	-	-	131,512,897	-	-	131,512,897
3,647,207	-	-	82,654,992	-	-	82,654,992
-	-	-	258,375,114	15,354,106	-	273,729,220
-	-	-	14,500,000	-	-	14,500,000
-	-	-	1,762,027	-	-	1,762,027
-	-	-	17,500	-	-	17,500
-	-	-	72,862	-	-	72,862
-	-	-	68,213	-	-	68,213
19,472,967	-	-	85,026,770	5,468,775	152,927	90,648,472
-	-	-	40,665,783	-	-	40,665,783
<u>102,838,142</u>	<u>-</u>	<u>-</u>	<u>634,626,374</u>	<u>29,570,818</u>	<u>152,927</u>	<u>664,350,119</u>
<u>-</u>	<u>-</u>	<u>272,733,125</u>	<u>272,733,125</u>	<u>4,940,800</u>	<u>-</u>	<u>277,673,925</u>
-	-	-	12,432,590	-	-	12,432,590
-	-	-	5,740,088	-	-	5,740,088
-	-	-	11,555,293	-	-	11,555,293
-	-	-	2,076,002	-	-	2,076,002
-	-	-	26,582	-	-	26,582
<u>-</u>	<u>-</u>	<u>-</u>	<u>31,830,555</u>	<u>-</u>	<u>-</u>	<u>31,830,555</u>
<u>102,838,142</u>	<u>-</u>	<u>272,733,125</u>	<u>939,190,054</u>	<u>34,511,618</u>	<u>152,927</u>	<u>973,854,599</u>
-	189,805,663	-	189,805,663	16,444,650	-	206,250,313
-	-	-	119,336,699	-	-	119,336,699
-	-	-	34,963,537	-	-	34,963,537
-	-	-	258,997,254	-	-	258,997,254
<u>-</u>	<u>-</u>	<u>-</u>	<u>293,960,791</u>	<u>-</u>	<u>-</u>	<u>293,960,791</u>
842,138,316	-	-	884,158,023	3,290,159	127,904,553	1,015,352,735
327,501	-	-	61,769,919	17,813,213	-	79,583,132
-	-	-	902,527	-	-	902,527
<u>842,465,817</u>	<u>-</u>	<u>-</u>	<u>946,830,469</u>	<u>21,103,372</u>	<u>127,904,553</u>	<u>1,095,838,394</u>
<u>842,465,817</u>	<u>189,805,663</u>	<u>-</u>	<u>1,549,933,622</u>	<u>37,548,022</u>	<u>127,904,553</u>	<u>1,715,386,197</u>
<u>945,303,959</u>	<u>189,805,663</u>	<u>272,733,125</u>	<u>2,489,123,676</u>	<u>72,059,640</u>	<u>128,057,480</u>	<u>2,689,240,796</u>

COUNTY OF OAKLAND  
 Combined Statement of Revenues, Expenditures, and Changes in Fund Balances  
 All Governmental Fund Types, Expendable Trust Funds, and Discretely Presented Component Unit  
 For the year ended September 30, 1998

	Governmental Fund Types				Fiduciary Fund Type Expendable Trust	Total (Memorandum Only) - Primary Government	Component Unit Governmental Fund Type	Total (Memorandum Only) - Reporting Entity
	General	Special Revenue	Debt Service	Capital Projects				
<b>Revenues:</b>								
Taxes	\$ 152,301,324	8,743,994	-	-	-	161,045,318	-	161,045,318
Special assessments	-	1,432,016	40,973,723	3,936,734	-	46,342,473	2,420,504	48,762,977
Federal grants	-	13,497,794	-	445,703	-	13,943,497	12,520,997	26,464,494
State grants	-	89,224,400	-	-	-	89,224,400	67,584,807	156,809,207
Other intergovernmental revenues	34,751,209	94,508,310	-	-	24,909,100	154,168,619	9,393,024	163,561,643
Charges for services	68,598,553	19,191,178	33,426	-	-	87,823,157	3,070,547	90,893,704
Use of money	11,947,752	1,254,100	1,010,835	914,693	5,754,153	20,881,533	1,413,692	22,295,225
Net increase in fair value of investments	283,082	-	-	-	6,921,682	7,204,764	-	7,204,764
Other	402,023	1,098,681	-	3,805	16,030,347	17,534,856	1,420,968	18,955,824
<b>Total revenues</b>	<b>268,283,943</b>	<b>228,950,473</b>	<b>42,017,984</b>	<b>5,300,935</b>	<b>53,615,282</b>	<b>598,168,617</b>	<b>97,824,539</b>	<b>695,993,156</b>
<b>Expenditures:</b>								
<b>Current operations:</b>								
County Executive	43,907,597	64,369,800	-	-	-	108,277,397	-	108,277,397
Clerk/Register of Deeds	7,686,743	86,079	-	-	-	7,772,822	-	7,772,822
Treasurer	3,140,747	-	-	-	541,374	3,682,121	-	3,682,121
Justice administration	40,229,762	13,798,783	-	-	-	54,028,545	-	54,028,545
Law enforcement	87,458,640	4,427,203	-	-	949,566	92,835,409	-	92,835,409
Legislative	4,560,015	14,789	-	-	49,615	4,624,419	-	4,624,419
Drain Commissioner	5,924,718	4,985,615	-	-	22,271,334	33,181,667	-	33,181,667
Community mental health	-	162,774,890	-	-	-	162,774,890	-	162,774,890
Parks and Recreation	-	14,842,244	-	-	-	14,842,244	95,737,761	110,580,005
Road Commission	-	-	-	-	-	-	-	-
Non-departmental	12,509,070	7,965,322	-	-	5,740,473	26,214,865	-	26,214,865
<b>Total current operations</b>	<b>205,417,292</b>	<b>273,264,725</b>	<b>-</b>	<b>-</b>	<b>29,552,362</b>	<b>508,234,379</b>	<b>95,737,761</b>	<b>603,972,140</b>
Capital outlay	-	-	-	26,822,310	-	26,822,310	-	26,822,310
Intergovernmental	-	-	6,638,976	-	1,663,197	8,302,173	-	8,302,173
Debt service	-	-	45,180,822	-	-	45,180,822	-	45,180,822
<b>Total expenditures</b>	<b>205,417,292</b>	<b>273,264,725</b>	<b>51,819,798</b>	<b>26,822,310</b>	<b>31,215,559</b>	<b>588,539,684</b>	<b>95,737,761</b>	<b>684,277,445</b>

Continued

COUNTY OF OAKLAND  
 Combined Statement of Revenues, Expenditures, and Changes in Fund Balances, Continued  
 All Governmental Fund Types, Expendable Trust Funds, and Discretely Presented Component Unit  
 For the year ended September 30, 1998

	Governmental Fund Types				Fiduciary Fund Types Expendable Trust	Total (Memorandum Only) - Primary Government	Component Unit Governmental Fund Type	Total (Memorandum Only) - Reporting Entity
	General	Special Revenue	Debt Service	Capital Projects				
Excess (deficiency) of revenues over (under) expenditures	\$ 62,866,651	(44,314,252)	(9,801,814)	(21,521,375)	22,399,723	9,628,933	2,086,778	11,715,711
Other financing sources (uses):								
Operating transfers in	5,310,643	48,594,042	3,404,104	20,414,409	-	77,723,198	-	77,723,198
Operating transfer in from primary government	-	-	-	-	-	-	1,169,867	1,169,867
Operating transfers out	(63,421,562)	(1,127,850)	-	(10,931,945)	(37,967)	(75,519,324)	-	(75,519,324)
Operating transfer out to component unit	(1,169,867)	-	-	-	-	(1,169,867)	-	(1,169,867)
Proceeds from issuance of bonds	-	-	-	11,605,559	-	11,605,559	-	11,605,559
Payment to bond escrow agent	-	-	(9,942,038)	-	-	(9,942,038)	-	(9,942,038)
Proceeds from issuance of refunding bonds	-	-	10,115,000	-	-	10,115,000	-	10,115,000
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	3,585,865	3,151,940	(6,224,748)	(433,352)	22,361,756	22,441,461	3,256,645	25,698,106
Fund balances at October 1, 1997, as previously stated	32,275,642	21,202,518	20,389,229	30,262,095	113,291,512	217,420,996	17,846,727	235,267,723
Cumulative effect of change in accounting principle	155,463	-	-	-	8,030,930	8,186,393	-	8,186,393
Fund balances at October 1, 1997, as restated	32,431,105	21,202,518	20,389,229	30,262,095	121,322,442	225,607,389	17,846,727	243,454,116
Residual equity transfers in	-	-	7,945	180,341	-	188,286	-	188,286
Residual equity transfers out	-	(180,341)	(7,945)	-	-	(188,286)	-	(188,286)
Fund balances at September 30, 1998	<u>\$ 36,016,970</u>	<u>24,174,117</u>	<u>14,164,481</u>	<u>30,009,084</u>	<u>143,684,198</u>	<u>248,048,850</u>	<u>21,103,372</u>	<u>269,152,222</u>

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

COUNTY OF OAKLAND  
 Combined Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Amended Budget and Actual - General and Special Revenue Funds  
 For the year ended September 30, 1998

	General Fund			Budgeted Special Revenue Funds			Nonbudgeted Special Revenue Funds	Total Actual Special Revenue Funds - Primary Government
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)		
<b>Revenues:</b>								
Taxes	\$ 152,059,550	152,301,324	241,774	-	-	-	8,743,994	8,743,994
Special assessments	-	-	-	-	-	-	1,432,016	1,432,016
Federal grants	-	-	-	215,000	224,452	9,452	13,273,342	13,497,794
State grants	-	-	-	82,351,264	72,450,341	(9,900,923)	16,774,059	89,224,400
Other intergovernmental revenues	32,252,600	34,751,209	2,498,609	75,337,434	94,364,508	19,027,074	143,802	94,508,310
Charges for services	67,947,780	68,598,553	650,773	7,949,969	10,474,212	2,524,243	8,716,966	19,191,178
Use of money	12,046,333	11,947,752	(98,581)	-	-	-	1,254,100	1,254,100
Net increase in fair value of investments	-	283,082	283,082	-	-	-	-	-
Other	940,000	402,023	(537,977)	2,309,975	1,007,212	(1,302,763)	91,469	1,098,681
<b>Total revenues</b>	<b>265,246,263</b>	<b>268,283,943</b>	<b>3,037,680</b>	<b>168,163,642</b>	<b>178,520,725</b>	<b>10,357,083</b>	<b>50,429,748</b>	<b>228,950,473</b>
<b>Expenditures:</b>								
<b>Current operations:</b>								
County Executive	48,598,495	43,907,597	4,690,898	48,144,255	45,459,449	2,684,806	18,910,351	64,369,800
Clerk/Register of Deeds	7,866,242	7,686,743	179,499	-	-	-	86,079	86,079
Treasurer	3,183,780	3,140,747	43,033	-	-	-	-	-
Justice administration	42,357,645	40,229,762	2,127,883	13,736,844	13,453,034	283,810	345,749	13,798,783
Law enforcement	87,681,829	87,458,640	223,189	-	-	-	4,427,203	4,427,203
Legislative	4,644,846	4,560,015	84,831	-	-	-	14,789	14,789
Drain Commissioner	6,411,779	5,924,718	487,061	-	-	-	4,985,615	4,985,615
Community mental health	-	-	-	159,156,285	162,556,558	(3,400,273)	218,332	162,774,890
Parks and Recreation	-	-	-	-	-	-	14,842,244	14,842,244
Non-departmental	24,311,599	12,509,070	11,802,529	-	-	-	7,965,322	7,965,322
<b>Total current operations</b>	<b>225,056,215</b>	<b>205,417,292</b>	<b>19,638,923</b>	<b>221,037,384</b>	<b>221,469,041</b>	<b>(431,657)</b>	<b>51,795,684</b>	<b>273,264,725</b>
<b>Intergovernmental</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>225,056,215</b>	<b>205,417,292</b>	<b>19,638,923</b>	<b>221,037,384</b>	<b>221,469,041</b>	<b>(431,657)</b>	<b>51,795,684</b>	<b>273,264,725</b>

Continued

COUNTY OF OAKLAND  
 Combined Statement of Revenues, Expenditures, and Changes in Fund Balances, Continued  
 Amended Budget and Actual - General and Special Revenue Funds  
 For the year ended September 30, 1998

	General Fund			Budgeted Special Revenue Funds			Nonbudgeted Special Revenue Funds	Total Actual Special Revenue Funds - Primary Government
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)		
Excess (deficiency) of revenues over (under) expenditures	\$ 40,190,048	62,866,651	22,676,603	(52,873,742)	(42,948,316)	9,925,426	(1,365,936)	(44,314,252)
Other financing sources (uses):								
Operating transfers in	7,160,447	5,310,643	(1,849,804)	53,102,554	48,526,560	(4,575,994)	67,482	48,594,042
Operating transfers out	(66,518,605)	(63,421,562)	3,097,043	-	(5,300)	(5,300)	(1,122,550)	(1,127,850)
Operating transfer out to component unit	(1,250,000)	(1,169,867)	80,133	-	-	-	-	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(20,418,110)	3,585,865	24,003,975	228,812	5,572,944	5,344,132	(2,421,004)	3,151,940
Fund balances at October 1, 1997, as previously stated	32,275,642	32,275,642	-	1,230,294	1,230,294	-	19,972,224	21,202,518
Cumulative effect of change in accounting principle	-	155,463	155,463	-	-	-	-	-
Fund balances at October 1, 1997, as restated	32,275,642	32,431,105	155,463	1,230,294	1,230,294	-	19,972,224	21,202,518
Residual equity transfers out	-	-	-	-	-	-	(180,341)	(180,341)
Fund balances at September 30, 1998	<u>\$ 11,857,532</u>	<u>36,016,970</u>	<u>24,159,438</u>	<u>1,459,106</u>	<u>6,803,238</u>	<u>5,344,132</u>	<u>17,370,879</u>	<u>24,174,117</u>

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



COUNTY OF OAKLAND  
 Combined Statement of Revenues, Expenses, and Changes in Retained Earnings/Fund Balances  
 All Proprietary Fund Types  
 For the year ended September 30, 1998

	Proprietary Fund Type		Total (Memorandum Only) - Primary Government
	Internal Service	Enterprise	
Operating revenues:			
Charges for services	\$ 146,221,123	62,336,370	208,557,493
Other	-	2,058,004	2,058,004
Total operating revenues	<u>146,221,123</u>	<u>64,394,374</u>	<u>210,615,497</u>
Operating expenses:			
Salaries	14,073,566	5,597,242	19,670,808
Fringe benefits	71,155,264	2,625,886	73,781,150
Contractual services	28,709,498	54,375,458	83,084,956
Commodities	8,115,953	1,628,115	9,744,068
Depreciation	7,671,941	4,074,145	11,746,086
Internal services	4,508,202	1,340,514	5,848,716
Total operating expenses	<u>134,234,424</u>	<u>69,641,360</u>	<u>203,875,784</u>
Operating income (loss)	<u>11,986,699</u>	<u>(5,246,986)</u>	<u>6,739,713</u>
Nonoperating revenues (expenses):			
Interest revenue	10,180,584	2,543,160	12,723,744
Interest expense	(695,527)	-	(695,527)
Net increase in fair value of investments	889,285	-	889,285
Gain on sale of property and equipment	434,787	6,145	440,932
Net nonoperating revenues	<u>10,809,129</u>	<u>2,549,305</u>	<u>13,358,434</u>
Income (loss) before operating transfers	22,795,828	(2,697,681)	20,098,147
Operating transfers in	7,117,682	120,191	7,237,873
Operating transfers out	(8,325,087)	(1,116,660)	(9,441,747)
Net income (loss)	<u>21,588,423</u>	<u>(3,694,150)</u>	<u>17,894,273</u>
Add back depreciation closed to contributed capital	-	3,598,405	3,598,405
Net income (loss) closed to retained earnings/fund balances	<u>21,588,423</u>	<u>(95,745)</u>	<u>21,492,678</u>
Retained earnings at October 1, 1997, as previously stated	219,687,442	52,560,549	272,247,991
Cumulative effect of change in accounting principle	220,122	-	220,122
Retained earnings at October 1, 1997, as restated	<u>219,907,564</u>	<u>52,560,549</u>	<u>272,468,113</u>
Retained earnings at September 30, 1998	<u>\$ 241,495,987</u>	<u>52,464,804</u>	<u>293,960,791</u>

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

COUNTY OF OAKLAND  
 Combined Statement of Changes in Plan Net Assets  
 Pension Trust Funds - Defined Benefit Plans  
 For the year ended September 30, 1998

	<u>Primary Government Oakland County Employees' Retirement</u>	<u>Component Unit Road Commission Retirement</u>	<u>Total (Memorandum Only) - Reporting Entity</u>
Additions:			
Contributions:			
Employer	\$ 6,421,492	3,289,600	9,711,092
Plan members	<u>540,931</u>	<u>-</u>	<u>540,931</u>
Total contributions	<u>6,962,423</u>	<u>3,289,600</u>	<u>10,252,023</u>
Investment income:			
Net increase in fair value of investments	71,870,909	15,453,609	87,324,518
Interest and dividends	28,335,034	5,209,810	33,544,844
Less investment expense	<u>-</u>	<u>(557,177)</u>	<u>(557,177)</u>
Net investment income	<u>100,205,943</u>	<u>20,106,242</u>	<u>120,312,185</u>
Total additions	<u>107,168,366</u>	<u>23,395,842</u>	<u>130,564,208</u>
Deductions:			
Benefits	17,538,942	3,527,745	21,066,687
Distribution to defined contribution plan	<u>15,052,554</u>	<u>-</u>	<u>15,052,554</u>
Total deductions	<u>32,591,496</u>	<u>3,527,745</u>	<u>36,119,241</u>
Net increase	74,576,870	19,868,097	94,444,967
Net assets held in trust for:			
Employees' pension benefits:			
At October 1, 1997, as previously stated	624,204,749	89,151,487	713,356,236
Cumulative effect of change in accounting principle	<u>-</u>	<u>18,884,969</u>	<u>18,884,969</u>
At October 1, 1997, as restated	<u>624,204,749</u>	<u>108,036,456</u>	<u>732,241,205</u>
At September 30, 1998	<u>\$ 698,781,619</u>	<u>127,904,553</u>	<u>826,686,172</u>

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

COUNTY OF OAKLAND  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types  
 For the year ended September 30, 1998

	<u>Internal Service</u>	<u>Enterprise</u>	Total (Memorandum Only) - Primary <u>Government</u>
Cash flows from operating activities:			
Cash received from users	\$ 158,232,232	63,975,716	222,207,948
Cash paid to suppliers	(108,953,500)	(59,548,238)	(168,501,738)
Cash paid to employees	(14,080,972)	(5,584,905)	(19,665,877)
	<hr/>	<hr/>	<hr/>
Net cash provided by (used in) operating activities	35,197,760	(1,157,427)	34,040,333
	<hr/>	<hr/>	<hr/>
Cash flows from noncapital financing activities:			
Operating transfers in	2,677,664	120,191	2,797,855
Operating transfers out	(8,325,087)	(1,116,660)	(9,441,747)
Issuance of long-term debt	25,000,000	-	25,000,000
Advances issued	(1,600,000)	-	(1,600,000)
Repayments of advances	(17,500)	-	(17,500)
Interest paid on long-term debt	(657,719)	-	(657,719)
Principal payments on long-term debt	(27,000,000)	-	(27,000,000)
	<hr/>	<hr/>	<hr/>
Net cash used in noncapital financing activities	(9,922,642)	(996,469)	(10,919,111)
	<hr/>	<hr/>	<hr/>
Cash flows from capital and related financing activities:			
Operating transfers in	4,440,018	-	4,440,018
Advances	1,600,000	-	1,600,000
Proceeds on sale of fixed assets	599,020	6,145	605,165
Acquisition of fixed assets	(8,728,097)	(383,415)	(9,111,512)
Principal paid on capital leases	(102,625)	-	(102,625)
Amount received on direct financing leases	203,108	-	203,108
Amount paid on equipment contracts	(13,266)	-	(13,266)
Interest paid on equipment contracts and capital leases	(17,750)	-	(17,750)
	<hr/>	<hr/>	<hr/>
Net cash used in capital and related financing activities	(2,019,592)	(377,270)	(2,396,862)
	<hr/>	<hr/>	<hr/>
Cash flows from investing activities:			
Purchase of investments	(47,092,600)	(12,867,382)	(59,959,982)
Interest	9,873,700	2,737,510	12,611,210
Proceeds from sale and maturities of investments	52,158,559	30,205,614	82,364,173
	<hr/>	<hr/>	<hr/>
Net cash provided by investing activities	14,939,659	20,075,742	35,015,401
	<hr/>	<hr/>	<hr/>
Net increase in cash and cash equivalents	38,195,185	17,544,576	55,739,761
	<hr/>	<hr/>	<hr/>
Cash and cash equivalents at October 1, 1997	119,305,131	24,760,180	144,065,311
	<hr/>	<hr/>	<hr/>
Cash and cash equivalents at September 30, 1998	\$ 157,500,316	42,304,756	199,805,072
	<hr/>	<hr/>	<hr/>

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COUNTY OF OAKLAND  
 Combined Statement of Cash Flows, Continued  
 All Proprietary Fund Types  
 For the year ended September 30, 1998

	<u>Internal Service</u>	<u>Enterprise</u>	<u>Total (Memorandum Only) - Primary Government</u>
Operating income (loss)	\$ 11,986,699	(5,246,986)	6,739,713
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	7,671,941	4,074,145	11,746,086
Increase in delinquent property taxes receivable	(125,779)	-	(125,779)
Decrease in due from other governmental units	147,586	618,201	765,787
(Increase) decrease in accounts receivable	(174,725)	115,513	(59,212)
(Increase) decrease in due from other funds	10,944,632	(1,152,372)	9,792,260
Decrease in inventories and supplies	61,371	-	61,371
Increase in prepayments and other assets	(1,286,235)	8,983	(1,277,252)
Increase (decrease) in vouchers payable	(3,111,659)	11,934	(3,099,725)
Increase (decrease) in accrued payroll	(7,406)	12,337	4,931
Decrease in due to other governmental units	-	(839,720)	(839,720)
Increase in due to other funds	3,558,463	211,309	3,769,772
Increase in current portion of workers' compensation	60,653	-	60,653
Increase in other accrued liabilities	2,025,426	1,029,229	3,054,655
Increase in accrued workers' compensation	436,479	-	436,479
Increase in accrued unreported health care costs	2,550,991	-	2,550,991
Increase in accrued sick and annual leave	459,323	-	459,323
	<u>\$ 35,197,760</u>	<u>(1,157,427)</u>	<u>34,040,333</u>

Noncash transactions:

Noncash capital and related financing activities included \$7,293,478 of capital assets contributed in the Information Technology fund, an Internal Service fund. A \$71,565 and \$4,800 reduction in capital lease obligations and fixed assets in the Motor Pool and Mailing, Copier, and Printing Internal Service funds, respectively, related to the termination of a lease agreement and return of the asset. The County also disposed of \$66,353 of fully depreciated assets in the Micrographics Internal Service fund, and \$3,796,191 of capital assets contributed in the Airport Facilities fund, an Enterprise fund.

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

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements  
September 30, 1998

(1) Summary of Significant Accounting Policies

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

(A) The Financial Reporting Entity

As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

The accompanying financial statements present Oakland County (the Primary Government) and its component units. The County's Parks and Recreation Commission is not legally separate from the County, nor does it possess separate corporate powers. As such, the financial data of the County's Parks and Recreation Commission have been included with the financial data of the Primary Government. The financial data of the component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Blended Component Unit

A blended component unit is a legally separate entity from the County, but is so intertwined with the County that it is, in substance, the same as the County. It is reported as part of the County and blended into the appropriate funds.

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Balance Sheet, Continued  
September 30, 1998

Assets	J.T.P.A. Grants	Law Enforcement Grants	Mental Health Grants	Human Service Grants	Other Grants	Total
<b>Current assets:</b>						
Cash and cash equivalents	\$ 4,184	-	60,786	958,136	-	46,256,958
Special assessments receivable	-	-	-	-	-	72,969
Due from other governmental units	2,201,561	1,279,427	238,710	2,181,393	1,470,855	30,482,360
Accrued interest receivable	-	-	-	-	-	30,644
Accounts receivable (net of allowance for uncollectibles where applicable)	22,225	28,305	40,322	4,171	-	38,560,760
Due from other funds	-	708,828	23,973	530,770	107,273	26,190,249
Inventories and supplies	-	-	-	-	-	21,354
Current portion of advances	-	-	-	-	-	17,500
<b>Total current assets</b>	<b>2,227,970</b>	<b>2,016,560</b>	<b>363,791</b>	<b>3,674,470</b>	<b>1,578,128</b>	<b>141,632,794</b>
<b>Long-term assets:</b>						
Advances	-	-	-	-	-	17,500
Special assessments receivable	-	-	-	-	-	176,741
<b>Total assets</b>	<b>\$ 2,227,970</b>	<b>2,016,560</b>	<b>363,791</b>	<b>3,674,470</b>	<b>1,578,128</b>	<b>141,827,035</b>
<b>Liabilities and Fund Balances</b>						
<b>Current liabilities:</b>						
Vouchers payable	\$ 463,346	13,479	51,693	307,325	10,950	6,221,433
Accrued payroll	-	-	-	-	-	293,210
Due to other governmental units	24,353	13,870	-	975,371	-	33,567,276
Due to other funds	13,494	1,644,468	-	508,314	1,523,618	33,486,518
Deferred revenue	-	110,008	66,880	256,281	37,089	2,568,533
Other accrued liabilities	1,726,777	234,735	245,218	1,627,179	6,471	39,104,975
Property taxes deferred	-	-	-	-	-	2,200,071
<b>Total current liabilities</b>	<b>2,227,970</b>	<b>2,016,560</b>	<b>363,791</b>	<b>3,674,470</b>	<b>1,578,128</b>	<b>117,442,016</b>
<b>Other liabilities - advances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>210,902</b>
<b>Total liabilities</b>	<b>2,227,970</b>	<b>2,016,560</b>	<b>363,791</b>	<b>3,674,470</b>	<b>1,578,128</b>	<b>117,652,918</b>
<b>Fund balances:</b>						
Reserve for encumbrances	-	-	-	-	-	1,285,915
Reserve for inventories and supplies	-	-	-	-	-	21,354
Reserve for long-term advances	-	-	-	-	-	17,500
Reserve for construction and maintenance	-	-	-	-	-	97,054
<b>Total reserved</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,421,823</b>
<b>Unreserved:</b>						
Designated for construction and maintenance	-	-	-	-	-	5,186,992
Designated for programs	-	-	-	-	-	17,727,507
Undesignated	-	-	-	-	-	(162,205)
<b>Total unreserved</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,752,294</b>
<b>Total fund balances (deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24,174,117</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,227,970</b>	<b>2,016,560</b>	<b>363,791</b>	<b>3,674,470</b>	<b>1,578,128</b>	<b>141,827,035</b>

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Balance Sheet, Continued  
September 30, 1998

<u>Assets</u>	Drains-Act 40 Maintenance <u>Chapter 4 &amp; 18</u>	Drains-Act 40 Maintenance <u>Chapter 20 &amp; 21</u>	Sewer Act 94	Lake Level Act 146	Lake Improvements Act 345	Multi- Organizational <u>Grants</u>
<b>Current assets:</b>						
Cash and cash equivalents	\$ 3,095,105	6,514,864	190,939	129,662	846,045	-
Special assessments receivable	7,887	6,457	-	58,625	-	-
Due from other governmental units	-	-	82,530	-	-	1,524,687
Accrued interest receivable	-	29,929	715	-	-	-
Accounts receivable (net of allowance for uncollectibles where applicable)	-	-	-	-	-	400
Due from other funds	-	25,000	-	-	-	113,852
Inventories and supplies	-	-	-	-	-	-
Current portion of advances	-	-	-	-	-	-
Total current assets	<u>3,102,992</u>	<u>6,576,250</u>	<u>274,184</u>	<u>188,287</u>	<u>846,045</u>	<u>1,638,939</u>
<b>Long-term assets:</b>						
Advances	-	-	-	-	-	-
Special assessments receivable	-	-	-	176,741	-	-
Total assets	<u>\$ 3,102,992</u>	<u>6,576,250</u>	<u>274,184</u>	<u>365,028</u>	<u>846,045</u>	<u>1,638,939</u>
<u>Liabilities and Fund Balances</u>						
<b>Current liabilities:</b>						
Vouchers payable	\$ -	-	-	-	-	120,025
Accrued payroll	-	-	-	-	-	-
Due to other governmental units	3,053	1,584,233	-	-	-	-
Due to other funds	353,299	932,855	-	163,226	164,923	515,164
Deferred revenue	-	-	-	176,741	-	-
Other accrued liabilities	2,114,161	63,082	-	31,999	-	1,003,750
Property taxes deferred	-	-	-	-	-	-
Total current liabilities	<u>2,470,513</u>	<u>2,580,170</u>	<u>-</u>	<u>371,966</u>	<u>164,923</u>	<u>1,638,939</u>
Other liabilities - advances	-	-	-	155,267	25,635	-
Total liabilities	<u>2,470,513</u>	<u>2,580,170</u>	<u>-</u>	<u>527,233</u>	<u>190,558</u>	<u>1,638,939</u>
<b>Fund balances:</b>						
Reserve for encumbrances	-	-	-	-	-	-
Reserve for inventories and supplies	-	-	-	-	-	-
Reserve for long-term advances	-	-	-	-	-	-
Reserve for construction and maintenance	-	97,054	-	-	-	-
Total reserved	<u>-</u>	<u>97,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unreserved:</b>						
Designated for construction and maintenance	632,479	3,899,026	-	-	655,487	-
Designated for programs	-	-	274,184	-	-	-
Undesignated	-	-	-	(162,205)	-	-
Total unreserved	<u>632,479</u>	<u>3,899,026</u>	<u>274,184</u>	<u>(162,205)</u>	<u>655,487</u>	<u>-</u>
Total fund balances (deficit)	<u>632,479</u>	<u>3,996,080</u>	<u>274,184</u>	<u>(162,205)</u>	<u>655,487</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 3,102,992</u>	<u>6,576,250</u>	<u>274,184</u>	<u>365,028</u>	<u>846,045</u>	<u>1,638,939</u>

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Balance Sheet, Continued  
September 30, 1998

<u>Assets</u>	Housing and Community Development	County <u>Library</u>	State Court <u>Disbursement</u>	County Veterans' <u>Trust</u>	County <u>Market</u>	Millage Reduction and <u>Stabilization</u>
<b>Current assets:</b>						
Cash and cash equivalents	\$ 1,574,127	350,875	3,273,103	27,732	48,129	3,281,447
Special assessments receivable	-	-	-	-	-	-
Due from other governmental units	67,289	-	-	-	-	-
Accrued interest receivable	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles where applicable)	-	-	-	-	-	-
Due from other funds	270,928	-	-	-	1,675	-
Inventories and supplies	-	-	-	-	-	-
Current portion of advances	-	-	-	-	-	-
Total current assets	<u>1,912,344</u>	<u>350,875</u>	<u>3,273,103</u>	<u>27,732</u>	<u>49,804</u>	<u>3,281,447</u>
<b>Long-term assets:</b>						
Advances	-	-	-	-	-	-
Special assessments receivable	-	-	-	-	-	-
Total assets	<u>\$ 1,912,344</u>	<u>350,875</u>	<u>3,273,103</u>	<u>27,732</u>	<u>49,804</u>	<u>3,281,447</u>
<b><u>Liabilities and Fund Balances</u></b>						
<b>Current liabilities:</b>						
Vouchers payable	\$ 41	-	-	659	-	-
Accrued payroll	-	-	-	-	-	-
Due to other governmental units	-	-	-	-	-	-
Due to other funds	-	-	-	-	70	-
Deferred revenue	1,882,211	-	-	-	-	-
Other accrued liabilities	92	24,261	-	-	-	-
Property taxes deferred	-	-	-	-	-	-
Total current liabilities	<u>1,882,344</u>	<u>24,261</u>	<u>-</u>	<u>659</u>	<u>70</u>	<u>-</u>
Other liabilities - advances	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,912,344</u>	<u>24,261</u>	<u>-</u>	<u>659</u>	<u>70</u>	<u>-</u>
<b>Fund balances:</b>						
Reserve for encumbrances	-	-	-	-	-	-
Reserve for inventories and supplies	-	-	-	-	-	-
Reserve for long-term advances	-	-	-	-	-	-
Reserve for construction and maintenance	-	-	-	-	-	-
Total reserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unreserved:</b>						
Designated for construction and maintenance	-	-	-	-	-	-
Designated for programs	-	326,614	3,273,103	27,073	49,734	3,281,447
Undesignated	-	-	-	-	-	-
Total unreserved	<u>-</u>	<u>326,614</u>	<u>3,273,103</u>	<u>27,073</u>	<u>49,734</u>	<u>3,281,447</u>
Total fund balances (deficit)	<u>-</u>	<u>326,614</u>	<u>3,273,103</u>	<u>27,073</u>	<u>49,734</u>	<u>3,281,447</u>
Total liabilities and fund balances	<u>\$ 1,912,344</u>	<u>350,875</u>	<u>3,273,103</u>	<u>27,732</u>	<u>49,804</u>	<u>3,281,447</u>



COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Balance Sheet  
September 30, 1998

<u>Assets</u>	County <u>Health</u>	Community Mental <u>Health</u>	Juvenile <u>Maintenance</u>	Social Welfare Foster Care	Friend of the <u>Court</u>	<u>C.R.I.M.P.</u>	Parks and <u>Recreation</u>
<b>Current assets:</b>							
Cash and cash equivalents	\$ -	12,494,976	-	28,231	-	55,341	13,323,276
Special assessments receivable	-	-	-	-	-	-	-
Due from other governmental units	1,272,237	18,309,398	1,815,066	6,229	-	-	32,978
Accrued interest receivable	-	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles where applicable)	71,350	37,817,788	240,231	-	4,047	-	331,921
Due from other funds	6,507,791	4,181,059	1,409,518	-	12,078,723	228,812	2,047
Inventories and supplies	-	-	-	-	-	-	21,354
Current portion of advances	-	-	-	-	-	-	17,500
<b>Total current assets</b>	<b>7,851,378</b>	<b>72,803,221</b>	<b>3,464,815</b>	<b>34,460</b>	<b>12,082,770</b>	<b>284,153</b>	<b>13,729,076</b>
<b>Long-term assets:</b>							
Advances	-	-	-	-	-	-	17,500
Special assessments receivable	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 7,851,378</b>	<b>72,803,221</b>	<b>3,464,815</b>	<b>34,460</b>	<b>12,082,770</b>	<b>284,153</b>	<b>13,746,576</b>
<b><u>Liabilities and Fund Balances</u></b>							
<b>Current liabilities:</b>							
Vouchers payable	\$ 263,577	4,295,141	350,587	2,707	18,317	-	323,586
Accrued payroll	12,692	248,052	-	-	-	-	32,466
Due to other governmental units	553,066	30,113,330	300,000	-	-	-	-
Due to other funds	5,493,569	7,610,361	2,474,283	22,353	12,060,019	-	6,502
Deferred revenue	-	-	-	-	-	-	39,323
Other accrued liabilities	203,717	25,351,695	334,293	9,400	400	-	6,127,745
Property taxes deferred	-	-	-	-	-	-	2,200,071
<b>Total current liabilities</b>	<b>6,526,621</b>	<b>67,618,579</b>	<b>3,459,163</b>	<b>34,460</b>	<b>12,078,736</b>	<b>-</b>	<b>8,729,693</b>
<b>Other liabilities - advances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>6,526,621</b>	<b>67,618,579</b>	<b>3,459,163</b>	<b>34,460</b>	<b>12,078,736</b>	<b>-</b>	<b>8,729,693</b>
<b>Fund balances:</b>							
Reserve for encumbrances	1,140,610	82,129	5,652	-	4,034	-	53,490
Reserve for inventories and supplies	-	-	-	-	-	-	21,354
Reserve for long-term advances	-	-	-	-	-	-	17,500
Reserve for construction and maintenance	-	-	-	-	-	-	-
<b>Total reserved</b>	<b>1,140,610</b>	<b>82,129</b>	<b>5,652</b>	<b>-</b>	<b>4,034</b>	<b>-</b>	<b>92,344</b>
<b>Unreserved:</b>							
Designated for construction and maintenance	-	-	-	-	-	-	-
Designated for programs	184,147	5,102,513	-	-	-	284,153	4,924,539
Undesignated	-	-	-	-	-	-	-
<b>Total unreserved</b>	<b>184,147</b>	<b>5,102,513</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>284,153</b>	<b>4,924,539</b>
<b>Total fund balances (deficit)</b>	<b>1,324,757</b>	<b>5,184,642</b>	<b>5,652</b>	<b>-</b>	<b>4,034</b>	<b>284,153</b>	<b>5,016,883</b>
<b>Total liabilities and fund balances</b>	<b>\$ 7,851,378</b>	<b>72,803,221</b>	<b>3,464,815</b>	<b>34,460</b>	<b>12,082,770</b>	<b>284,153</b>	<b>13,746,576</b>

## Human Service Grants Fund, Continued

- Michigan Department of Public Health-Office of Substance Abuse Services utilizes State and federal funds to provide a coordinating agency with the State of Michigan that is designed to develop comprehensive plans for substance abuse treatment, rehabilitation services, and prevention services, as well as providing statistical data to the State.
- Immunization Action Plan, which utilizes State and federal funds to increase complete immunizations for County Health Division clients.
- Family Planning, which accounts for State and federal funds utilized to provide information and counseling on family planning matters.
- Women, Infants and Children (WIC), utilizing State and federal funds to provide health assessment, nutrition education, and nutritious food supplements for pregnant women, infants, and children of low-income families.
- Cardiovascular which utilizes State funds to enhance the Work Site Community Program, which attempts to reduce behavioral risk factors that lead to cardiovascular disease, cancer, diabetes, and other chronic illnesses.
- TB Outreach, which accounts for State and federal funds utilized to provide information and counseling on tuberculosis, and referrals for follow-up care.
- AIDS Counseling and Testing Program, which accounts for State and federal funds used to provide comprehensive AIDS prevention and control services.
- Community Health Assessment, which utilizes State funds to do community health assessments of Oakland County residents.
- Core Services, utilizing State funds to enhance Health Division infrastructure.
- Health Vaccine for Children, utilizing State funds for distribution of vaccine to private physicians and for use in the Oakland County Health Division clinics.
- Health Lead Abatement, which utilizes federal pass-through funds from the U.S. Department of Housing and Urban Development to provide remediation of lead-based paint hazards in targeted high-risk communities, specifically the needs of children under the age of six with elevated blood lead levels and their living environments.
- Minority Health, which utilizes State and local funds in promoting and coordinating service for pregnant clients, as well as improving capabilities for networking among community agencies concerned with improving pregnancy outcomes.

The Other Grants Fund, consisting of grant sub-funds where the function does not relate specifically to one of the other areas:

- F.O.C. (Friend of the Court) Medical Support, which accounts for utilization of State and federal funds to identify backlogs of existing Title IV-D cases requiring medical support enforcement and determine and initiate action needed for backlogged and new cases.
- Clerk/Register of Deeds Survey/Re monumentation, utilizing State funds to locate, verify, replace, or reposition government sector corners and quarter corners within the County, per Public Act 345 of 1990.
- Tornado Siren, which utilizes County and municipal funds in the procurement and installation of tornado siren units used in the tornado warning system.

### Law Enforcement Grants Fund, Continued

- Stop Violence Against Women utilizes federal pass-through funds from the U.S. Department of Justice to hire additional prosecutorial staff who will aid in case prosecution, police training, coordination, and statistical research of cases of violence against women.
- Drug Policy Grants accounts for utilization of federal funds for programs administered by the Oakland County Prosecutor and Sheriff in the surveillance, apprehension, prosecution, and sentencing of drug offenders, as well as keeping a zero-tolerance population within the prison system.
- Sheriff C.O.P.S. (Community Oriented Policing Services) Ahead, which accounts for costs necessary in the hiring of career law enforcement officers to increase police presence and to enhance public safety.

The Mental Health Grants Fund accounts for funding of two programs to benefit mental health:

- C.M.H. (Community Mental Health) Grants, which account for the use of State and federal funds to provide community mental health education, homeless, and adoptive services.
- C.M.H. Family to Family utilizes Skillman Foundation funds to provide families with children having severe emotional impairments out-of-home respite care from host families.

The Human Service Grants Fund accounts for the cost of various health-related/grant-funded programs:

- TB Regimen utilizes State and federal funds to provide patient and nurse education regarding tuberculosis.
- Breast Cancer Control utilizes State funds to screen low-income women for breast and cervical cancer.
- Pregnancy Prevention utilizes State funds in a program designed to prevent pregnancies.
- Michigan Health Initiative utilizes local funds to initiate a cardiovascular risk-reduction screening program, which includes initial testing, follow-up service, and counseling.
- Michigan Child Health (MCH) Block Grant utilizes State and federal funds to provide services to enroll high-risk pregnant women into Medicaid; assist high-risk families through community outreach to access insurance benefits and medical providers; and coordinate and facilitate maternal and infant health initiatives throughout the community/County with the objectives of reducing fetal and infant mortality, reduce teen and unwanted pregnancy, and improve pregnancy outcomes. A portion of the MCH Block Grant is used for the operation of the Children's Special Health Care Program, which enrolls special needs children and assists in the payment of medical bills and the coordination of medical needs and providers for the families.
- Infant Mortality Reduction utilizes State and federal funds in an effort to identify and remove barriers that exist to service a specific targeted area and increase the awareness of high-risk factors and preventative actions that can reduce those risk factors.

## J.T.P.A. (Jobs Training Partnership Act) Fund, Continued

- School to Work, which has three core components – work-based learning, school-based learning, and connecting activities – all of which are designed to transition students from school to employment.
- Work First, which accounts for costs involved with providing employment and training for public assistance recipients and is federally funded.
- No Wrong Door helps to facilitate the creation of a "no wrong door" system which will provide economic and work force development services through a single access point.
- Incentive, a federally funded program which accounts for costs involved in defraying certain administrative expenditures based on service delivery area performance.
- Title IIA, which accounts for costs involved in the training and placement of employed, handicapped, or low-income individuals over the age of 21.
- Title IIB accounts for costs involved with summer placement of youth, ages 14 through 21, providing work experience for handicapped or low-income youths.
- Title IIC accounts for costs involved in the training and placement of unemployed, handicapped, or low-income individuals under the age of 22.
- Title III EDWAAA National Reserve, which accounts for costs involved in the retaining of certain laid-off or long-term unemployed workers.
- 8% D.E.P.E. (Designated Educational Planning Entity) accounts for costs of providing educational services for economically disadvantaged adults and youths.
- Career Prep, which accounts for costs of applying academics to the work environment.
- Employment Service #7A, Employment Service #7B, and Wagner Peyser, three programs that account for costs of enabling job seekers and employers to post their resumes and job orders on the Internet.
- E.T.V.T. accounts for costs of providing public assistance recipients occupational classroom training that is linked to the private sector.
- S-T-W Supp. #7402, which accounts for costs involved in helping disabled students transition from school to work.

The Law Enforcement Grants Fund consists of sub-funds used to record costs of specific law enforcement programs:

- Auto Theft Prevention utilizes State funds to reduce auto theft in Oakland County by increasing auto theft arrest and prosecution, seeking return of stolen vehicles, and identifying possible insurance frauds.
- Sheriff's Road Patrol utilizes State and local funds to provide for road patrol officers, who will be responsible for enforcing all traffic laws under the Michigan Vehicle Code and all criminal laws, investigating accidents, and for conducting traffic safety education programs.
- Prosecutor's Cooperative Reimbursement, which accounts for federal, State, and local funds to determine paternity and secure support for the minor children, thereby shifting support of such children to those legally liable and financially able to do so.
- Criminal Justice Training utilizes State funds to provide corrective and protective service officers with training seminars to update and enhance officers' knowledge of criminal activities while performing their duties.

The County Market Fund is used to account for the operations of the farmers' market located in Waterford.

The Millage Reduction and Stabilization Fund was created to provide resources for the primary purpose of reducing the County's millage rate.

The Drains Act 40 Maintenance Chapter 4 & 18 Fund is used to record expenditures for the operations and maintenance of drainage districts created under Chapter 4 and 18 of Public Act 40 of 1956 (currently 185 drains). Revenues are provided from special assessments against the benefiting properties within the district.

The Drains Act 40 Maintenance Chapter 20 & 21 Fund is used to record expenditures for the operations and maintenance of drainage districts created under Chapter 20 and 21 (intercounty) of Public Act 40 of 1956 (currently 129 drains). Revenues are provided from special assessments against the benefiting municipalities as apportioned within each district.

The Sewer Act 94 Fund is used to record revenue from connection permits for this sewer system in Auburn Hills. The revenue from connection permits is to be used to repay advances from the County General Fund used to provide principal construction cost funding.

The Lake Levels Act 146 Fund is used to account for funds from special assessments to oversee cost of maintaining County lake levels (currently 28) created under Public Act 146 of 1961.

The Lake Improvements Act 345 Fund is used to account for special assessment revenues collected to oversee the improvement (i.e., weed control) for various lakes in Oakland County where the lake improvement board has named the Oakland County Treasurer as treasurer of the respective improvement board. There are currently 26 such lakes under Public Act 345 of 1966.

The Multi-Organizational Grants Fund accounts for costs in the following sub-funds:

- Community Corrections, which utilizes State funds to increase utilization of community-based sanctions and services for nonviolent offenders.
- Law Enforcement Block Grant, which utilizes federal and County funds to enhance the adjudication process of drug cases in Oakland County.

The J.T.P.A. (Jobs Training Partnership Act) Fund accounts for costs involved in the following programs/sub-funds:

- Displaced Homemaker Program, providing employment services to individuals who; (a) worked as a homemaker for the family for at least ten years, and (b) have not been gainfully employed outside the home for an extended period of time.
- Refugee Assistance accounts for costs of providing employment services to refugees under the Refugee Resettlement Program.
- 5% Older Worker, which accounts for costs of providing employment services to economically disadvantaged individuals who are 55 years of age or older.

# Special Revenue Funds

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Special Revenue funds are used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes such as special assessment revenues, non-capital grants, and other earmarked revenues not included within other fund categories.

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The County Health Fund is used to account for revenue reserved for the purpose of providing health protection, maintenance, and improvement for the residents of Oakland County.

The Community Mental Health Fund is used to account for revenue reserved for providing mental health services within Oakland County.

The Juvenile Maintenance Fund is used to account for revenue earmarked for the placement of children to foster care homes and for the detention of children in the Children's Village, as ordered by Probate Court.

The Social Welfare Foster Care Fund is used to reimburse agencies and individuals for board and care expenditures of foster care children. Partial reimbursement of these expenditures is received from the State of Michigan.

The Friend of the Court Fund is used to account for revenue reserved for the operation of this division of the Circuit Court.

The C.R.I.M.P. (Cost Reduction Incentive Management Program) Fund was established to encourage cost reductions and increase productivity and economic delivery of public services.

The Parks and Recreation Fund is used to account for revenue earmarked for the operation of the County parks (currently 11). Principal revenues are from a voter-approved millage and user charges.

The Housing and Community Development Fund accounts for block grants received from the U.S. Department of Housing and Urban Development for the use of low-income home improvement loans, municipal projects, and homeless-assistance projects.

The County Library Fund is used to account for County revenue designated for library purposes.

The State Court Disbursement Fund was established to account for the receipt and disbursement of State funding designated for the courts in accordance with Public Act 189 of 1993.

The County Veterans' Trust Fund is used to account for revenue earmarked for aid to needy veterans.

COUNTY OF OAKLAND  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Amended Budget and Actual, Continued  
For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Operating transfers out, continued:			
Debt Service:			
Building Authority Refunding Series 1992	\$ -	1,286,462	(1,286,462)
Building Authority Computer Center	900,000	109,938	790,062
Building Authority West Wing Extension	494,400	484,550	9,850
Building Authority Refunding Series 1998	<u>827,400</u>	<u>223,153</u>	<u>604,247</u>
Total Debt Service	<u>2,221,800</u>	<u>2,104,103</u>	<u>117,697</u>
Capital Projects:			
Building Improvement	5,835,865	5,835,865	-
Project Work Orders	<u>540,000</u>	<u>552,053</u>	<u>(12,053)</u>
Total Capital Projects	<u>6,375,865</u>	<u>6,387,918</u>	<u>(12,053)</u>
Internal Service:			
Information Technology	3,700,916	3,698,466	2,450
Fringe Benefit Fund	-	2,554,487	(2,554,487)
Facilities, Maintenance, and Operations	54,276	-	54,276
Motor Pool	109,319	88,546	20,773
Radio Communications	<u>23,335</u>	<u>19,000</u>	<u>4,335</u>
Total Internal Service	<u>3,887,846</u>	<u>6,360,499</u>	<u>(2,472,653)</u>
Total operating transfers out	<u>66,518,605</u>	<u>63,421,562</u>	<u>3,097,043</u>
Operating transfer out to component unit	<u>1,250,000</u>	<u>1,169,867</u>	<u>80,133</u>
Total expenditures and operating transfers out	<u>292,824,820</u>	<u>270,008,721</u>	<u>22,816,099</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(20,418,110)</u>	<u>3,585,865</u>	<u>24,003,975</u>
Fund balance at October 1, 1997, as previously stated	32,275,642	32,275,642	-
Cumulative effect of change in accounting principle	<u>-</u>	<u>155,463</u>	<u>155,463</u>
Fund balance at October 1, 1997, as restated	<u>32,275,642</u>	<u>32,431,105</u>	<u>155,463</u>
Fund balance at September 30, 1998	<u>\$ 11,857,532</u>	<u>36,016,970</u>	<u>24,159,438</u>

COUNTY OF OAKLAND  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Amended Budget and Actual, Continued  
For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Drain Commissioner:			
Administration:			
Controllable personnel expenditures	\$ 874,127	979,196	(105,069)
Controllable operating expenditures	162,872	107,772	55,100
Non-controllable operating expenditures	633,997	635,044	(1,047)
Total administration	<u>1,670,996</u>	<u>1,722,012</u>	<u>(51,016)</u>
Operations and Maintenance:			
Controllable personnel expenditures	2,008,685	2,408,182	(399,497)
Controllable operating expenditures	25,855	18,014	7,841
Non-controllable operating expenditures	-	16,809	(16,809)
Total operations and maintenance	<u>2,034,540</u>	<u>2,443,005</u>	<u>(408,465)</u>
Engineering and Construction:			
Controllable personnel expenditures	2,689,243	1,745,084	944,159
Controllable operating expenditures	17,000	14,617	2,383
Total engineering and construction	<u>2,706,243</u>	<u>1,759,701</u>	<u>946,542</u>
Total Drain Commissioner	<u>6,411,779</u>	<u>5,924,718</u>	<u>487,061</u>
Non-departmental:			
Assessments	1,151,570	1,179,274	(27,704)
Building maintenance and other services	1,098,090	1,155,923	(57,833)
Other	22,061,939	10,173,873	11,888,066
Total non-departmental	<u>24,311,599</u>	<u>12,509,070</u>	<u>11,802,529</u>
Total expenditures	<u>225,056,215</u>	<u>205,417,292</u>	<u>19,638,923</u>
Operating transfers out:			
Special Revenue:			
County Health	22,112,891	19,880,596	2,232,295
Community Mental Health	8,578,316	8,232,483	345,833
Juvenile Maintenance	12,957,643	10,596,853	2,360,790
Social Welfare Foster Care	65,134	10,214	54,920
Drains-Act 40 Maintenance Chapter 4 & 18	-	42,482	(42,482)
Friend of the Court	10,090,298	9,577,602	512,696
C.R.I.M.P.	228,812	228,812	-
Total Special Revenue	<u>54,033,094</u>	<u>48,569,042</u>	<u>5,464,052</u>

Continued



COUNTY OF OAKLAND  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Amended Budget and Actual, Continued  
For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Law enforcement, continued:			
Sheriff, continued:			
Protective Services:			
Controllable personnel expenditures	\$ 17,265,539	18,314,827	(1,049,288)
Controllable operating expenditures	169,558	143,075	26,483
Non-controllable operating expenditures	<u>1,874,033</u>	<u>1,837,693</u>	<u>36,340</u>
Total protective services	<u>19,309,130</u>	<u>20,295,595</u>	<u>(986,465)</u>
Technical Services:			
Controllable personnel expenditures	6,893,777	7,210,676	(316,899)
Controllable operating expenditures	679,048	501,410	177,638
Non-controllable operating expenditures	<u>874,842</u>	<u>968,293</u>	<u>(93,451)</u>
Total technical services	<u>8,447,667</u>	<u>8,680,379</u>	<u>(232,712)</u>
Total Sheriff	<u>73,202,675</u>	<u>74,268,723</u>	<u>(1,066,048)</u>
Total law enforcement	<u>87,681,829</u>	<u>87,458,640</u>	<u>223,189</u>
Legislative:			
Board of Commissioners:			
Administration:			
Controllable personnel expenditures	1,475,879	1,425,186	50,693
Controllable operating expenditures	379,488	353,720	25,768
Non-controllable operating expenditures	<u>318,691</u>	<u>312,715</u>	<u>5,976</u>
Total administration	<u>2,174,058</u>	<u>2,091,621</u>	<u>82,437</u>
Library Board:			
Controllable personnel expenditures	762,681	751,217	11,464
Controllable operating expenditures	772,555	773,260	(705)
Non-controllable operating expenditures	<u>935,552</u>	<u>943,917</u>	<u>(8,365)</u>
Total library board	<u>2,470,788</u>	<u>2,468,394</u>	<u>2,394</u>
Total legislative	<u>4,644,846</u>	<u>4,560,015</u>	<u>84,831</u>

Continued

COUNTY OF OAKLAND  
 General Fund  
 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Law enforcement, continued:			
Prosecuting Attorney, continued:			
Warrants:			
Controllable personnel expenditures	\$ 1,692,700	1,534,926	157,774
Controllable operating expenditures	7,148	4,907	2,241
Total warrants	<u>1,699,848</u>	<u>1,539,833</u>	<u>160,015</u>
Appellate:			
Controllable personnel expenditures	1,469,115	1,428,319	40,796
Controllable operating expenditures	6,700	2,993	3,707
Total appellate	<u>1,475,815</u>	<u>1,431,312</u>	<u>44,503</u>
Total Prosecuting Attorney	<u>14,479,154</u>	<u>13,189,917</u>	<u>1,289,237</u>
Sheriff:			
Sheriff's Office:			
Controllable personnel expenditures	712,675	613,318	99,357
Controllable operating expenditures	546,065	596,775	(50,710)
Non-controllable operating expenditures	1,454,570	1,424,506	30,064
Total Sheriff's office	<u>2,713,310</u>	<u>2,634,599</u>	<u>78,711</u>
Administrative Services:			
Controllable personnel expenditures	1,231,504	1,171,000	60,504
Controllable operating expenditures	487,170	475,826	11,344
Non-controllable operating expenses	384,933	276,365	108,568
Total administrative services	<u>2,103,607</u>	<u>1,923,191</u>	<u>180,416</u>
Corrective Services:			
Controllable personnel expenditures	17,027,391	17,323,618	(296,227)
Controllable operating expenditures	5,540,490	5,089,243	451,247
Non-controllable operating expenditures	7,287,621	7,330,118	(42,497)
Total corrective services	<u>29,855,502</u>	<u>29,742,979</u>	<u>112,523</u>
Corrective Services - Satellites:			
Controllable personnel expenditures	9,562,717	9,965,374	(402,657)
Controllable operating expenditures	182,390	99,838	82,552
Non-controllable operating expenditures	1,028,352	926,768	101,584
Total corrective services - satellites	<u>10,773,459</u>	<u>10,991,980</u>	<u>(218,521)</u>

Continued

COUNTY OF OAKLAND  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Amended Budget and Actual, Continued  
For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Justice administration, continued:			
Probate Court:			
Administration:			
Controllable personnel expenditures	\$ 2,291,241	2,282,711	8,530
Controllable operating expenditures	77,986	85,326	(7,340)
Non-controllable operating expenditures	<u>837,196</u>	<u>674,738</u>	<u>162,458</u>
Total administration	<u>3,206,423</u>	<u>3,042,775</u>	<u>163,648</u>
Judicial Support:			
Controllable personnel expenditures	4,320,425	4,215,183	105,242
Controllable operating expenditures	1,712,898	1,303,571	409,327
Non-controllable operating expenditures	<u>871,203</u>	<u>802,564</u>	<u>68,639</u>
Total judicial support	<u>6,904,526</u>	<u>6,321,318</u>	<u>583,208</u>
Court Services:			
Controllable personnel expenditures	6,227,896	6,114,592	113,304
Controllable operating expenditures	202,216	213,778	(11,562)
Non-controllable operating expenditures	<u>210,015</u>	<u>389,464</u>	<u>(179,449)</u>
Total court services	<u>6,640,127</u>	<u>6,717,834</u>	<u>(77,707)</u>
Total Probate Court	<u>16,751,076</u>	<u>16,081,927</u>	<u>669,149</u>
Total justice administration	<u>42,357,645</u>	<u>40,229,762</u>	<u>2,127,883</u>
Law enforcement:			
Prosecuting Attorney:			
Administration:			
Controllable personnel expenditures	1,602,353	1,545,364	56,989
Controllable operating expenditures	1,759,168	1,448,296	310,872
Non-controllable operating expenditures	<u>2,044,553</u>	<u>1,766,332</u>	<u>278,221</u>
Total administration	<u>5,406,074</u>	<u>4,759,992</u>	<u>646,082</u>
Citizens' Grand Jury:			
Controllable operating expenditures	<u>75,000</u>	<u>30,611</u>	<u>44,389</u>
Total citizens' grand jury	<u>75,000</u>	<u>30,611</u>	<u>44,389</u>
Litigation:			
Controllable personnel expenditures	5,767,517	5,401,530	365,987
Controllable operating expenditures	<u>54,900</u>	<u>26,639</u>	<u>28,261</u>
Total litigation	<u>5,822,417</u>	<u>5,428,169</u>	<u>394,248</u>

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COUNTY OF OAKLAND  
 General Fund  
 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Justice administration:			
Circuit Court:			
Administration:			
Controllable personnel expenditures	\$ 5,996,479	5,815,486	180,993
Controllable operating expenditures	6,473,803	5,817,798	656,005
Non-controllable operating expenditures	<u>2,657,437</u>	<u>2,550,967</u>	<u>106,470</u>
Total Circuit Court	<u>15,127,719</u>	<u>14,184,251</u>	<u>943,468</u>
District Court:			
Administration:			
Controllable personnel expenditures	114,539	9,424	105,115
Controllable operating expenditures	<u>380,951</u>	<u>369,141</u>	<u>11,810</u>
Total administration	<u>495,490</u>	<u>378,565</u>	<u>116,925</u>
Division I:			
Controllable personnel expenditures	2,397,034	2,305,908	91,126
Controllable operating expenditures	668,240	684,280	(16,040)
Non-controllable operating expenditures	<u>379,430</u>	<u>348,402</u>	<u>31,028</u>
Total Division I	<u>3,444,704</u>	<u>3,338,590</u>	<u>106,114</u>
Division II:			
Controllable personnel expenditures	877,405	859,015	18,390
Controllable operating expenditures	263,135	260,297	2,838
Non-controllable operating expenditures	<u>199,875</u>	<u>185,772</u>	<u>14,103</u>
Total Division II	<u>1,340,415</u>	<u>1,305,084</u>	<u>35,331</u>
Division III:			
Controllable personnel expenditures	2,205,926	2,149,975	55,951
Controllable operating expenditures	550,591	505,295	45,296
Non-controllable operating expenditures	<u>393,991</u>	<u>308,007</u>	<u>85,984</u>
Total Division III	<u>3,150,508</u>	<u>2,963,277</u>	<u>187,231</u>
Division IV:			
Controllable personnel expenditures	1,542,722	1,522,150	20,572
Controllable operating expenditures	225,508	221,529	3,979
Non-controllable operating expenditures	<u>279,503</u>	<u>234,389</u>	<u>45,114</u>
Total Division IV	<u>2,047,733</u>	<u>1,978,068</u>	<u>69,665</u>
Total District Court	<u>10,478,850</u>	<u>9,963,584</u>	<u>515,266</u>

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COUNTY OF OAKLAND  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Amended Budget and Actual, Continued  
For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Clerk/Register of Deeds, continued:			
County Clerk:			
Controllable personnel expenditures	\$ 2,766,184	2,828,150	(61,966)
Controllable operating expenditures	312,979	242,157	70,822
Non-controllable operating expenditures	<u>537,735</u>	<u>578,025</u>	<u>(40,290)</u>
Total County Clerk	<u>3,616,898</u>	<u>3,648,332</u>	<u>(31,434)</u>
Elections:			
Controllable personnel expenditures	348,134	315,398	32,736
Controllable operating expenditures	444,948	382,519	62,429
Non-controllable operating expenditures	<u>164,630</u>	<u>137,135</u>	<u>27,495</u>
Total elections	<u>957,712</u>	<u>835,052</u>	<u>122,660</u>
Register of Deeds:			
Controllable personnel expenditures	1,521,255	1,536,273	(15,018)
Controllable operating expenditures	110,228	112,502	(2,274)
Non-controllable operating expenditures	<u>914,459</u>	<u>891,263</u>	<u>23,196</u>
Total Register of Deeds	<u>2,545,942</u>	<u>2,540,038</u>	<u>5,904</u>
Jury Commission:			
Controllable personnel expenditures	14,451	16,727	(2,276)
Controllable operating expenditures	49,964	26,442	23,522
Non-controllable operating expenditures	<u>107,555</u>	<u>51,232</u>	<u>56,323</u>
Total jury commission	<u>171,970</u>	<u>94,401</u>	<u>77,569</u>
Total Clerk/Register of Deeds	<u>7,866,242</u>	<u>7,686,743</u>	<u>179,499</u>
Treasurer:			
Controllable personnel expenditures	2,183,318	2,179,846	3,472
Controllable operating expenditures	313,435	262,014	51,421
Non-controllable operating expenditures	<u>687,027</u>	<u>698,887</u>	<u>(11,860)</u>
Total Treasurer	<u>3,183,780</u>	<u>3,140,747</u>	<u>43,033</u>

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COUNTY OF OAKLAND  
 General Fund  
 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
County Executive, continued:			
Community and Economic Development:			
Administration:			
Controllable personnel expenditures	\$ 136,493	130,992	5,501
Controllable operating expenditures	63,510	45,200	18,310
Non-controllable operating expenditures	<u>45,532</u>	<u>8,160</u>	<u>37,372</u>
Total administration	<u>245,535</u>	<u>184,352</u>	<u>61,183</u>
Development and Planning:			
Controllable personnel expenditures	2,113,962	1,991,434	122,528
Controllable operating expenditures	459,572	415,460	44,112
Non-controllable operating expenditures	<u>713,403</u>	<u>616,921</u>	<u>96,482</u>
Total development and planning	<u>3,286,937</u>	<u>3,023,815</u>	<u>263,122</u>
Equalization:			
Controllable personnel expenditures	5,006,540	4,738,176	268,364
Controllable operating expenditures	2,420,204	1,726,413	693,791
Non-controllable operating expenditures	<u>2,363,083</u>	<u>2,350,846</u>	<u>12,237</u>
Total equalization	<u>9,789,827</u>	<u>8,815,435</u>	<u>974,392</u>
Community Development:			
Controllable operating expenditures	<u>270,928</u>	<u>270,928</u>	<u>-</u>
Total community development	<u>270,928</u>	<u>270,928</u>	<u>-</u>
Total community and economic development	<u>13,593,227</u>	<u>12,294,530</u>	<u>1,298,697</u>
Total County Executive	<u>48,598,495</u>	<u>43,907,597</u>	<u>4,690,898</u>
Clerk/Register of Deeds:			
Administration:			
Controllable personnel expenditures	359,871	355,532	4,339
Controllable operating expenditures	83,585	72,239	11,346
Non-controllable operating expenditures	<u>130,264</u>	<u>141,149</u>	<u>(10,885)</u>
Total administration	<u>573,720</u>	<u>568,920</u>	<u>4,800</u>

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COUNTY OF OAKLAND  
 General Fund  
 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
County Executive, continued:			
Public services, continued:			
Veterans' Services:			
Controllable personnel expenditures	\$ 1,151,624	1,139,805	11,819
Controllable operating expenditures	308,105	213,879	94,226
Non-controllable operating expenditures	<u>157,936</u>	<u>209,376</u>	<u>(51,440)</u>
Total veterans' services	<u>1,617,665</u>	<u>1,563,060</u>	<u>54,605</u>
Community Corrections:			
Controllable personnel expenditures	762,378	761,723	655
Controllable operating expenditures	73,745	47,215	26,530
Non-controllable operating expenditures	<u>128,507</u>	<u>83,081</u>	<u>45,426</u>
Total community corrections	<u>964,630</u>	<u>892,019</u>	<u>72,611</u>
MSU Extension - Oakland:			
Controllable personnel expenditures	665,147	644,759	20,388
Controllable operating expenditures	409,779	227,926	181,853
Non-controllable operating expenditures	<u>203,484</u>	<u>192,066</u>	<u>11,418</u>
Total MSU extension - Oakland	<u>1,278,410</u>	<u>1,064,751</u>	<u>213,659</u>
Circuit Court Probation:			
Controllable operating expenditures	176,274	147,922	28,352
Non-controllable operating expenditures	<u>857,259</u>	<u>745,264</u>	<u>111,995</u>
Total circuit court probation	<u>1,033,533</u>	<u>893,186</u>	<u>140,347</u>
Total public services	<u>5,030,822</u>	<u>4,528,034</u>	<u>502,788</u>
Information Technology:			
Administration:			
Non-controllable operating expenditures	<u>2,560,241</u>	<u>1,408,000</u>	<u>1,152,241</u>
Total administration	<u>2,560,241</u>	<u>1,408,000</u>	<u>1,152,241</u>
Systems Development and Support:			
Controllable personnel expenditures	55,217	38,531	16,686
Controllable operating expenditures	<u>99,148</u>	<u>44,307</u>	<u>54,841</u>
Total systems development and support	<u>154,365</u>	<u>82,838</u>	<u>71,527</u>
Total information technology	<u>2,714,606</u>	<u>1,490,838</u>	<u>1,223,768</u>

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COUNTY OF OAKLAND  
 General Fund  
 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
County Executive, continued:			
Personnel, continued:			
Employee Relations:			
Controllable personnel expenditures	\$ 587,679	616,212	(28,533)
Controllable operating expenditures	214,558	188,557	26,001
Non-controllable operating expenditures	<u>113,249</u>	<u>105,175</u>	<u>8,074</u>
Total employee relations	<u>915,486</u>	<u>909,944</u>	<u>5,542</u>
Total personnel	<u>4,225,950</u>	<u>3,822,822</u>	<u>403,128</u>
Human Services:			
Administration:			
Controllable personnel expenditures	146,301	142,880	3,421
Controllable operating expenditures	4,622,722	3,796,009	826,713
Non-controllable operating expenditures	<u>7,679</u>	<u>7,225</u>	<u>454</u>
Total administration	<u>4,776,702</u>	<u>3,946,114</u>	<u>830,588</u>
Medical Examiner:			
Controllable personnel expenditures	1,564,728	1,582,364	(17,636)
Controllable operating expenditures	453,852	481,283	(27,431)
Non-controllable operating expenditures	<u>534,135</u>	<u>506,073</u>	<u>28,062</u>
Total medical examiner	<u>2,552,715</u>	<u>2,569,720</u>	<u>(17,005)</u>
Total human services	<u>7,329,417</u>	<u>6,515,834</u>	<u>813,583</u>
Public Services:			
Administration:			
Controllable personnel expenditures	125,031	105,593	19,438
Controllable operating expenditures	1,014	2,710	(1,696)
Non-controllable operating expenditures	<u>10,539</u>	<u>6,715</u>	<u>3,824</u>
Total administration	<u>136,584</u>	<u>115,018</u>	<u>21,566</u>

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COUNTY OF OAKLAND  
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 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
County Executive, continued:			
Central Services, continued:			
Support Services:			
Controllable personnel expenditures	\$ 868,636	838,522	30,114
Controllable operating expenditures	37,956	61,645	(23,689)
Non-controllable operating expenditures	643,097	673,120	(30,023)
Total support services	<u>1,549,689</u>	<u>1,573,287</u>	<u>(23,598)</u>
Total central services	<u>1,695,203</u>	<u>1,725,749</u>	<u>(30,546)</u>
Facilities Management:			
Administration:			
Controllable personnel expenditures	260,850	265,666	(4,816)
Controllable operating expenditures	14,005	9,213	4,792
Non-controllable operating expenditures	15,951	39,952	(24,001)
Total administration	<u>290,806</u>	<u>314,831</u>	<u>(24,025)</u>
Facilities Engineering:			
Controllable personnel expenditures	1,105,178	1,188,068	(82,890)
Controllable operating expenditures	383,664	81,461	302,203
Non-controllable operating expenditures	219,828	170,719	49,109
Total facilities engineering	<u>1,708,670</u>	<u>1,440,248</u>	<u>268,422</u>
Total facilities management	<u>1,999,476</u>	<u>1,755,079</u>	<u>244,397</u>
Personnel:			
Administration:			
Controllable personnel expenditures	243,912	249,346	(5,434)
Controllable operating expenditures	4,200	3,350	850
Non-controllable operating expenditures	21,506	20,861	645
Total administration	<u>269,618</u>	<u>273,557</u>	<u>(3,939)</u>
Human Resources:			
Controllable personnel expenditures	1,651,476	1,655,266	(3,790)
Controllable operating expenditures	296,891	274,626	22,265
Non-controllable operating expenditures	1,092,479	709,429	383,050
Total human resources	<u>3,040,846</u>	<u>2,639,321</u>	<u>401,525</u>

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COUNTY OF OAKLAND  
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 Statement of Revenues, Expenditures, and  
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 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
County Executive, continued:			
Management and Budget:			
Administration:			
Controllable personnel expenditures	\$ 248,450	225,123	23,327
Controllable operating expenditures	7,325	9,985	(2,660)
Non-controllable operating expenditures	<u>11,011</u>	<u>3,365</u>	<u>7,646</u>
Total administration	<u>266,786</u>	<u>238,473</u>	<u>28,313</u>
Purchasing:			
Controllable personnel expenditures	639,679	645,326	(5,647)
Controllable operating expenditures	25,588	22,857	2,731
Non-controllable operating expenditures	<u>134,234</u>	<u>142,647</u>	<u>(8,413)</u>
Total purchasing	<u>799,501</u>	<u>810,830</u>	<u>(11,329)</u>
Fiscal Services:			
Controllable personnel expenditures	3,233,102	3,240,081	(6,979)
Controllable operating expenditures	192,360	90,818	101,542
Non-controllable operating expenditures	<u>1,184,974</u>	<u>1,157,675</u>	<u>27,299</u>
Total fiscal services	<u>4,610,436</u>	<u>4,488,574</u>	<u>121,862</u>
Reimbursement:			
Controllable personnel expenditures	1,659,074	1,633,131	25,943
Controllable operating expenditures	90,397	73,860	16,537
Non-controllable operating expenditures	<u>405,614</u>	<u>412,380</u>	<u>(6,766)</u>
Total reimbursement	<u>2,155,085</u>	<u>2,119,371</u>	<u>35,714</u>
Total management and budget	<u>7,831,808</u>	<u>7,657,248</u>	<u>174,560</u>
Central Services:			
Administration:			
Controllable personnel expenditures	135,973	140,217	(4,244)
Controllable operating expenditures	2,452	640	1,812
Non-controllable operating expenditures	<u>7,089</u>	<u>11,605</u>	<u>(4,516)</u>
Total administration	<u>145,514</u>	<u>152,462</u>	<u>(6,948)</u>

Continued

COUNTY OF OAKLAND  
 General Fund  
 Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Amended Budget and Actual, Continued  
 For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues, continued:			
Use of money - investment income	\$ 12,046,333	11,947,752	(98,581)
Net increase in fair value of investments	-	283,082	283,082
Other revenue	<u>940,000</u>	<u>402,023</u>	<u>(537,977)</u>
Total operating revenues	265,246,263	268,283,943	3,037,680
Operating transfers in	<u>7,160,447</u>	<u>5,310,643</u>	<u>(1,849,804)</u>
Total revenues and operating transfers in	<u>272,406,710</u>	<u>273,594,586</u>	<u>1,187,876</u>
Expenditures:			
County Executive:			
Administrative:			
Administration:			
Controllable personnel expenditures	1,278,315	1,306,824	(28,509)
Controllable operating expenditures	200,727	193,750	6,977
Non-controllable operating expenditures	<u>345,982</u>	<u>342,077</u>	<u>3,905</u>
Total administration	<u>1,825,024</u>	<u>1,842,651</u>	<u>(17,627)</u>
Auditing:			
Controllable personnel expenditures	886,867	910,820	(23,953)
Controllable operating expenditures	23,294	17,749	5,545
Non-controllable operating expenditures	<u>143,054</u>	<u>143,314</u>	<u>(260)</u>
Total auditing	<u>1,053,215</u>	<u>1,071,883</u>	<u>(18,668)</u>
Corporation Counsel:			
Controllable personnel expenditures	1,069,731	1,004,163	65,568
Controllable operating expenditures	68,272	50,454	17,818
Non-controllable operating expenditures	<u>161,744</u>	<u>148,312</u>	<u>13,432</u>
Total corporation counsel	<u>1,299,747</u>	<u>1,202,929</u>	<u>96,818</u>
Total administrative	<u>4,177,986</u>	<u>4,117,463</u>	<u>60,523</u>

Continued

COUNTY OF OAKLAND  
General Fund  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Amended Budget and Actual  
For the year ended September 30, 1998

	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Taxes:			
Current property taxes	\$ 151,364,550	151,901,066	536,516
Delinquent taxes - prior years	600,000	296,921	(303,079)
Trailer tax	95,000	103,337	8,337
Total	<u>152,059,550</u>	<u>152,301,324</u>	<u>241,774</u>
Other intergovernmental revenues:			
Cigarette tax distribution	850,000	793,386	(56,614)
Circuit judges' salaries	764,500	732,605	(31,895)
Probate judges' salaries	430,700	456,013	25,313
District judges' salaries	467,600	454,823	(12,777)
Indirect cost recovery	700,000	3,312,025	2,612,025
Marine safety	200,000	230,502	30,502
State income tax	19,060,000	19,687,446	627,446
State reimbursement - P.A. 228	2,125,000	2,090,337	(34,663)
State court fund - P.A. 189	5,911,600	5,255,371	(656,229)
Convention facility liquor tax	1,743,200	1,738,701	(4,499)
Total	<u>32,252,600</u>	<u>34,751,209</u>	<u>2,498,609</u>
Charges for services:			
County Executive	247,914	299,279	51,365
Management and budget	635,510	520,409	(115,101)
Central services	83,420	79,320	(4,100)
Facilities management	432,480	596,863	164,383
Personnel	12,257	11,935	(322)
Human services	84,300	86,132	1,832
Public services	574,541	513,213	(61,328)
Community and Economic Development	2,318,641	2,162,993	(155,648)
Clerk/Register of Deeds	13,489,458	14,354,976	865,518
Treasurer	2,359,193	2,399,388	40,195
Circuit Court	10,271,162	10,022,848	(248,314)
District Court	7,879,903	8,680,286	800,383
Probate Court	1,212,519	1,192,445	(20,074)
Prosecuting Attorney	204,070	214,047	9,977
Sheriff	23,593,603	23,214,160	(379,443)
Legislative	128,482	111,925	(16,557)
Drain Commissioner	4,420,327	4,138,334	(281,993)
Total	<u>67,947,780</u>	<u>68,598,553</u>	<u>650,773</u>

Continued

# General Fund

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The **General Fund** is the principal operating fund of the County. It is used to account for all revenues, expenditures, and activities not specifically accounted for in another fund. The statutes of the State of Michigan require the existence and use of the General Fund.

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**COMBINING, INDIVIDUAL FUND,  
AND ACCOUNT GROUP STATEMENTS  
AND SCHEDULES**

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COUNTY OF OAKLAND  
Component Unit - Road Commission Retirement System  
Required Supplementary Information  
Schedule of Funding Progress and Employer Contributions  
Six-Year Historical Trend Information - **Unaudited**

Schedule of Funding Progress:

Actuarial Valuation Date <u>December 31,</u>	Actuarial Value of <u>Assets</u>	Actuarial Accrued <u>Liability (AAL)</u>	Funded <u>Ratio</u>	Unfunded <u>AAL (UAAL)</u>	Covered <u>Payroll</u>	UAAL as a Percentage of Covered <u>Payroll</u>
1992	\$ 62,335,428	\$ 72,495,725	86.0 %	\$ 10,160,297	\$ 19,013,077	53.4 %
1993	69,176,981	77,750,646	89.0	8,573,665	20,612,394	41.6
1994	74,942,534	83,836,082	89.4	8,893,548	22,744,287	39.1
1995	83,199,053	87,642,650	94.9	4,443,597	22,607,897	19.7
1996	92,473,246	93,066,767	99.4	593,521	23,533,889	2.5
1997	104,468,909	98,402,461	106.2	(6,066,448)	24,429,429	(24.8)

Schedule of Employer Contributions:

Year Ended <u>December 31,</u>	Annual Required <u>Contribution</u>	Percentage <u>Contributed</u>
1992	\$ 3,097,062	108.6 %
1993	3,224,294	102.9
1994	3,435,205	101.9
1995 #	3,331,372	94.4
1996	3,402,253	103.7
1997	3,296,973	99.8

# Employer-reduced contribution to adjust for inadvertent inclusion of seasonal employees in the actuarial valuation's contribution calculation.

The information presented in the supplemental schedule was determined as part of the actuarial valuation at the dates indicated. Additional information as of the latest actuarial valuation follows:

Actuarial cost method	Individual entry-age actuarial cost
Amortization method	Level percent of payroll contributions, closed
Remaining amortization period	22 years
Asset valuation method	5-year smoothed market
Actuarial assumptions:	
Investment rate of return	7.0 percent
Projected salary increases*	5.0 percent to 8.0 percent
Cost-of-living adjustments	None

\* Includes pay inflation at 5.0 percent

Note: Analysis of the dollar amount of the actuarial value of assets, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing the actuarial value of assets as a percentage of the actuarial accrued liability provides one indication of the System's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the System is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the plan. Trends in unfunded actuarial accrued liability and annual valuation payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual valuation payroll approximately adjusts for the effects of inflation and aids analysis of the System's progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the plan.

COUNTY OF OAKLAND  
 Primary Government - Retirement System  
 Required Supplementary Information  
 Schedule of Funding Progress and Employer Contributions  
 Six-Year Historical Trend Information - **Unaudited**

Schedule of Employer Contributions:

<u>Year Ended</u> <u>December 31,</u>	<u>Annual</u> <u>Required</u> <u>Contribution</u>	<u>Percentage</u> <u>Contributed</u>
1992	\$ 12,743,270	100%
1993	13,307,781	100
1994	15,542,726	100
1995	15,184,455	100
1996	16,484,797	100
1997 #	6,019,811	100

# For the nine-month period ended September 30, 1997.

The information presented in the supplemental schedule was determined as part of the actuarial valuation at the dates indicated. Additional information as of the latest actuarial valuation follows:

Actuarial cost method	Aggregate actuarial cost beginning in 1995; entry-age normal cost previous to 1995
Asset valuation method	3-year average of adjusted market values
Actuarial assumptions:	
Investment rate of return*	7.5 percent
Projected salary increases*	5.25 percent
Additional merit and longevity increases	0.06 percent to 7.0 percent, dependent upon member's age
Cost-of-living adjustments	5.25 percent to 12.25 percent
Post-retirement benefit increase	1.5 percent non-compounding annually

\* Includes pay inflation at 5.25 percent

Note: The aggregate actuarial cost method does not produce an accrued liability or separately amortize an unfunded actuarial liability. The AAL values shown for 1995 and after are actually present values of future benefit payments (both accrued and future). The values for years 1991 through 1994 are entry-age accrued liability.



COUNTY OF OAKLAND  
Required Supplementary Information  
Year 2000 - **Unaudited**

Year 2000

The Year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as fiscal 1999. To address the Year 2000 problem, the County has been actively assessing, preparing, and executing a Year 2000 readiness plan. The County is conducting a business assessment and developing contingency plans to minimize areas that may affect service continuity.

The County has committed human and financial resources toward implementation of a Year 2000-compliant system. The County has assembled a team of information systems professionals, business analysts, end users, and management, which has performed the following tasks: 1) assessed and created inventories of hardware, software, operating systems, and EDI interfaces within the County's own systems, as well as with business partners; 2) developed and implemented plans to solve Year 2000 issues; 3) submitted monthly status reports and analysis of Year 2000 progress to executive management; 4) initiated Year 2000 corrections and modifications; 5) instituted quality assurance validation and testing; and 6) implemented Year 2000-ready systems. To date, the County has expended over \$8,500,000 on its Year 2000 compliance program.

As of year end, the County is contractually committed to spend approximately \$900,000 to make critical computer systems and equipment Year 2000 compliant.

Because of the unprecedented nature of the Year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that Oakland County is or will be Year 2000 ready, that Oakland County's remediation efforts will be successful, in whole or in part, or that parties with whom the County does business will be Year 2000 ready.

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**REQUIRED  
SUPPLEMENTARY INFORMATION**

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COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(20) Leases

The County leases office facilities and other equipment under noncancelable operating leases. Total costs for such leases were approximately \$1,530,942 for the year ended September 30, 1998. The future minimum lease payments as of September 30, 1998 are as follows:

<u>Fiscal Year</u>	
1999	\$ 1,515,622
2000	1,280,785
2001	718,522
2002	352,258
2003	<u>206,612</u>
	<u>\$ 4,073,799</u>

The County leases certain equipment to other governmental units under direct financing lease agreements with the Office Equipment fund, an Internal Service fund. There are no executory costs or profits on the minimum lease payments. Management believes that the total minimum lease payment receivable balance of \$375,420 is fully collectible. The future minimum lease payments are as follows:

1999	\$ 203,107
2000	<u>172,313</u>
	<u>\$ 375,420</u>

The County received \$203,108, plus interest of \$32,166, in 1998 on direct financing lease agreements.

(21) Commitments and Contingencies

The County and the Road Commission are involved in legal actions in which plaintiffs seek damages of indeterminable amounts which may exceed insurance coverage where applicable. Litigation is subject to many uncertainties, and the outcome of individual matters cannot be predicted. Accordingly, a reasonable range of liability to the County or Road Commission pertaining to these matters cannot be determined. Management has taken steps to protect the County and believes any liability resulting from cases in which it is involved will not materially affect its financial position.

The County and the Road Commission received funds from various federal and State units to finance specific activities. The final determination of revenue is subject to the acceptance of project costs by the granting agency, usually after a compliance audit. To the extent that costs are disallowed by the granting agency, County and Road Commission resources would be required to reimburse the grant funds. Management believes that disallowed costs, if any, would be immaterial.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(19) Risk Management, Continued

Estimated liabilities for unpaid claims are based on historical claim payments, including related legal and administrative expenses. Neither the County nor the Road Commission has experienced settlements in excess of insurance coverage during the past three years.

The County records estimates in the Fringe Benefits and the Liability Insurance funds, both Internal Service funds, and the Road Commission records these estimates in the Governmental fund type and the General Long-term Debt Account Group. Changes in the estimated claims liabilities are as follows:

	September 30, <u>1998</u>	September 30, <u>1997</u>
County:		
Beginning-of-period liability	\$ <u>40,488,320</u>	<u>39,131,592</u>
Estimated claims incurred, claim adjustment expenses, and changes in estimates:		
Provisions for current year events	28,872,701	20,464,948
Decrease in provisions for prior year events	<u>(2,366,701)</u>	<u>(1,479,068)</u>
Total incurred claims, claim adjustment expenses, and changes in estimates	26,506,000	18,985,880
Claim payments and claim adjustment expenses:		
Related to current year events	(20,643,138)	(16,507,742)
Related to prior year events	<u>(1,846,258)</u>	<u>(1,121,983)</u>
Total claim payments and claim adjustment expenses	<u>(22,489,396)</u>	<u>(17,629,725)</u>
End-of-period liability	<u>\$ 44,504,924</u>	<u>40,488,320</u>
Road Commission:		
Beginning-of-year liability	\$ 5,004,600	5,146,700
Estimated claims incurred and changes in estimates	6,164,326	6,907,046
Claim payments	<u>(7,165,926)</u>	<u>(7,049,146)</u>
End-of-year liability	<u>\$ 4,003,000</u>	<u>5,004,600</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(17) Deferred Compensation Plan

In fiscal year 1998, both the County and the Road Commission adopted GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. During fiscal year 1998, the County and Road Commission each placed all Deferred Compensation Plan assets with a trustee, relinquishing all fiduciary accountability for the assets. Accordingly, the related assets and liabilities of the plan are not reported in the County and Road Commission financial statements.

(18) Residual Equity Transfers Reconciliation

	Equity Transfers	
	In	Out
Special Revenue:		
Lake Level Act 146	\$ —	180,341
Debt Service:		
Drains Act 40	—	7,945
Refunding Act 202	7,945	—
Capital Projects:		
Lake Level Act 146	180,341	—
Total equity transfers	\$ 188,286	188,286

(19) Risk Management

The County is exposed to various risks of loss related to property loss, employee injuries, general liability claims, and torts, as well as medical benefits provided to employees. The County has purchased insurance to cover losses to its buildings and contents in the amount of \$290,000,000. Liability insurance has been purchased for: airport operations in the amount of \$50,000,000, fleet operations in the amount of \$2,000,000, and employee bonds in the amount of \$3,000,000. Workers' compensation umbrella coverage in excess of \$500,000 to the statutory limit has also been purchased. The County is uninsured for all risks except as noted. The Road Commission has similar risks and is uninsured for these claims within certain limits. Depending on the type of claim, the per-occurrence limit ranges from \$150,000 to \$1,258,000 and the aggregate limit ranges from legal limits for workers' compensation to \$9,000,000 for general liability. The County and Road Commission estimate the liability for all the above-mentioned claims that have been incurred through September 30, 1998, including both claims that have been reported as well as those that have not yet been reported and estimates of both future payments of losses and related claim adjustment expenses.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(16) Post-Employment Benefits, Continued

Contributions are determined by independent consulting actuaries using the "individual entry age" actuarial cost method. Actuarial valuations for the County are as of December 31, 1997. The County's Trust has an estimated unfunded liability that was determined as part of an actuarial valuation as of December 31, 1997, the most recent date for which actuarial data are available, and is as follows:

Retirees and beneficiaries	\$ 74,269,559
Vested terminated employees who will be eligible when they collect retirement (age 60 in most cases) and their beneficiaries	18,433,756
Active employees and beneficiaries	<u>115,009,943</u>
Total	207,713,258
Net assets available for benefits, at cost	<u>94,473,398</u>
Unfunded accrued liability	<u><u>\$ 113,239,860</u></u>

Unfunded actuarial accrued liabilities are being amortized as a fixed percentage of payroll over a period of 19 years.

The consulting actuary determines contribution requirements and actuarial present values for benefits by applying actuarial assumptions to the benefit provisions of the Trust and the following assumptions regarding future experiences: a long-term rate of investment return of 10.6 percent, future rate of increase in health costs of 9.3 percent, and a pay inflation rate of 5.25 percent. They also use varied rates of mortality among employees, retirees, and beneficiaries. The County's contribution rate is 9.22 percent of payroll. In 1998, the County contributed \$14,957,733 and earned \$4,557,842 of interest income, with retirees contributing \$32,470 toward the cost of hospitalization riders.

The Road Commission provides health care benefits to all full-time employees and life insurance benefits to duty disability employees upon retirement, pursuant to agreements with various collective bargaining units or other action of the Oakland County Board of Road Commissioners. Currently, approximately 420 retirees and their spouses are eligible. The Road Commission includes retirees and their spouses in its health care plan, with no contribution required by the participant in most circumstances. Expenditures for post-employment benefits are on a "pay as you go" basis and accordingly are recognized as the life insurance premiums and medical costs become due. Approximately \$1,097,000 was charged to operations during the year ended September 30, 1998.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(15) Defined Contribution Plan, Continued

The OPRS maintains a schedule of vesting, with the participants becoming fully vested upon completion of seven years of continuous service. Employees transferring from the County PERS were allowed a permanent selection of employee contributions of 0 percent or 3 percent of their salary, with the employer matching the contribution respectively with 6 percent or 9 percent for general employees, or 7 percent or 10 percent for employees in certain bargaining units. For employees hired on or after July 1, 1994, the employer contributes 5 percent of the employee's salary. All employees are able to contribute up to 10 percent of their salary on a voluntary after-tax basis. All contributions are remitted to a third-party plan administrator.

The County's payroll for employees covered by the OPRS for the year ended September 30, 1998 was \$75,682,796, and the County's total payroll was \$170,242,644. The required contributions, which matched those actually made, were \$1,819,152 by employees and \$6,072,349 by the County, representing 2.4 percent and 8.0 percent of covered payroll, respectively.

The contribution requirements of plan members and the County are established and may be amended by the Board of Commissioners in accordance with County policies, union contracts, and plan provisions.

(16) Post-Employment Benefits

In 1998, the County provided 1,425 retirees, excluding the Road Commission, medical insurance and reimbursed them for Medicare premiums under the Oakland County Retirees' Health Care Trust (the Trust). In 1998, the County disbursed approximately \$5,740,473 for this purpose.

The Trust provides medical care benefit insurance coverage to retired employees or survivors of deceased employees who were hired on or before September 20, 1985, or hired on or after September 21, 1985, and had 15 years of service (for family coverage) or 8 to 14 years of service (for retired members only).

For employees whose employment ends prior to retirement, the Trust provides benefits to those with 15 to 19 years of service (for members only) or 20 years of service (for family coverage).

Post-Employment benefits are established and may be amended by the Board of Commissioners in accordance with County policies, union contracts, and plan provisions.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(14) Defined Benefit Pension Plans, Continued

Fund Balance Reserved for Employees' Pension Benefits: Fund balances reserved for employees' pension benefits includes legally required reserves. Fund balance as of September 30, 1998 consists of the following reserves:

	<u>County</u>	<u>Road Commission</u>	<u>Total</u>
Annuity reserve	\$ 3,896,688	657,081	4,796,439
Pension reserve	179,638,786	36,973,336	223,252,782
Pension accumulated reserve	<u>515,246,145</u>	<u>90,274,136</u>	<u>598,636,951</u>
 Total fund balance	 <u>\$ 698,781,619</u>	 <u>127,904,553</u>	 <u>826,686,172</u>

Annuity reserve represents the cumulative contribution for retirees, disabled member, or surviving spouses who have elected monthly annuity benefits. Pension accumulated reserve represents the accumulated reserve for pension payable by the County and Road Commission. Pension reserve represents the funded pension benefits available for retired lives and is funded by actuarially determined transfers from the pension accumulated reserve.

(15) Defined Contribution Plan

The County maintains a defined contribution plan, Oakland Performance Retirement System (OPRS), which qualifies under Internal Revenue Code section 401(a). Employees in the County PERS were afforded the opportunity to transfer to the OPRS through December 31, 1995, retroactive to January 1, 1995. Employees who elected to transfer to the OPRS had their individually actuarially determined earned retirement benefits in the County PERS, determined as of January 1, 1995, plus accrued interest at the rate of 7.5 percent from January 1, 1995 until the date of election to transfer, transferred into the OPRS. The total amount transferred from the County PERS to the OPRS through December 31, 1996 was \$57,152,091. The County reopened the opportunity for transfer from the County PERS to the OPRS in 1997 and again in 1998. In 1997, 158 employees elected to transfer, and an additional 42 employees in 1998. This resulted in an additional transfer of \$31,881,325; a total of \$89,033,416 transferred from the County PERS to the OPRS through September 30, 1998. Total membership in the OPRS as of September 30, 1998 was 1,953, which includes 1,166 employees who elected to transfer from the PERS in 1995 through 1998 and 787 current employees hired since July 1, 1994.



COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(14) Defined Benefit Pension Plans, Continued

Classes of Employees, Continued

The Plans' membership consists of the following at September 30, 1997 for the County PERS and December 31, 1997 for the Road Commission PERS, the dates of the latest actuarial valuations:

	<u>County</u>	<u>Road Commission</u>	<u>Total</u>
Retirees and beneficiaries receiving benefits	1,388	314	1,701
Terminated plan members entitled to but not yet receiving benefits	265	36	301
Active plan members	<u>1,727</u>	<u>548</u>	<u>2,275</u>
Total	<u>3,380</u>	<u>898</u>	<u>4,278</u>

The County established a defined contribution plan for County employees, and all new employees and eligible part-time employees hired on or after July 1, 1994 are covered by the defined contribution plan, as the County's PERS is no longer available to new employees.

Annual Pension Cost: The County's annual pension costs for the year ended September 30, 1998 and the nine-month period ended September 30, 1997 of \$6,421,492 and \$6,019,810, respectively, was equal to the required and actual contribution. The required County contribution was determined as part of the December 31, 1996 and 1995 actuarial evaluation, respectively, using the aggregate actuarial cost method, whereby the excess of the actuarial present value of projected benefits of the plan members as a group over the actuarial value of assets is allocated on a level basis over the earnings of the members between the valuation date and assumed retirement. The aggregate actuarial cost method does not produce an accrued liability or separately amortize an unfunded actuarial liability. The pension liability (asset) for the Plan at adoption was \$0 and was determined in accordance with GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, which was adopted on January 1, 1997.

The Road Commission's annual pension costs for the year ended September 30, 1998 of \$3,289,600 was equal to the required and actual contribution. The required Road Commission contribution was determined as part of the December 31, 1996 actuarial evaluation, using the "entry-age" actuarial cost method.

Required supplementary information, which includes: a Schedule of Employer Contributions, and significant actuarial assumptions, for both the County and the Road Commission, and a Schedule of Funding Progress for the Road Commission, is presented immediately following the notes.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(14) Defined Benefit Pension Plans

Funding Policy/Contributions, Continued

The contribution requirements of plan members and the County are established and may be amended by the Board of Commissioners in accordance with County policies, union contracts, and plan provisions.

The Road Commission policy is to provide for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due.

The current rate for the Road Commission plan is 11.7 percent of annual covered payroll, which was determined through actuarial valuation performed at December 31, 1996. Contributions from Road Commission funds for the year ended September 30, 1998 amounted to \$3,289,600. The contribution requirements of the Road Commission are established and may be amended by the Board of Road Commissioners in accordance with Road Commission policies, union contracts, and plan provisions.

Benefits: Members of both plans may retire at age 55 (except Sheriff's deputies, who may retire with 25 years of service regardless of age) with 25 years of service or at age 60 with 8 years of service. Members vest after 8 years of service.

Eligible employees under both the County and Road Commission plans are provided benefits based on 2 percent (Sheriff's deputies, 2.2 percent) of the final average compensation times the number of years of credited service. Maximum County and Road Commission retirement is 75 percent of final average compensation, defined as the average of the highest five consecutive years during the last ten years.

Duty disability benefits provided by the County are computed as a regular retirement, with additional service credited until attainment of age 60, less an amount offset by workers' compensation payments, with a maximum payment of 75 percent of final average compensation. Non-duty disability benefits after ten years of service are computed as a regular retirement. The Road Commission provides similar benefits, except that for a duty disability benefit with additional years' services is added for those years from the date of the employee's retirement to the date the member could have satisfied an age and service requirement for retirement. Death benefits are provided to beneficiaries after ten years of service, based on years of service.

Classes of Employees: The County PERS covers the majority of full-time employees of the County, excepting the Road Commission, whose employees are covered by the Road Commission PERS

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(14) Defined Benefit Pension Plans, Continued

Basis of Accounting: Both the County and Road Commission Plans' financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. 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.

The Road Commission adopted GASB Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, which requires the System to report investments at fair value. Additionally, note disclosures and required supplementary information are significantly changed from the prior year's financial statements. The County implemented GASB Statement No. 25 in fiscal period 1997.

The Road Commission adopted GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, for its Retirement System. This Statement establishes standards for the measurement and recognition and display of pension expenditures and related liabilities, not disclosures, and required supplementary information. The County implemented GASB Statement No. 27 in fiscal period 1997.

Method Used to Value Investments: Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at an estimated fair value.

Funding Policy/Contributions: The County policy is to fund normal costs of the Plan by contributions which are based on actuarially determined rates, expressed as percentages of annual covered payroll, and which are sufficient to accumulate assets to pay benefits when due. The current year and prior-period rates for the County plan were 14.4 percent and 13.9 percent, respectively, of annual covered payroll, which was determined through actuarial valuation performed at December 31, 1996 and December 31, 1995, respectively. Contributions from County funds amounted to \$6,421,492 and \$6,019,810 for the year ended September 30, 1998 and the nine-month period ended September 30, 1997, respectively. Certain employees (Sheriff's deputies and miscellaneous other employees) contribute at a rate of 3 percent of their annual salary. Contributions received from these employees for the year ended September 30, 1998 and the nine-month period ended September 30, 1997 amounted to \$540,931 and \$357,710, respectively.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(12) Fund Equities, Continued

	<u>Reserved</u>	<u>Unreserved</u>	
		<u>Designated</u>	<u>Undesignated</u>
Road Commission:			
Governmental fund:			
Inventories and supplies	\$ 3,290,159	—	—
Construction and maintenance	—	10,432,423	—
Specific programs	—	7,380,790	—
	<u>\$ 3,290,159</u>	<u>17,813,213</u>	<u>—</u>
Fiduciary fund:			
Pension reserves	<u>\$ 127,904,553</u>	<u>—</u>	<u>—</u>

(13) Employee Benefits

Primary Government

The County provides various benefits to its employees. Expenditures in 1998 for these benefits approximated the following: medical insurance, \$16,466,000; dental insurance, \$2,197,000; optical insurance, \$268,000; annual and sick leave, \$938,000; disability, \$1,548,000; tuition reimbursement, \$236,000; Social Security, \$12,591,000; workers' compensation, \$1,907,000; and unemployment claims, \$129,000.

Road Commission

The Road Commission provides medical, dental, and optical insurance to its employees. Expenditures in 1998 for these benefits approximated \$5,101,600. Workers' compensation expense in 1998 approximated \$665,400.

(14) Defined Benefit Pension Plans

Plan Description: The County has two single-employer defined benefit pension plans, substantially covering all full-time employees. One covers most County employees, exclusive of the Road Commission (referred to as the County's Public Employees' Retirement System (PERS)); the other covers employees of the Road Commission. Both plans provide retirement, disability, and death benefits to plan members and their beneficiaries.

The County does not issue a stand-alone report for its County PERS. The stand-alone report for the Road Commission Retirement System can be obtained from the Road Commission administrative offices-whose address appears in note 1.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(12) Fund Equities, Continued

	<u>Reserved</u>	<u>Unreserved</u>	
		<u>Designated</u>	<u>Undesignated</u>
Primary Government, continued:			
Special Revenue funds:			
Encumbrances	\$ 1,285,915	—	—
Inventories and supplies	21,354	—	—
Long-term advances	17,500	—	—
Construction and maintenance	97,054	5,186,992	—
Specific programs	—	17,727,507	—
Uncommitted	—	—	(162,205)
	<u>\$ 1,421,823</u>	<u>22,914,499</u>	<u>(162,205)</u>
Debt Service funds:			
Debt service - general obligations	<u>\$ 14,164,481</u>	<u>—</u>	<u>—</u>
Capital Projects funds:			
Long-term advances	\$ 302,600	—	—
Work projects	15,991,382	13,221,827	—
Uncommitted	—	—	493,275
	<u>\$ 16,293,982</u>	<u>13,221,827</u>	<u>493,275</u>
Internal Service funds:			
Debt service - Delinquent Tax			
Revolving	\$ 7,224,574	—	—
Other	295,358	—	233,976,055
	<u>\$ 7,519,932</u>	<u>—</u>	<u>233,976,055</u>
Enterprise funds:			
Operations and maintenance	\$ 27,443,605	—	—
Other	—	—	25,021,199
	<u>\$ 27,443,605</u>	<u>—</u>	<u>25,021,199</u>
Fiduciary funds:			
Employees' pension benefits	\$ 698,781,619	—	—
Retirees' medical benefits	123,376,704	—	—
Programs - Municipal Equity	19,979,993	—	—
Other programs	—	327,501	—
	<u>\$ 842,138,316</u>	<u>327,501</u>	<u>—</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(11) Contributed Capital, Continued

	Balance October 1, <u>1997</u>	Additions/ <u>Disposals</u>	<u>Depreciation</u>	Balance September 30, <u>1998</u>
Enterprise:				
Medical Care Facility	\$ 1,580,299	(692)	100,745	1,478,862
Airport Facilities	39,107,335	3,796,191	464,537	42,438,989
Clinton-Oakland S.D.S.	24,005,222	—	751,383	23,253,839
Huron-Rouge S.D.S.	1,742,773	—	66,216	1,676,557
Evergreen-Farmington S.D.S.	13,785,448	—	585,230	13,200,218
S.O.C.S.D.S.	<u>26,375,134</u>	<u>—</u>	<u>1,630,294</u>	<u>24,744,840</u>
Total Enterprise	<u>106,596,211</u>	<u>3,795,499</u>	<u>3,598,405</u>	<u>106,793,305</u>
Total	<u>\$ 111,846,127</u>	<u>11,088,977</u>	<u>3,598,405</u>	<u>119,336,699</u>

(12) Fund Equities

At September 30, 1998, a deficit existed in the following funds:

Special Revenue fund:	
Lake Level Act 146	<u>\$ 162,205</u>
Capital Projects fund:	
Lake Level Act 146	<u>\$ 195,256</u>
Lake Improvements Act 345	<u>\$ 50,206</u>

The deficit in these funds is the result of advance funding required to complete the construction and maintenance of lake level control structures (dams, etc.). A special assessment roll has been authorized for this purpose, and the deficits in each fund will be satisfied with that revenue over future accounting periods.

Reserved, designated, and undesignated fund balances and retained earnings at September 30, 1998, and at December 31, 1997 for the Road Commission Fiduciary fund, were as follows:

	<u>Reserved</u>	<u>Unreserved</u>	
		<u>Designated</u>	<u>Undesignated</u>
Primary Government:			
General Fund:			
Encumbrances	\$ 2,863,318	—	—
Prepays	200,906	—	—
Long-term advances	155,902	—	—
Future operating requirements	6,919,295	5,911,092	—
Capital outlay	—	6,550,000	—
Other programs	—	12,845,000	—
Uncommitted	<u>—</u>	<u>—</u>	<u>571,457</u>
	<u>\$ 10,139,421</u>	<u>25,306,092</u>	<u>571,457</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(10) Segment Information - Enterprise Funds

Segment information for the three heterogeneous Enterprise funds follows:

	<u>Medical Care Facility</u>	<u>Airport Facilities</u>	<u>Sewage Disposal Systems</u>	<u>Total</u>
Operating revenue	\$ 7,717,291	2,879,667	53,797,416	64,394,374
Depreciation	107,304	879,141	3,087,700	4,074,145
Operating income (loss)	(367,509)	26,972	(4,906,449)	(5,246,986)
Operating transfers in	—	120,191	—	120,191
Operating transfers out	—	1,116,660	—	1,116,660
Net loss	(367,509)	(522,132)	(2,804,509)	(3,694,150)
Equipment additions	14,448	368,697	—	383,415
Net working capital	731,106	8,535,471	39,479,564	48,746,141
Total assets	2,817,871	55,133,539	116,678,544	174,629,954
Total equity	2,254,380	54,120,267	102,883,462	159,258,109

Types of goods or services are as follows:

Medical Care Facility - Patient Care

Airport Facilities - Oakland County International and Oakland/Troy Airport Operations

Sewage Disposal Systems - Sewage Disposal

(11) Contributed Capital

Changes in contributed capital were as follows:

	<u>Balance October 1, 1997</u>	<u>Additions</u>	<u>Depreciation</u>	<u>Balance September 30, 1998</u>
Internal Service:				
Information Technology	\$ 363,576	7,293,478	—	7,657,054
Information Technology Equipment	2,800	—	—	2,800
Drain Equipment	472,099	—	—	472,099
Office Equipment	198,171	—	—	198,171
Facilities Maintenance and Operations	59,814	—	—	59,814
Motor Pool	51,439	—	—	51,439
Radio Communications	4,102,017	—	—	4,102,017
Total Internal Service	<u>5,249,916</u>	<u>7,293,478</u>	<u>—</u>	<u>12,543,394</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(9) Interfund Balances, Continued

<u>Fund</u>	<u>Operating Transfers In</u>	<u>Fund</u>	<u>Operating Transfers Out</u>
<u>Internal Service</u>		<u>Internal Service</u>	
Fringe Benefits	\$ 2,554,487	Delinquent Tax Revolving	\$ 4,099,335
Information Technology	4,369,118	Fringe Benefits	20,000
Information Technology Equipment	4,900	Information Technology	35,500
CLEMIS	35,500	Office Equipment	670,252
Motor Pool	134,677	Facilities Maintenance and Operations	2,300,000
Radio Communications	<u>19,000</u>	Telephone Communications	<u>1,200,000</u>
Total Internal Service	<u>7,117,682</u>	Total Internal Service	<u>8,325,087</u>
 <u>Enterprise</u>		 <u>Enterprise</u>	
Airport Facilities	<u>120,191</u>	Airport Facilities	<u>1,116,660</u>
Total Enterprise	<u>120,191</u>	Total Enterprise	<u>1,116,660</u>
 <u>Fiduciary</u>		 <u>Fiduciary</u>	
		Jail Inmate Commissary	<u>37,967</u>
Total Fiduciary	<u>—</u>	Total Fiduciary	<u>37,967</u>
Total operating transfers in	<u>\$ 84,961,071</u>	Total operating transfers out	<u>\$ 84,961,071</u>

Interfund transfers between the funds of the Primary Government and the Component Unit recorded in the accompanying financial statements as operating transfers out to component unit and operating transfers in from primary government for the year ended September 30, 1998 were:

<u>Fund</u>	<u>Operating Transfers In</u>	<u>Fund</u>	<u>Operating Transfers Out</u>
<u>Primary Government:</u>			
General	<u>\$ —</u>	General	<u>\$ 1,169,867</u>
<u>Component Unit:</u>			
Road Commission	<u>\$ 1,169,867</u>	Road Commission	<u>\$ —</u>



COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(9) Interfund Balances, Continued

<u>Fund</u>	<u>Advances Receivable</u>	<u>Fund</u>	<u>Advances Payable</u>
<u>Internal Service</u>		<u>Internal Service</u>	
Delinquent Tax Revolving	\$ 1,600,000	Radio Communications	\$ 35,000
		Information Technology	<u>1,600,000</u>
Total Internal Service	<u>1,600,000</u>	Total Internal Service	<u>1,635,000</u>
Total advances receivable	<u>\$ 2,093,502</u>	Total advances payable	<u>\$ 2,093,502</u>

Interfund transfers between the funds within the Primary Government recorded in the accompanying financial statements as operating transfers in/out for the year ended September 30, 1998 were:

<u>Fund</u>	<u>Operating Transfers In</u>	<u>Fund</u>	<u>Operating Transfers Out</u>
<u>General</u>	\$ 5,310,643	<u>General</u>	\$ 63,421,562
<u>Special Revenue</u>		<u>Special Revenue</u>	
County Health	19,880,596	County Health	5,300
Community Mental Health	8,232,483	County Library	28,800
Juvenile Maintenance	10,596,853	Millage Reduction and Stabilization	<u>1,093,750</u>
Social Welfare Foster Care	10,214		
Friend of the Court	9,577,602		
C.R.I.M.P.	228,812		
Drains-Act 40 Maintenance Chapter 4 & 18	42,482		
Drains-Act 40 Maintenance Chapter 20 & 21	<u>25,000</u>		
Total Special Revenue	<u>48,594,042</u>	Total Special Revenue	<u>1,127,850</u>
<u>Debt Service</u>		<u>Debt Service</u>	
Building Authority Refunding Series 1992	1,786,463		
Building Authority Computer Center	109,938		
Building Authority West Wing Extension	1,234,550		
Building Authority Refunding Series 1998	<u>273,153</u>		
Total Debt Service	<u>3,404,104</u>	Total Debt Service	<u>—</u>
<u>Capital Projects</u>		<u>Capital Projects</u>	
Building Improvement	8,035,865	Building Improvement	10,709,830
Project Work Orders	5,304,214	Project Work Orders	197,115
Major Projects	<u>7,074,330</u>	Drains Act 40	<u>25,000</u>
Total Capital Projects	<u>20,414,409</u>	Total Capital Projects	<u>10,931,945</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(9) Interfund Balances, Continued

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Fund</u>	<u>Interfund Payables</u>
<u>Enterprise</u>		<u>Enterprise</u>	
Evergreen-Farmington S.D.S.	\$ 2,648,118	Medical Care Facilities	\$ 3,551
S.O.C.S.D.S.	<u>4,366</u>	Airport Facility	687,168
		Clinton-Oakland S.D.S.	296,549
		Huron-Rouge S.D.S.	42,493
		Evergreen-Farmington S.D.S.	299,482
		S.O.C.S.D.S.	<u>239,722</u>
Total Enterprise	<u>2,652,484</u>	Total Enterprise	<u>1,568,965</u>
<u>Fiduciary</u>		<u>Fiduciary</u>	
Oakland County Employees' Retirement	1,103,722	Retirees' Health Care Trust	1,059,288
Retirees' Health Care Trust	3,086,932	Jail Inmate Commissary	26,327
Jail Inmate Commissary	1,227	Water and Sewage Trust	2,559,335
Water and Sewer Trust	1,039,220	Undistributed Taxes	<u>2,257</u>
Public Library Trust	12,220		
Public Transportation Authority	151		
Social Welfare	<u>4,500</u>		
Total Fiduciary	<u>5,247,972</u>	Total Fiduciary	<u>3,647,207</u>
Total due from other funds	<u>\$ 82,654,992</u>	Total due to other funds	<u>\$ 82,654,992</u>

Advances to/from other funds (including current and long-term portions) at September 30, 1998 were:

<u>Fund</u>	<u>Advances Receivable</u>	<u>Fund</u>	<u>Advances Payable</u>
<u>General</u>	<u>\$ 155,902</u>	<u>General</u>	<u>\$ —</u>
<u>Special Revenue</u>		<u>Special Revenue</u>	
Parks and Recreation	<u>35,000</u>	Housing and Community Development	30,000
		Lake Level Act 146	155,267
		Lake Improvements Act 345	<u>25,635</u>
Total Special Revenue	<u>35,000</u>	Total Special Revenue	<u>210,902</u>
<u>Capital Projects</u>		<u>Capital Projects</u>	
Long-term Revolving	<u>302,600</u>	Lake Level Act 146	165,000
		Lake Improvements Act 345	<u>82,600</u>
Total Capital Projects	<u>302,600</u>	Total Capital Projects	<u>247,600</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(9) Interfund Balances

Interfund receivables and payables at September 30, 1998 were:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Fund</u>	<u>Interfund Payables</u>
<u>General</u>	<u>\$ 27,677,455</u>	<u>General</u>	<u>\$ 24,904,040</u>
<u>Special Revenue</u>		<u>Special Revenue</u>	
County Health	6,507,791	County Health	5,493,569
Community Mental Health	4,181,059	Community Mental Health	7,610,361
Juvenile Maintenance	1,409,518	Juvenile Maintenance	2,474,283
Friend of the Court	12,078,723	Social Welfare Foster Care	22,353
C.R.I.M.P.	228,812	Friend of the Court	12,060,019
Parks and Recreation	2,047	Parks and Recreation	6,502
Housing and Community Development	270,928	County Market	70
County Market	1,675	Drains-Act 40 Maintenance Chapter 4 & 18	353,299
Drains Act 40 Maintenance Chapter 20 & 21	25,000	Drains-Act 40 Maintenance Chapter 20 & 21	932,855
Multi-Organizational Grants	113,852	Lake Level Act 146	163,226
Law Enforcement Grants	708,828	Lake Improvements Act 345	164,923
Mental Health Grants	23,973	Multi-Organizational Grants	515,164
Human Service Grants	530,770	J.T.P.A. Grants	13,494
Other Grants	<u>107,273</u>	Law Enforcement Grants	1,644,468
		Human Service Grants	508,314
		Other Grants	<u>1,523,618</u>
Total Special Revenue	<u>26,190,249</u>	Total Special Revenue	<u>33,486,518</u>
<u>Debt Service</u>		<u>Debt Service</u>	
Refunding Act 202	<u>184,594</u>	Drains Act 40	<u>184,594</u>
Total Debt Service	<u>184,594</u>	Total Debt Service	<u>184,594</u>
<u>Capital Projects</u>		<u>Capital Projects</u>	
Project Work Orders	702,430	Building Improvement	4,574,330
Major Projects	4,575,050	Project Work Orders	2,159
Water and Sewer Act 342	6,728,272	Major Projects	9,966
Drain Commissioner Revolving	<u>2,087,960</u>	Water and Sewer Act 342	7,025,167
		Lake Levels Act 146	30,256
		Drains Act 40	911,128
		Drain Commissioner Revolving	<u>712,603</u>
Total Capital Projects	<u>14,093,712</u>	Total Capital Projects	<u>13,265,609</u>
<u>Internal Service</u>		<u>Internal Service</u>	
Fringe Benefits	3,719,023	Delinquent Tax Revolving	203,494
Information Technology	5,421	Fringe Benefits	4,203,163
Information Technology Equipment	1,200	Information Technology	28,714
CLEMIS	24,478	CLEMIS	5,437
Drain Equipment	294,278	Drain Equipment	100,181
Office Equipment	709	Liability Insurance	800,000
Facilities Maintenance and Operations	59,044	Facilities Maintenance and Operations	67,877
Motor Pool	2,720	Motor Pool	702
Radio Communications	598	Radio Communications	187,001
Telephone Communications	631	Telephone Communications	671
CMH Risk Corridor	2,500,000	Mailing, Copier, and Printing	<u>819</u>
Mailing, Copier, and Printing	<u>424</u>		
Total Internal Service	<u>6,608,526</u>	Total Internal Service	<u>5,598,059</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(8) Long-term Debt, Continued

Advance Refunding of General Obligation Limited Tax Bonds, Continued

In March 1998, the County advance-refunded a portion of the aforementioned general obligation limited tax bond issue with a general obligation limited tax refunding bond issue, pursuant to authorization contained in Act 202, Public Acts of Michigan of 1943. The County issued \$10,115,000 of refunding bonds to provide resources to purchase U.S. Treasury and State and Local Government Series securities that were placed in an escrow fund for the purpose of generating resources for all future debt service payments on the refunded debt. As a result, the refunded bonds are considered to be defeased at September 30, 1998, and the liabilities removed from the General Long-term Debt Account Group in the amount of \$9,245,000 for the Oakland County Building Authority, Series 1992 Bonds (West Wing Extension), maturing in the years 2003 through 2011 inclusively. The advance refunding was undertaken to reduce the debt service payments over the next 13 years by \$335,073 and to obtain an economic gain (difference between the present value of the debt service requirements of the refunded and refunding bonds) of \$204,187.

Subsequent to year-end, the Board of Commissioners approved issuance of the following: \$750,000 of general obligation limited tax drain bonds, \$5,100,000 of general obligation limited tax Building Authority bonds, and \$4,980,000 of general obligation limited tax refunding bonds to refund general obligation limited tax sewage disposal bonds.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(8) Long-term Debt, Continued

Building Authority - Act 31

Act 31 provides for an authority to issue bonds to build and equip various public buildings, which are then leased to the County. Proceeds from these leases are used to repay the bonds. The collection of lease payments and retirement of debt is reflected in the respective Debt Service fund. At September 30, 1998, there were 2 issues outstanding, totaling \$5,275,000, maturing in the years 1999-2008, which represents debt originally issued in the years 1990-1992 totaling \$27,250,000.

Tax Notes - Section 87B of Act 206

By agreement with various tax authorities, the County purchases (at face value) real property taxes receivable which are returned delinquent each March 1. The assets of the Delinquent Tax Revolving fund (an Internal Service fund), including receivables amounting to approximately \$195,647,000 at September 30, 1998, are pledged as collateral for payment of the tax notes. The proceeds of these notes were used to liquidate the amounts due the County's General Fund and other governmental agencies for purchase of their receivables and to provide an amount for note repayment. Subsequent collections on delinquent taxes receivable, plus interest penalties and collection fees thereon, and investment earnings are used to service the debt.

Advance Refunding of General Obligation Limited Tax Bonds

In 1997, the County advance-refunded a portion of a general obligation limited tax bond issue with a general obligation limited tax refunding drain bond issue. The proceeds were placed in trust for the purpose of generating resources for the payment of future debt service payments of the refunded debt. Accordingly, the trust account assets and liability for the defeased bonds are not included in the County's financial statements. At September 30, 1998, there is an in-substance defeasance of \$1,525,000 of drain bond issues outstanding, maturing in years 1999 through 2010 inclusively.

In 1997, the County advance-refunded a portion of a general obligation limited tax bond issue with funds available in the Debt Service fund, placed in trust for the purpose of generating resources for the repayment of the refunded debt. Accordingly, the trust account assets and liability for the defeased bonds are not included in the County's financial statements. At September 30, 1998, there is an in-substance defeasance of \$1,155,000 of Building Authority issues outstanding, maturing in the year 2011.

COUNTY OF OAKLAND

Notes to General Purpose Financial Statements, Continued

(8) Long-term Debt, Continued

Michigan Bond Authority Drain Bonds

In March 1995, the County authorized the issuance of bonds to the Michigan Municipal Bond Authority Revolving Loan fund for up to \$9,400,000 for the Combined Sewer Overflow Project. Through September 30, 1998, the County received \$8,601,268 from the State Revolving Loan fund. At September 30, 1998, there were 4 issues outstanding, totaling \$7,676,268, maturing in the years 1998-2014. Subsequent to September 30, 1998, the County has received \$433,065 from the State Revolving Loan fund.

Michigan Bond Authority Sewage Disposal Bonds

In October 1996, the County authorized the issuance of bonds to the Michigan Municipal Bond Authority Revolving Loan fund for up to \$9,350,000 for the White Lake Township Sewage Disposal System project. Through September 30, 1998, the County received \$9,350,000 from the State Revolving Loan fund, which matures in the years 1999-2018.

Sewage Disposal, Water and Sewer, and Water Supply Bonds - Acts 185 and 342

Acts 185 and 342 provide for a contract between the County and local municipalities which defines a schedule of annual payments to be made by the municipality to meet principal and interest obligations. Such contractual payments may be funded by revenues produced by utility or tax revenues. The County is obligated upon the default of the local municipality, and therefore, such obligation is shown as "with governmental commitment." Assessments are shown in their entirety with the corresponding deferred revenue in the Debt Service funds for each act. At September 30, 1998, there were 54 issues outstanding, totaling \$119,840,000, maturing in the years 1998-2017. This represents debt originally issued in the amount of \$294,080,000 issued in the years 1967-1997.

Refunding Bonds - Act 202

Act 202 provides for the refunding of bonds based on covenants contained in the act. The bonds will be repaid from assessments levied against the benefiting municipalities for drain or water and sewer debt, or leases for Building Authority debt. At September 30, 1998, there were 15 issues outstanding, totaling \$46,335,000, maturing in the years 1999-2010. This represents debt originally issued in the years 1977-1998 totaling \$102,090,000.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(8) Long-term Debt, Continued

The annual requirements to pay principal and interest on County obligations outstanding at September 30, 1998 were:

	General County	<u>Internal Service Fund</u> Delinquent Tax Revolving	Total Primary Government	Component Unit	Total Reporting Entity
1999	\$ 42,753,185	14,500,000	57,253,185	747,773	58,000,958
2000	40,066,263	—	40,066,263	—	40,066,263
2001	36,076,007	—	36,076,007	—	36,076,007
2002	34,835,608	—	34,835,608	—	34,835,608
2003	30,907,147	—	30,907,147	—	30,907,147
2004-2008	99,575,194	—	99,575,194	—	99,575,194
2009-2013	59,945,775	—	59,945,775	—	59,945,775
Thereafter	<u>23,638,736</u>	<u>—</u>	<u>23,638,736</u>	<u>4,245,300</u>	<u>27,884,036</u>
	367,797,915	14,500,000	396,797,915	4,993,073	387,290,988
Less: Interest	<u>95,064,790</u>	<u>—</u>	<u>95,064,790</u>	<u>52,273</u>	<u>95,117,063</u>
	<u>\$ 272,733,125</u>	<u>14,500,000</u>	<u>287,233,125</u>	<u>4,940,800</u>	<u>292,173,925</u>

The County has pledged its full faith and credit on debt totaling \$292,173,925. The General Fund is obligated if payments received on assessments levied against benefiting municipalities are insufficient to meet principal and interest requirements of this debt when due.

By statute, general obligation debt is limited to 10 percent of the equalized value. As of September 30, 1998, the debt limit was \$4,305,683,429; general obligation debt was \$49,270,834.

The aforementioned bonds are to be repaid as summarized in the following paragraphs.

Drain Bonds - Act 40

Act 40 provides for the creation of a Drain Board, which has the power to assess State, County, and local levels of government for principal and interest payments. Such assessments are to be funded from General Fund revenues of the respective municipality. The County assessment is identified as a general obligation in the unlimited and limited tax categories. Further, the County is obligated if assessments levied against benefiting municipalities are insufficient to meet principal and interest requirements when due. Such obligations are shown as "with governmental commitment." These assessments are shown in their entirety in the Debt Service funds with the corresponding deferred revenue. At September 30, 1998, there were 41 issues outstanding, totaling \$84,256,857, maturing in the years 1999-2017. This represents original debt issued for \$132,833,295 in the years 1969-1998.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(8) Long-term Debt

The County issues bonds authorized by various State acts. Each act provides specific covenants for specific purposes.

Bonds and Notes with Unlimited Taxing Authority	Interest Rate	October 1, 1997	Additions	Reductions	September 30, 1998	General Long-term Debt Account Group	Internal Service Fund	General Obligation	With Governmental Commitment
Building Authority - Act 31	6.00%	\$ 100,000	—	(100,000)	—	—	—	—	—
Drain bonds - Act 40	3.50%-7.10%	10,753,855	—	(3,161,998)	7,591,857	7,591,857	—	266,957	7,324,900
Refunding bonds - Act 202	3.00%-5.75%	9,600,000	—	(2,625,000)	6,975,000	6,975,000	—	7,469	6,967,531
Water and sewer - Act 185	3.50%-7.70%	30,075,000	—	(6,165,000)	23,910,000	23,910,000	—	—	23,910,000
Sewage disposal - Act 342	4.00%-6.50%	<u>35,225,000</u>	—	<u>(5,650,000)</u>	<u>29,575,000</u>	<u>29,575,000</u>	—	—	<u>29,575,000</u>
		<u>85,753,855</u>	<u>—</u>	<u>(17,701,998)</u>	<u>68,051,857</u>	<u>68,051,857</u>	<u>—</u>	<u>274,426</u>	<u>67,777,431</u>
<b>Bonds and Notes with Limited Taxing Authority</b>									
Building Authority - Act 31	5.10%-5.60%	15,248,910	—	(9,973,910)	5,275,000	5,275,000	—	5,275,000	—
Building Authority refunding - Act 202	4.37%-4.75%	8,815,000	10,115,000	(1,450,000)	17,480,000	17,480,000	—	17,480,000	—
Tax notes	Variable*	16,500,000	25,000,000	(27,000,000)	14,500,000	—	14,500,000	14,500,000	—
Drain bonds - Act 40	4.00%-10.50%	72,865,000	6,575,000	(2,775,000)	76,665,000	76,665,000	—	6,537,256	70,127,744
Refunding bonds - drains - Act 202	4.00%-6.70%	11,090,000	—	(1,435,000)	9,655,000	9,655,000	—	663,352	8,991,648
Sewage disposal - Act 342	3.50%-10.50%	49,535,000	—	(2,345,000)	47,190,000	47,190,000	—	—	47,190,000
Water supply bonds - Act 342	4.30%-6.15%	20,220,000	—	(1,055,000)	19,165,000	19,165,000	—	—	19,165,000
Water supply refunding - Act 202	4.20%-4.70%	1,480,000	—	(225,000)	1,255,000	1,255,000	—	—	1,255,000
Sewage disposal refunding - Act 202	4.00%-5.20%	11,925,000	—	(955,000)	10,970,000	10,970,000	—	—	10,970,000
Michigan Bond Authority Drain Bonds	2.00%-2.25%	6,418,761	1,647,507	(390,000)	7,676,268	7,676,268	—	—	7,676,268
Michigan Bond Authority Sewage Disposal	2.25%	<u>5,966,948</u>	<u>3,383,052</u>	<u>—</u>	<u>9,350,000</u>	<u>9,350,000</u>	<u>—</u>	<u>—</u>	<u>9,350,000</u>
		<u>220,064,619</u>	<u>46,720,559</u>	<u>(47,603,910)</u>	<u>219,181,268</u>	<u>204,681,268</u>	<u>14,500,000</u>	<u>44,455,608</u>	<u>174,725,660</u>
Total		<u>\$ 305,818,474</u>	<u>46,720,559</u>	<u>(65,305,908)</u>	<u>287,233,125</u>	<u>272,733,125</u>	<u>14,500,000</u>	<u>44,730,034</u>	<u>242,503,091</u>
Drain equipment: Contract payable	6.00%	<u>\$ 13,266</u>	<u>—</u>	<u>(13,266)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<b>Other Long-term Debt - Road Commission</b>									
Compensated absences	—	\$ 2,144,600	—	(52,300)	2,092,300	2,092,300	—	2,092,300	—
Self-insured losses	—	2,306,600	—	(153,600)	2,153,000	2,153,000	—	2,153,000	—
MDOT Bond Fund loan	10.22%	563,000	—	(267,500)	295,500	295,500	—	295,500	—
Michigan Transportation Fund revenue notes	4.25%	800,000	—	(400,000)	400,000	400,000	—	—	400,000
Michigan Transportation Fund loan	—	725,000	—	(725,000)	—	—	—	—	—
Other	—	<u>5,591</u>	<u>—</u>	<u>(5,591)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
		<u>6,544,791</u>	<u>—</u>	<u>(1,603,991)</u>	<u>4,940,800</u>	<u>4,940,800</u>	<u>—</u>	<u>4,540,800</u>	<u>400,000</u>
Total reporting entity		<u>\$ 312,376,531</u>	<u>46,720,559</u>	<u>(66,923,165)</u>	<u>292,173,925</u>	<u>277,673,925</u>	<u>14,500,000</u>	<u>49,270,834</u>	<u>242,903,091</u>

\*Delinquent tax notes interest is a variable floating rate set once a week and paid down monthly.



COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(7) Capital Leases - Internal Service Funds

The County leases equipment under noncancelable capital leases. A summary of the 1998 activity follows:

	<u>Motor Pool</u>	<u>Mailing, Copier, and Printing</u>	<u>Total</u>
Balance as of October 1, 1997	\$ 271,592	6,842	278,434
Payments/reductions	<u>(172,148)</u>	<u>(6,842)</u>	<u>(178,990)</u>
Balance as of September 30, 1998	99,444	—	99,444
Less current portion	<u>72,862</u>	<u>—</u>	<u>72,862</u>
Long-term portion of capital leases	<u>\$ 26,582</u>	<u>—</u>	<u>26,582</u>

A summary of the equipment under capital lease as of September 30, 1998 is as follows:

	<u>Motor Pool</u>
Cost	\$ 316,696
Less accumulated depreciation	<u>217,252</u>
Net leased equipment	<u>\$ 99,444</u>

The future minimum capital lease payments as of September 30, 1998 are as follows:

	<u>Motor Pool</u>
Fiscal year:	
1999	\$ 79,363
2000	<u>28,076</u>
Total minimum lease payments	107,439
Less amounts representing interest	<u>7,995</u>
Present value of future minimum capital lease payments	<u>\$ 99,444</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(6) Fixed Assets

An analysis of property and equipment, and related accumulated depreciation where applicable, at September 30, 1998, excluding the Road Commission, follows:

	Internal Service <u>Funds</u>	Enterprise <u>Funds</u>	General Fixed Assets <u>Account Group</u>	<u>Total</u>
Land and land improvements	\$ 728,657	26,681,047	21,567,621	48,977,325
Buildings and improvements	3,860,018	20,662,594	145,436,373	169,958,985
Furniture, equipment, and vehicles	64,124,550	2,178,239	13,896,369	80,199,158
Sewage disposal systems	—	141,760,382	—	141,760,382
Construction in progress	<u>—</u>	<u>18,025,973</u>	<u>8,905,300</u>	<u>26,931,273</u>
	68,713,225	209,308,235	189,805,663	467,827,123
Accumulated depreciation	<u>38,494,125</u>	<u>98,796,267</u>	<u>—</u>	<u>137,290,392</u>
Total fixed assets, net	<u>\$ 30,219,100</u>	<u>110,511,968</u>	<u>189,805,663</u>	<u>330,536,731</u>

A summary of changes in general fixed assets follows:

	Balance October 1, <u>1997</u>	<u>Additions</u>	<u>Disposals</u>	Balance September 30, <u>1998</u>
Land and land improvements	\$ 19,808,081	1,759,540	—	21,567,621
Buildings and improvements	136,038,799	9,397,574	—	145,436,373
Furniture and equipment	13,394,409	864,015	362,055	13,896,369
Construction in progress	<u>6,709,406</u>	<u>8,044,264</u>	<u>5,848,370</u>	<u>8,905,300</u>
	<u>\$ 175,950,695</u>	<u>20,065,393</u>	<u>6,210,425</u>	<u>189,805,663</u>

A summary of changes in general fixed assets of the Road Commission follows:

	Balance October 1, <u>1997</u>	<u>Additions</u>	<u>Disposals</u>	Balance September 30, <u>1998</u>	Less Accumulated <u>Depreciation</u>	Net Balance September 30, <u>1998</u>
Land and land improvements	\$ 2,645,915	59,914	—	2,705,829	284,482	2,421,347
Building and improvements	10,392,811	43,868	—	10,436,679	5,428,386	5,008,293
Furniture and equipment	<u>34,142,334</u>	<u>3,702,544</u>	<u>2,990,648</u>	<u>34,854,230</u>	<u>25,839,220</u>	<u>9,015,010</u>
	<u>\$ 47,181,060</u>	<u>3,806,326</u>	<u>2,990,648</u>	<u>47,996,738</u>	<u>31,552,088</u>	<u>16,444,650</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(4) Receivables

Property Taxes

Taxes are levied on December 1 on the taxable value of real and personal property as established the preceding December 31. Taxes become a lien on the property December 1 and are due and payable on that date through February 28 of the following year. Taxes become delinquent and are subject to penalty on March 1. Taxable value is determined by using such factors as State equalized, assessed, and capped values, along with a value change multiplier. Equalized values for the 1997 levy totaled \$38,925,681,816, while taxable values were \$36,468,545,005. The County's operating tax rate for the 1997 levy, collected in 1998, was 4.3505 mills, with an additional 0.2439 mills voted for Parks and Recreation.

Delinquent Taxes

The Treasurer purchases, at face amount, real property tax receivables that are delinquent on March 1. These receivables (\$47,939,818) at September 30, 1998 are pledged for the repayment of notes, the proceeds of which were used to liquidate the amounts of delinquent real property taxes due to the County and other governmental agencies. Subsequent collections of delinquent taxes, which include interest, penalties, fees, and investment earnings, amounting to \$18,773,016 in 1998, are used to service the notes payable.

Retained earnings in the Delinquent Tax Revolving fund (an Internal Service fund), in the amount of \$7,224,574 have been reserved for amounts pledged as security toward the repayment of the delinquent tax notes, and the balance is maintained for future self-funding of delinquent tax rolls.

(5) Allowances for Uncollectible Receivables

At September 30, 1998, the allowances for uncollectible receivables were as follows:

	<u>Property Taxes</u>	<u>Other Receivables</u>
General Fund	\$ 1,158,052	365,000
Special Revenue fund: Community Mental Health	—	125,000
Enterprise fund: Medical Care Facility	—	13,091
Fiduciary fund: Water and Sewer Trust	—	1,262
Total	<u>\$ 1,158,052</u>	<u>504,353</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(3) Deposits and Investments, Continued

Investments, Continued

The following is a summary of investments by risk category:

	Category			Carrying Amount (Fair Value)
	1	2	3	
County:				
Deposits	\$ —	—	—	\$ 346,192,541
Investments:				
U.S. government securities	92,770,170	—	—	92,770,170
Municipal bonds	1,080,835	—	—	1,080,835
Common stock	—	490,923,398	—	490,923,398
Corporate and public utility bonds	—	206,662,198	—	206,662,198
Commercial paper	—	139,000,000	—	139,000,000
	<u>\$ 93,851,005</u>	<u>836,585,596</u>	<u>—</u>	1,276,629,142
Governmental investment pools				83,696,289
Real estate				21,933,009
Total				<u>\$ 1,382,258,440</u>

	Category			Carrying Amount (Fair Value)
	1	2	3	
Road Commission:				
Deposits	\$ —	—	—	\$ 18,056,910
Investments:				
U.S. government securities	—	30,640,926	—	30,640,926
Municipal bonds	—	1,099,983	—	1,099,983
Common stock	—	62,236,565	—	62,236,565
Corporate bonds	—	29,427,102	—	29,427,102
	<u>\$ —</u>	<u>123,404,576</u>	<u>—</u>	141,461,486
Governmental investment pools				5,961,374
Total				<u>\$ 147,422,860</u>

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(3) Deposits and Investments, Continued

Investments, Continued

Investments of the County and Road Commission's PERS are administered by their respective boards. Investments are held in street name by safekeeping agents under formal trust agreements or in the Retirement Systems' names. Included in the Primary Government's Pension Trust fund investments in corporate and public utility bonds are Collateralized Mortgage Obligations (CMOs) with a value of \$48,000,131 at September 30, 1998. Such investments include FNMA- and FHLMC-issued certificates and certificates issued by non-governmental agencies. The value of non-governmental-issued securities was \$13,904,993. The portfolio of CMOs matures at various dates through the year 2028 and is backed by investments in various assets, including mortgages, manufactured homes, and credit card receivables. The market value of such investments is affected by, among other factors, changes in interest rates, including the effect of prepayments, marketability, and default rates on assets underlying the securities.

In accordance with GASB Statement No. 3, investments are also classified into three categories of credit risk, as follows:

Category 1: Insured or registered, or securities held by the County or its agent in the County's name.

Category 2: Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.

Category 3: Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent, but not in the County's name.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(3) Deposits and Investments, Continued

Investments, Continued

- State law requires the use of in-state banks and does not allow the County to collateralize bank investments.
- The County maintains a cash and investment pool that is available for use by all funds except fiduciary funds. Investments are also held separately for several funds.
- Pension investments are made in accordance with P.A. 55 of 1982 and are limited to no more than 60 percent common stock. No investments, loans, or leases are with parties related to the pension plan.
- Investment income, except where prohibited by law, such as Drain funds, or specific Board action, such as Internal Service funds and the Airport Facilities fund, an Enterprise fund, is credited to the General Fund and used to fund overall operations.

Under the provisions of State statutes, the Oakland County Employees' Retirement Plan lends securities, including U.S. Government securities, corporate bonds, and common stock, to broker-dealers for collateral that will be returned for the same securities in the future. The County's custodial bank (agent) manages the securities lending program and receives cash and securities, including banker's acceptances, commercial paper, mutual funds, and repurchase agreements, as collateral. The custodial bank does not have the ability to pledge or sell collateral securities unless the borrower defaults. Borrowers are required to deliver collateral for each loan equal to not less than 100 percent of the market value of the loaned securities.

The County did not impose any restrictions during the year ended September 30, 1998 on the amount of the loans that the agent made on its behalf. There were no failures by any borrowers to return loaned securities or pay distribution thereon. Furthermore, there were no losses during the period resulting from a default of the borrowers or the custodial banks.

The County and the borrower maintain the right to terminate all securities lending transactions on demand. Because the loans can be terminated at will, their duration does not generally match the duration of the investments. On September 30, 1998, the County had no credit risk exposure to borrowers. The collateral held and the market value of securities on loan for the County as of September 30, 1998 were \$46,710,878 and \$45,192,765, respectively.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(3) Deposits and Investments

Deposits

In accordance with GASB Statement No. 3, deposits are classified into three categories of credit risk as follows:

- Category 1: Insured or collateralized with securities held by the County or its agent in the County's name.
- Category 2: Collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.
- Category 3: Uncollateralized (includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent, but not in the County's name).

At September 30, 1998, the book value of the County's deposits was \$346,192,541, with a corresponding bank balance of \$358,082,410. Qualifying deposits are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. Of the bank's balance, approximately \$3,700,000 is insured, and the remaining \$354,382,410 is uninsured and uncollateralized and in the County's name.

At September 30, 1998, the book value of the Road Commission's deposits was \$17,785,153, with a corresponding bank balance of \$15,373,611. Of the bank's balance, approximately \$640,266 is insured by the FDIC and the remaining \$14,733,345 is uninsured and uncollateralized and in the County's name.

Investments

Investments, except those of the Retirement Systems and Deferred Compensation Plan, are administered by the Treasurer under guidelines established by Act 20 of the Michigan Public Acts of 1943, as amended. Significant policies include:

- Investments of the County are held in the County's name.
- Investments are in U.S. Treasury obligations, banker's acceptances, certificates of deposit, and commercial paper top rated by not less than two of the four rating services: Standard and Poor's, Moody's Investors Services, Fitch Investors Services, and Duff and Phelps.
- Only federal and State-chartered banks and savings institutions which are members of the FDIC are utilized.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(2) Legal Compliance - Budgets, Continued

	<u>Appropriation</u>	<u>Expenditures</u>	<u>Excess Expenditures</u>
Special Revenue funds:			
County Health fund:			
County Executive:			
Management and budget:			
Fiscal services:			
Controllable personnel expenditures	\$ 107,509	158,581	51,072
Controllable operating expenditures	258	458	200
Facilities management:			
Emergency medical services:			
Controllable personnel expenditures	347,341	353,251	5,910
Controllable operating expenditures	130,984	133,901	2,917
Public services:			
Animal control:			
Controllable personnel expenditures	1,255,351	1,260,555	5,204
Community Mental Health fund:			
Controllable operating expenditures	134,360,155	135,625,840	1,265,685
Non-controllable operating expenditures	2,574,002	6,690,385	4,116,383
Juvenile Maintenance fund:			
County Executive:			
Human services:			
Juvenile Maintenance:			
Controllable personnel expenditures	8,199,931	8,221,419	21,488
Controllable operating expenditures	4,173,670	4,660,525	486,855
Justice administration:			
Probate Court:			
Juvenile maintenance:			
Controllable operating expenditures	3,858,359	4,152,567	294,208
Friend of the Court:			
County Executive:			
Management and budget:			
Reimbursement:			
Controllable personnel expenditures	1,023,043	1,030,810	7,767

These excess expenditures were closed against other appropriation balances in accordance with the County's policy and approved by a Board of Commissioners resolution in fiscal year 1999.



COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(2) Legal Compliance - Budgets, Continued

	<u>Appropriation</u>	<u>Expenditures</u>	<u>Excess Expenditures</u>
General Fund, continued:			
Justice administration:			
District Court:			
Division I:			
Controllable operating expenditures	\$ 668,240	684,280	16,040
Probate Court:			
Administration:			
Controllable operating expenditures	77,986	85,326	7,340
Court services:			
Controllable operating expenditures	202,216	213,778	11,562
Non-controllable operating expenditures	210,015	389,464	179,449
Law enforcement:			
Sheriff:			
Sheriff's office:			
Controllable operating expenditures	546,065	596,775	50,710
Corrective services:			
Controllable personnel expenditures	17,027,391	17,323,618	296,227
Non-controllable operating expenditures	7,287,621	7,330,118	42,497
Corrective services-satellites:			
Controllable personnel expenditures	9,562,717	9,965,374	402,657
Protective services:			
Controllable personnel expenditures	17,265,539	18,314,827	1,049,288
Technical services:			
Controllable personnel expenditures	6,893,777	7,210,676	316,899
Non-controllable operating expenditures	874,842	968,293	93,451
Legislative:			
Board of Commissioners:			
Library board:			
Controllable operating expenditures	772,555	773,260	705
Non-controllable operating expenditures	935,552	943,917	8,365
Drain Commissioner:			
Administration:			
Controllable personnel expenditures	874,127	979,196	105,069
Non-controllable operating expenditures	633,997	635,044	1,047
Operations and maintenance:			
Controllable personnel expenditures	2,008,685	2,408,182	399,497
Non-controllable operating expenditures	—	16,809	16,809

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(2) Legal Compliance - Budgets, Continued

	<u>Appropriation</u>	<u>Expenditures</u>	<u>Excess Expenditures</u>
General Fund, continued:			
County Executive, continued:			
Personnel:			
Administration:			
Controllable personnel expenditures	\$ 243,912	249,346	5,434
Human resources:			
Controllable personnel expenditures	1,651,476	1,655,266	3,790
Employee relations:			
Controllable personnel expenditures	587,679	616,212	28,533
Human services:			
Medical Examiner:			
Controllable personnel expenditures	1,564,728	1,582,364	17,636
Controllable operating expenditures	453,852	481,283	27,431
Public services:			
Administration:			
Controllable operating expenditures	1,014	2,710	1,696
Veterans' services:			
Non-controllable operating expenditures	157,936	209,376	51,440
Clerk/Register of Deeds:			
Administration:			
Non-controllable operating expenditures	130,264	141,149	10,885
County Clerk:			
Controllable personnel expenditures	2,766,184	2,828,150	61,966
Non-controllable operating expenditures	537,735	578,025	40,290
Register of Deeds:			
Controllable personnel expenditures	1,521,255	1,536,273	15,018
Controllable operating expenditures	110,228	112,502	2,274
Jury Commission:			
Controllable personnel expenditures	14,451	16,727	2,276
Treasurer:			
Administration:			
Non-controllable operating expenditures	687,027	698,887	11,860

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(2) Legal Compliance - Budgets, Continued

During the year, the County incurred expenditures over certain appropriations which are presented at the legal level of control as follows:

	<u>Appropriation</u>	<u>Expenditures</u>	<u>Excess Expenditures</u>
General Fund:			
County Executive:			
Administrative:			
Administration:			
Controllable personnel expenditures	\$ 1,278,315	1,306,824	28,509
Auditing:			
Controllable personnel expenditures	886,867	910,820	23,953
Non-controllable operating expenditures	143,054	143,314	260
Management and budget:			
Administration:			
Controllable operating expenditures	7,325	9,985	2,660
Purchasing:			
Controllable operating expenditures	639,679	645,326	5,647
Non-controllable operating expenditures	134,234	142,647	8,413
Fiscal services:			
Controllable personnel expenditures	3,233,102	3,240,081	6,979
Reimbursement:			
Non-controllable operating expenditures	405,614	412,380	6,766
Central services:			
Administration:			
Controllable personnel expenditures	135,973	140,217	4,244
Non-controllable operating expenditures	7,089	11,605	4,516
Support services:			
Controllable operating expenditures	37,956	61,645	23,689
Non-controllable operating expenditures	643,097	673,120	30,023
Facilities management:			
Administration:			
Controllable personnel expenditures	260,850	265,666	4,816
Non-controllable operating expenditures	15,951	39,952	24,001
Facilities engineering:			
Controllable personnel expenditures	1,105,178	1,188,068	82,890

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(2) Legal Compliance - Budgets

The Board of Commissioners has established the legal level of control by control groups, as outlined in the County's General Appropriations Act. This act states that expenditures shall not exceed the total appropriations for controllable personnel expenditures (salaries, overtime, and fringes), controllable operating expenditures, and non-controllable operating expenditures (Internal Service fund charges), respectively, by division.

The Board of Commissioners is authorized to make amendments to the various budgets as deemed necessary. Supplemental budgetary appropriations were not material. The combined statement of revenues, expenditures, and changes in fund balances - amended budget and actual, General and Special Revenue funds, presents those funds as budgeted (consistent with GAAP) which receive an appropriation and can therefore be defined as an appropriated, annual, legally adopted budget. Included within this statement are the General Fund and the following Special Revenue funds: County Health, Community Mental Health, Juvenile Maintenance, Social Welfare Foster Care, Friend of the Court, and the Cost Reduction Incentive Management Program (C.R.I.M.P.).

Transfers within and between budgeted funds and departments may be made by the Fiscal Officer (Director of Management and Budget) in the following instances:

- (a) Transfers may be made from the non-departmental overtime reserve account and fringe benefit adjustment account to the appropriate departmental budget as specific overtime requests are reviewed and approved by the Fiscal Officer. Additionally, overtime appropriations may be transferred between divisions within a department at the request of the department head, if authorized by the Fiscal Officer or designee.
- (b) Transfers may be made from the non-departmental appropriation reserve accounts for maintenance department charges and miscellaneous capital outlay to the appropriate departmental budgets as specific requests for these items are reviewed and approved by the Fiscal Officer.
- (c) Transfers may be made from the non-departmental appropriation reserve accounts, emergency salaries, and summer help as specific requests for these items are reviewed and approved by the Director of the Personnel Department.

The Board of Commissioners adopts a year-end resolution which allows and closes amounts exceeding appropriation against the balances in other appropriations and closes the remaining balance to the General Fund's "Undesignated Fund Balance."

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(L) Deferred Revenue, Continued

Property taxes levied December 1, 1997 (when they become a lien against the property) are used to finance the expenditures of the period of January 1, 1998 through December 31, 1998. Property tax revenues available for appropriated expenditures for the period October 1, 1998 through December 31, 1998 are shown as deferred revenue on the accompanying balance sheet. These property taxes will be recognized as revenues in the 1999 fiscal year.

(M) Equity Transfers

Residual equity transfers are used to record transfers of equity between funds. Residual equity transfers to proprietary fund types from governmental fund types are recorded as contributed capital.

(N) Use of Estimates

The preparation of the general purpose financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the general purpose financial statements. These estimates and assumptions also affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

(O) Memorandum Only - Total Columns

Total columns are captioned "Memorandum Only." They do not purport to present financial position, results of operations, or cash flows. Interfund eliminations have not been made on this aggregation of data.

(P) Change in Accounting Principle

For its fiscal years ended September 30, 1998, the County adopted GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. This Statement mandates the change in the accounting for investments from cost to fair value, which the County determines by using quoted market prices. The net impact of the change in accounting principle resulted in an increase in fund balance at the beginning of the year of \$8,406,515 in the Primary Government and \$18,884,969 in the Component Unit.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(I) Fixed Assets, Continued

The County's estimated useful life of the major classes of property and equipment follows:

	<u>Years</u>
Land and land improvements	10-15
Buildings and improvements	35-45
Furniture, equipment, and vehicles	3-10
Sewage disposal systems	40-50

Fixed assets used in the general operation of the Road Commission are depreciated under various methods, including straight-line and sum-of-the-years-digits.

(J) Compensated Absences

Compensated absences (vested sick and annual leave) of the Primary Government that are allowed to accumulate are charged to operations in the Fringe Benefit fund (an Internal Service fund) as the benefits accrue. Compensated absences for the Road Commission, net of the portion that is payable currently (which has been recorded as a liability), are reflected in the General Long-term Debt Account Group.

No liability is recorded for nonvesting accumulating rights to receive sick pay benefits for the Primary Government and Road Commission.

(K) Fund Equity

Contributed capital is recorded in proprietary funds for capital grants or contributions from customers or other funds. Reserves represent portions of fund equity not appropriate for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

(L) Deferred Revenue

Deferred revenue is reported on the County's combined balance sheet. Amounts are classified as deferred when they do not meet the available criteria, such as grants received before the expenditure is incurred or taxes received which are allocated to a future budget year.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(F) Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Short-term receivables and payables resulting from such transactions are classified as "Due from other funds" or "Due to other funds" on the balance sheet.

Noncurrent portions of long-term interfund loan receivables are reported as advances and are offset equally by a reservation of fund balance.

(G) Inventories

Governmental fund type inventories are valued at cost using the first-in, first-out method and are recorded as expenditures when consumed. Inventories in proprietary funds, except for the Facilities Maintenance and Operations fund, an Internal Service fund, are stated at the lower of cost or market using the first-in, first-out method. Inventories in the Facilities Maintenance and Operations fund are stated at lower of cost or market using the average-cost basis.

(H) Prepayments

Payments made for services that will benefit periods beyond September 30, 1998 are recorded as prepayments.

(I) Fixed Assets

Fixed assets are stated at cost or, if donated, at estimated fair market value at the time of donation. Expenditures materially extending the life of proprietary fund fixed assets are capitalized. Interest on qualifying fixed assets of proprietary funds is capitalized. Depreciation on fixed assets other than general fixed assets is computed primarily on a straight-line method. Fixed assets used in the general operation of the County are recorded as expenditures when purchased and are accounted for in the General Fixed Assets Account Group. No depreciation is recorded for these general fixed assets. Infrastructure ("public domain") assets, including roads, bridges, sanitary sewers, drains, curbs, and gutters, are not capitalized.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(D) Budgets

Budgets and budgetary accounting are on the modified accrual basis, which is consistent with generally accepted accounting principles in that property tax revenue is recognized when made available by Board resolution. The budget was legally adopted by the Board of Commissioners prior to December 31 and presented in a separate document. Appropriation budgets were adopted for the General and certain Special Revenue funds. Appropriations lapse at the end of the year. Project-length financial plans are budgeted for the remainder of the Special Revenue funds and for all Debt Service and Capital Projects funds. Budget and actual comparisons for such funds are not reported in the financial statements because annual budgets are not prepared.

Encumbrances are recorded at the time that the purchase orders and contracts are issued. The encumbrances are liquidated when the goods or services are received. Unliquidated encumbrances at the end of the year are set aside within the fund balance. In the succeeding year, the encumbrances are re-appropriated by the Board of Commissioners to cover the unliquidated encumbrances included in fund equity.

(E) Cash, Cash Equivalents, and Investments

For purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

Cash overdrafts occurring in funds participating in pooled cash accounts at September 30, 1998 have been recorded as a "Due to other funds," and a corresponding "Due from other funds" was established in the appropriate funds.

The County's investments are stated at fair value, which is determined by using quoted market rates.

Pooled investment income is generally allocated to the County's General Fund except for Internal Service fund investments. There are no derivative instruments or products in the County's non-pension investment portfolio at September 30, 1998.



COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(C) Basis of Accounting, Continued

Primary Government, Continued

The financial statements have been prepared in conformity with generally accepted accounting principles. Governmental, Expendable Trust, and Agency funds use the modified accrual basis of accounting. Property tax revenues are recognized in the accounting period in which they become measurable and available. Other significant revenues susceptible to accrual include expenditure-reimbursement type grants, certain intergovernmental revenues, and operating transfers. Expenditures are recorded when the related fund liability is incurred, except interest on long-term debt, which is recorded when paid.

Proprietary and Pension Trust funds use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Discretely Presented Component Unit

The Road Commission uses the current financial resources measurement focus for its governmental fund type activities. That is, only current liabilities and current assets, except for special assessments, are included on the balance sheet. In accordance with GASB Statement No. 14, the general fixed assets and general long-term debt are presented in this fund type. The governmental fund type is used to account for all of the Road Commission's activities, including the collection and disbursement of earmarked resources and the servicing of long-term debt. Revenues and expenditures are recorded under the modified accrual basis of accounting, and, as such, revenue is recorded when measurable and available, and earned. Project-related revenue is recognized as related costs are incurred, except for interest on long-term debt, which is recorded when paid.

The fiduciary fund type includes an Agency and a Pension Trust fund. The Agency fund follows the modified accrual basis of accounting. The Pension Trust fund uses the economic resources measurement focus. All assets and liabilities are included as of the balance sheet date. Revenues and expenses are accounted for under the accrual basis of accounting, and, as such, revenue is recognized when earned and expenses are recorded when liabilities are incurred.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(D) Budgets

Budgets and budgetary accounting are on the modified accrual basis, which is consistent with generally accepted accounting principles in that property tax revenue is recognized when made available by Board resolution. The budget was legally adopted by the Board of Commissioners prior to December 31 and presented in a separate document. Appropriation budgets were adopted for the General and certain Special Revenue funds. Appropriations lapse at the end of the year. Project-length financial plans are budgeted for the remainder of the Special Revenue funds and for all Debt Service and Capital Projects funds. Budget and actual comparisons for such funds are not reported in the financial statements because annual budgets are not prepared.

Encumbrances are recorded at the time that the purchase orders and contracts are issued. The encumbrances are liquidated when the goods or services are received. Unliquidated encumbrances at the end of the year are set aside within the fund balance. In the succeeding year, the encumbrances are re-appropriated by the Board of Commissioners to cover the unliquidated encumbrances included in fund equity.

(E) Cash, Cash Equivalents, and Investments

For purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

Cash overdrafts occurring in funds participating in pooled cash accounts at September 30, 1998 have been recorded as a "Due to other funds," and a corresponding "Due from other funds" was established in the appropriate funds.

The County's investments are stated at fair value, which is determined by using quoted market rates.

Pooled investment income is generally allocated to the County's General Fund except for Internal Service fund investments. There are no derivative instruments or products in the County's non-pension investment portfolio at September 30, 1998.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(C) Basis of Accounting, Continued

Primary Government, Continued

The financial statements have been prepared in conformity with generally accepted accounting principles. Governmental, Expendable Trust, and Agency funds use the modified accrual basis of accounting. Property tax revenues are recognized in the accounting period in which they become measurable and available. Other significant revenues susceptible to accrual include expenditure-reimbursement type grants, certain intergovernmental revenues, and operating transfers. Expenditures are recorded when the related fund liability is incurred, except interest on long-term debt, which is recorded when paid.

Proprietary and Pension Trust funds use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Discretely Presented Component Unit

The Road Commission uses the current financial resources measurement focus for its governmental fund type activities. That is, only current liabilities and current assets, except for special assessments, are included on the balance sheet. In accordance with GASB Statement No. 14, the general fixed assets and general long-term debt are presented in this fund type. The governmental fund type is used to account for all of the Road Commission's activities, including the collection and disbursement of earmarked resources and the servicing of long-term debt. Revenues and expenditures are recorded under the modified accrual basis of accounting, and, as such, revenue is recorded when measurable and available, and earned. Project-related revenue is recognized as related costs are incurred, except for interest on long-term debt, which is recorded when paid.

The fiduciary fund type includes an Agency and a Pension Trust fund. The Agency fund follows the modified accrual basis of accounting. The Pension Trust fund uses the economic resources measurement focus. All assets and liabilities are included as of the balance sheet date. Revenues and expenses are accounted for under the accrual basis of accounting, and, as such, revenue is recognized when earned and expenses are recorded when liabilities are incurred.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(B) Basis of Presentation - Fund Accounting, Continued

Fiduciary Fund Types

Fiduciary funds (including Pension Trust, Expendable Trust, and Agency funds) account for assets held by the County in a trustee capacity or as an agent for others.

Account Groups

General Fixed Assets Account Group reports fixed assets other than those in the proprietary funds.

Long-term Debt Account Group reports long-term debt (not requiring the use of expendable available resources) not reported in proprietary funds.

(C) Basis of Accounting

Primary Government

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental and Expendable Trust funds are accounted for using primarily a current financial resources measurement focus. With this measurement focus, only current assets, except for certain miscellaneous receivables and special assessments, and current liabilities are included on the balance sheet. Governmental funds are used to account for all or most of the County's general activities, including the collection and disbursement of earmarked resources and the servicing of long-term debt.

Proprietary and Pension Trust funds are accounted for on a flow-of-economic-resources measurement focus. All assets and liabilities are included on the balance sheet, with fund equities segregated into contributed capital and retained earnings. Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(B) Basis of Presentation - Fund Accounting

Governmental Fund Types, Continued

Debt Service funds account for the financing resources and payment of principal and interest on debt reported in the General Long-term Debt Account Group. Debt Service funds account for servicing of general long-term debt of various building authority debt issues, drain funds, and debt associated with local water and sewer obligations upon which there are County guarantees.

Capital Projects funds account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Proprietary Fund Types

Internal Service funds account for goods and services provided to departments, funds, and governmental units on a cost-reimbursement basis. Included within the Internal Service funds are the Delinquent Tax Revolving fund (provides financing of delinquent real property taxes for governmental units in the County), certain fringe benefits provided to County employees (health, workers' compensation, unemployment compensation), information technology, and various equipment revolving funds.

Enterprise funds report operations for services to the general public, financed primarily by user charges intended to recover the cost of services provided, and include two airports, a medical care facility, and four sewage disposal systems.

GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, provides governments with two options for reporting their proprietary fund activities. The County has elected to apply all GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(A) The Financial Reporting Entity, Continued

Discretely Presented Component Unit, Continued

Complete financial statements of the Road Commission can be obtained from its administrative offices as follows:

Road Commission for Oakland County  
31001 Lahser Road  
Beverly Hills, Michigan 48025

(B) Basis of Presentation - Fund Accounting

Funds and account groups are used to report the County's financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is established to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Governmental Fund Types

The General Fund accounts for financial transactions not reflected in another fund. Revenues are primarily derived from property taxes, State and federal distributions, and charges for services.

Special Revenue funds are used to ensure that specified resources (other than expendable trusts and funds for major capital improvements) are used as required by legal, regulatory, and/or administrative provisions. Included within the Special Revenue funds are programs for mental health, care of children, drain maintenance, parks and recreation, and certain grant operations involving public health, employment training, community development, and other grants.

COUNTY OF OAKLAND  
Notes to General Purpose Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(A) The Financial Reporting Entity, Continued

Blended Component Unit, Continued

Oakland County Building Authority (the Authority) - A five-person authority is appointed by the Oakland County Board of Commissioners, and its activity is dependent upon Board actions. The purpose of the Authority is to finance, through tax-exempt bonds, the construction of public buildings for use by the County, with the bonds secured by lease agreements with the County and retired through lease payments from the County. The Oakland County Building Authority is reported as if it were part of the primary government because its sole purpose is to finance the construction of the County's public buildings. The Authority's activity is reported in various Debt Service and Capital Projects funds, and the general fixed assets and long-term obligations are reported in the General Fixed Asset and General Long-term Debt Account Groups, respectively.

Separate financial statements for the Authority are not published.

Discretely Presented Component Unit

The discretely presented component unit is an entity that is legally separate from the County but for which the County is financially accountable, or its relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. This component unit is reported in separate columns to emphasize that it is legally separate from the County.

Road Commission for Oakland County (Road Commission) - The Road Commission is governed by three appointees of the County Board of Commissioners who are not County Board members. The Road Commission is responsible for the construction and maintenance of the County's system of roads and bridges, and is principally funded by State-collected vehicle fuel and registration taxes under Public Act 51. The County has budgetary control and appropriation authority over its activities; however, such has not been exercised. The Road Commission's primary activities and deferred compensation plan, which are as of and for the year ended September 30, 1998, are reported discretely as a governmental fund type - Special Revenue fund and as a fiduciary fund type - Agency fund, respectively. The Road Commission Retirement System, which is as of and for the year ended December 31, 1997, is reported discretely as a fiduciary fund type - Pension Trust fund.

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the year ended September 30, 1998

	County <u>Health</u>	Community Mental <u>Health</u>	Juvenile <u>Maintenance</u>	Social Welfare <u>Foster Care</u>	Friend of the <u>Court</u>	<u>C.R.I.M.P.</u>	Parks and <u>Recreation</u>
<b>Revenues:</b>							
Taxes	\$ -	-	-	-	-	-	8,743,994
Special assessments	-	-	-	-	-	-	-
Federal grants	23,097	-	201,355	-	-	-	-
State grants	3,961,050	60,851,761	7,607,327	30,203	-	-	-
Other intergovernmental revenues	109,696	93,996,186	-	-	258,626	-	-
Charges for services	3,096,308	3,598,654	3,613,976	-	165,274	-	6,953,679
Use of money	-	-	-	-	-	-	666,937
Other	174,235	783,587	39,823	-	9,567	-	63,752
<b>Total revenues</b>	<u>7,364,386</u>	<u>159,230,188</u>	<u>11,462,481</u>	<u>30,203</u>	<u>433,467</u>	<u>-</u>	<u>16,428,362</u>
<b>Expenditures:</b>							
Salaries	14,524,839	14,728,796	6,173,994	-	5,145,469	-	5,420,753
Fringe benefits	6,180,741	5,511,537	2,614,383	-	2,100,052	-	1,707,506
Contractual services	2,582,699	134,253,190	11,080,084	40,417	442,865	-	3,551,439
Commodities	443,529	1,035,228	286,308	-	182,709	-	482,543
Capital outlay	59,595	337,422	-	-	-	-	3,430,765
Internal services	3,017,946	6,690,385	1,900,913	-	2,135,940	-	249,238
<b>Total expenditures</b>	<u>26,809,349</u>	<u>162,556,558</u>	<u>22,055,682</u>	<u>40,417</u>	<u>10,007,035</u>	<u>-</u>	<u>14,842,244</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(19,444,963)</u>	<u>(3,326,370)</u>	<u>(10,593,201)</u>	<u>(10,214)</u>	<u>(9,573,568)</u>	<u>-</u>	<u>1,586,118</u>
<b>Other financing sources (uses):</b>							
Operating transfers in	19,880,596	8,232,483	10,596,853	10,214	9,577,602	228,812	-
Operating transfers out	(5,300)	-	-	-	-	-	-
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<u>430,333</u>	<u>4,906,113</u>	<u>3,652</u>	<u>-</u>	<u>4,034</u>	<u>228,812</u>	<u>1,586,118</u>
Fund balances at October 1, 1997	894,424	278,529	2,000	-	-	55,341	3,430,765
Residual equity transfers out	-	-	-	-	-	-	-
<b>Fund balances (deficits) at September 30, 1998</b>	<u>\$ 1,324,757</u>	<u>5,184,642</u>	<u>5,652</u>	<u>-</u>	<u>4,034</u>	<u>284,153</u>	<u>5,016,883</u>

Continued



COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
For the year ended September 30, 1998

	Housing and Community Development	County Library	State Court Disbursement	County Veterans' Trust	County Market	Millage Reduction and Stabilization
<b>Revenues:</b>						
Taxes	\$ -	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Federal grants	5,312,429	-	-	-	-	-
State grants	-	-	-	-	-	-
Other intergovernmental revenues	143,802	-	-	-	-	-
Charges for services	1,263,304	2,250	-	147,196	116,850	-
Use of money	-	20,783	-	-	-	-
Other	-	28	-	500	-	-
<b>Total revenues</b>	<b>6,719,535</b>	<b>23,061</b>	<b>-</b>	<b>147,696</b>	<b>116,850</b>	<b>-</b>
<b>Expenditures:</b>						
Salaries	468,203	-	-	-	43,520	-
Fringe benefits	187,508	-	-	-	13,747	-
Contractual services	5,895,185	14,789	-	156,453	326	-
Commodities	12,790	-	-	2	-	-
Capital outlay	-	-	-	-	-	-
Internal services	155,849	-	-	-	50,406	-
<b>Total expenditures</b>	<b>6,719,535</b>	<b>14,789</b>	<b>-</b>	<b>156,455</b>	<b>107,999</b>	<b>-</b>
Excess (deficiency) of revenues over (under) expenditures	-	8,272	-	(8,759)	8,851	-
<b>Other financing sources (uses):</b>						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	(28,800)	-	-	-	(1,093,750)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	-	(20,528)	-	(8,759)	8,851	(1,093,750)
Fund balances at October 1, 1997	-	347,142	3,273,103	35,832	40,883	4,375,197
Residual equity transfers out	-	-	-	-	-	-
<b>Fund balances (deficits) at September 30, 1998</b>	<b>\$ -</b>	<b>326,614</b>	<b>3,273,103</b>	<b>27,073</b>	<b>49,734</b>	<b>3,281,447</b>

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
For the year ended September 30, 1998

	Drains-Act 40 Maintenance Chapter 4 & 18	Drains-Act 40 Maintenance Chapter 20 & 21	Sewer Act 94	Lake Level Act 146	Lake Improvements Act 345	Multi- Organizational Grants
Revenues:						
Taxes	\$ -	-	-	-	-	-
Special assessments	178,821	304,277	-	303,514	645,404	-
Federal grants	-	-	-	-	-	-
State grants	-	-	-	-	-	2,547,579
Other intergovernmental revenues	-	-	-	-	-	-
Charges for services	5,800	10,596	-	50	-	-
Use of money	151,527	320,591	8,656	18,460	50,322	1,480
Other	-	27,179	-	-	-	-
<b>Total revenues</b>	<b>336,148</b>	<b>662,643</b>	<b>8,656</b>	<b>322,024</b>	<b>695,726</b>	<b>2,549,059</b>
Expenditures:						
Salaries	81,926	287,369	-	128,213	-	839,282
Fringe benefits	54,651	192,463	-	84,890	-	337,336
Contractual services	37,777	881,858	-	54,403	895,828	1,241,732
Commodities	4,904	75,422	-	1,518	936	10,073
Capital outlay	-	2,014,233	-	-	7,347	-
Internal services	31,890	110,974	-	38,727	286	120,636
<b>Total expenditures</b>	<b>211,148</b>	<b>3,562,319</b>	<b>-</b>	<b>307,751</b>	<b>904,397</b>	<b>2,549,059</b>
Excess (deficiency) of revenues over (under) expenditures	125,000	(2,899,676)	8,656	14,273	(208,671)	-
Other financing sources (uses):						
Operating transfers in	42,482	25,000	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	167,482	(2,874,676)	8,656	14,273	(208,671)	-
Fund balances at October 1, 1997	464,997	6,870,756	265,528	3,863	864,158	-
Residual equity transfers out	-	-	-	(180,341)	-	-
<b>Fund balances (deficits) at September 30, 1998</b>	<b>\$ 632,479</b>	<b>3,996,080</b>	<b>274,184</b>	<b>(162,205)</b>	<b>655,487</b>	<b>-</b>

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
For the year ended September 30, 1998

	J.T.P.A. Grants	Law Enforcement Grants	Mental Health Grants	Human Service Grants	Other Grants	Total
<b>Revenues:</b>						
Taxes	\$ -	-	-	-	-	8,743,994
Special assessments	-	-	-	-	-	1,432,016
Federal grants	7,960,913	-	-	-	-	13,497,794
State grants	4,363	3,905,103	203,034	9,700,107	413,873	89,224,400
Other intergovernmental revenues	-	-	-	-	-	94,508,310
Charges for services	-	42,001	-	175,240	-	19,191,178
Use of money	46	-	15,298	-	-	1,254,100
Other	-	-	-	10	-	1,098,681
<b>Total revenues</b>	<b><u>7,965,322</u></b>	<b><u>3,947,104</u></b>	<b><u>218,332</u></b>	<b><u>9,875,357</u></b>	<b><u>413,873</u></b>	<b><u>228,950,473</u></b>
<b>Expenditures:</b>						
Salaries	446,978	2,313,269	50,359	3,294,508	216,340	54,163,818
Fringe benefits	162,196	968,096	19,041	1,202,535	91,188	21,427,870
Contractual services	7,263,484	403,683	146,156	4,812,244	80,438	173,835,050
Commodities	2,966	6,288	2,776	218,167	-	2,766,159
Capital outlay	-	3,861	-	12,105	792	5,866,120
Internal services	89,698	251,907	-	335,798	25,115	15,205,708
<b>Total expenditures</b>	<b><u>7,965,322</u></b>	<b><u>3,947,104</u></b>	<b><u>218,332</u></b>	<b><u>9,875,357</u></b>	<b><u>413,873</u></b>	<b><u>273,264,725</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>(44,314,252)</u></b>
<b>Other financing sources (uses):</b>						
Operating transfers in	-	-	-	-	-	48,594,042
Operating transfers out	-	-	-	-	-	(1,127,850)
<b>Excess (deficiency) of revenues and other sources over (under) expenditures and other uses</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,151,940</u></b>
Fund balances at October 1, 1997	-	-	-	-	-	21,202,518
Residual equity transfers out	-	-	-	-	-	(180,341)
<b>Fund balances (deficits) at September 30, 1998</b>	<b><u>\$ -</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>24,174,117</u></b>

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Amended Budget and Actual  
For the year ended September 30, 1998

	County Health		Variance Favorable (Unfavorable)
	Amended Budget	Actual	
<b>Revenues:</b>			
Federal grants	\$ 25,000	23,097	(1,903)
State grants	3,286,638	3,961,050	674,412
Other intergovernmental revenues	110,700	109,696	(1,004)
Charges for services	3,055,120	3,096,308	41,188
Other	927,259	174,235	(753,024)
Total revenues	<u>7,404,717</u>	<u>7,364,386</u>	<u>(40,331)</u>
<b>Expenditures:</b>			
<b>Current operations:</b>			
<b>County Executive:</b>			
<b>Management and Budget:</b>			
<b>Fiscal Services:</b>			
Controllable personnel expenditures	107,509	158,581	(51,072)
Controllable operating expenditures	258	458	(200)
Non-controllable operating expenditures	22,075	16,828	5,247
Total fiscal services	<u>129,842</u>	<u>175,867</u>	<u>(46,025)</u>
Total management and budget	<u>129,842</u>	<u>175,867</u>	<u>(46,025)</u>
<b>Human Services:</b>			
<b>Health:</b>			
Controllable personnel expenditures	19,529,256	18,933,193	596,063
Controllable operating expenditures	4,773,932	2,847,580	1,926,352
Non-controllable operating expenditures	2,456,386	2,295,319	161,067
Total health	<u>26,759,574</u>	<u>24,076,092</u>	<u>2,683,482</u>
Total human services	<u>26,759,574</u>	<u>24,076,092</u>	<u>2,683,482</u>
<b>Facilities Management:</b>			
<b>Emergency Medical Services:</b>			
Controllable personnel expenditures	347,341	353,251	(5,910)
Controllable operating expenditures	130,984	133,901	(2,917)
Non-controllable operating expenditures	302,517	230,533	71,984
Total emergency medical services	<u>780,842</u>	<u>717,685</u>	<u>63,157</u>
Total facilities management	<u>780,842</u>	<u>717,685</u>	<u>63,157</u>

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	County Health		
	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Current operations, continued:			
County Executive, continued:			
Public Services:			
Animal Control:			
Controllable personnel expenditures	\$ 1,255,351	1,260,555	(5,204)
Controllable operating expenditures	106,923	103,884	3,039
Non-controllable operating expenditures	485,076	475,266	9,810
Total animal control	1,847,350	1,839,705	7,645
Total public services	1,847,350	1,839,705	7,645
Total County Executive	29,517,608	26,809,349	2,708,259
Total expenditures	29,517,608	26,809,349	2,708,259
Excess (deficiency) of revenues over (under) expenditures	(22,112,891)	(19,444,963)	2,667,928
Other financing sources (uses):			
Operating transfers in	22,112,891	19,880,596	(2,232,295)
Operating transfers out	-	(5,300)	(5,300)
Excess of revenues and other sources over expenditures and other uses	-	430,333	430,333
Fund balance at October 1, 1997	894,424	894,424	-
Fund balance at September 30, 1998	\$ 894,424	1,324,757	430,333

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	Community Mental Health		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
State grants	\$ 73,949,626	60,851,761	(13,097,865)
Other intergovernmental revenues	74,926,734	93,996,186	19,069,452
Charges for services	1,251,433	3,598,654	2,347,221
Other	1,380,716	783,587	(597,129)
Total revenues	151,508,509	159,230,188	7,721,679
Expenditures:			
Current operations:			
Community Mental Health:			
Controllable personnel expenditures	22,222,128	20,240,333	1,981,795
Controllable operating expenditures	134,360,155	135,625,840	(1,265,685)
Non-controllable operating expenditures	2,574,002	6,690,385	(4,116,383)
Total community mental health	159,156,285	162,556,558	(3,400,273)
Total expenditures	159,156,285	162,556,558	(3,400,273)
Excess (deficiency) of revenues over (under) expenditures	(7,647,776)	(3,326,370)	4,321,406
Other financing sources:			
Operating transfers in	7,647,776	8,232,483	584,707
Excess of revenues and other sources over expenditures	-	4,906,113	4,906,113
Fund balance at October 1, 1997	278,529	278,529	-
Fund balance at September 30, 1998	\$ 278,529	5,184,642	4,906,113

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	Juvenile Maintenance		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>			
Federal grants	\$ 190,000	201,355	11,355
State grants	5,100,000	7,607,327	2,507,327
Charges for services	3,456,126	3,613,976	157,850
Other	2,000	39,823	37,823
Total revenues	<u>8,748,126</u>	<u>11,462,481</u>	<u>2,714,355</u>
<b>Expenditures:</b>			
<b>Current operations:</b>			
<b>County Executive:</b>			
<b>Human services:</b>			
<b>Juvenile Maintenance:</b>			
Controllable personnel expenditures	8,199,931	8,221,419	(21,488)
Controllable operating expenditures	4,173,670	4,660,525	(486,855)
Non-controllable operating expenditures	1,891,498	1,829,587	61,911
Total juvenile maintenance	<u>14,265,099</u>	<u>14,711,531</u>	<u>(446,432)</u>
<b>Social Services:</b>			
Controllable operating expenditures	2,637,830	2,455,728	182,102
Total social services	<u>2,637,830</u>	<u>2,455,728</u>	<u>182,102</u>
Total human services	<u>16,902,929</u>	<u>17,167,259</u>	<u>(264,330)</u>
Total County Executive	<u>16,902,929</u>	<u>17,167,259</u>	<u>(264,330)</u>
<b>Justice administration:</b>			
<b>Probate Court:</b>			
<b>Juvenile Maintenance:</b>			
Controllable operating expenditures	3,858,359	4,152,567	(294,208)
Non-controllable operating expenditures	33	12	21
Total juvenile maintenance	<u>3,858,392</u>	<u>4,152,579</u>	<u>(294,187)</u>

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	Juvenile Maintenance		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Expenditures, continued:			
Current operations, continued:			
Justice administration, continued:			
Probate Court, continued:			
Court Services:			
Controllable personnel expenditures	\$ 570,808	566,958	3,850
Controllable operating expenditures	162,274	97,572	64,702
Non-controllable operating expenditures	211,366	71,314	140,052
Total court services	944,448	735,844	208,604
Total Probate Court	4,802,840	4,888,423	(85,583)
Total justice administration	4,802,840	4,888,423	(85,583)
Total expenditures	21,705,769	22,055,682	(349,913)
Excess (deficiency) of revenues over (under) expenditures	(12,957,643)	(10,593,201)	2,364,442
Other financing sources:			
Operating transfers in	12,957,643	10,596,853	(2,360,790)
Excess of revenues and other sources over expenditures	-	3,652	3,652
Fund balance at October 1, 1997	2,000	2,000	-
Fund balance at September 30, 1998	\$ 2,000	5,652	3,652

Continued



COUNTY OF OAKLAND  
 Special Revenue Funds  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances, Continued  
 Amended Budget and Actual  
 For the year ended September 30, 1998

	Social Welfare Foster Care		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
State grants	\$ 15,000	30,203	15,203
Total revenues	15,000	30,203	15,203
Expenditures:			
Current operations:			
County Executive:			
Human Services:			
Social Services:			
Controllable operating expenditures	80,134	40,417	39,717
Total social services	80,134	40,417	39,717
Total human services	80,134	40,417	39,717
Total County Executive	80,134	40,417	39,717
Total expenditures	80,134	40,417	39,717
Excess (deficiency) of revenues over (under) expenditures	(65,134)	(10,214)	54,920
Other financing sources:			
Operating transfers in	65,134	10,214	54,920
Excess of revenues and other sources over expenditures	-	-	-
Fund balance at October 1, 1997	-	-	-
Fund balance at September 30, 1998	\$ -	-	-

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	Friend of the Court		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Other intergovernmental revenues	\$ 300,000	258,626	(41,374)
Charges for services	187,290	165,274	(22,016)
Other	-	9,567	9,567
	487,290	433,467	(53,823)
Expenditures:			
Current operations:			
County Executive:			
Management and Budget:			
Reimbursement:			
Controllable personnel expenditures	1,023,043	1,030,810	(7,767)
Controllable operating expenditures	290,914	170,765	120,149
Non-controllable operating expenditures	329,627	240,849	88,778
	1,643,584	1,442,424	201,160
Total reimbursement	1,643,584	1,442,424	201,160
Total management and budget	1,643,584	1,442,424	201,160
Total County Executive	1,643,584	1,442,424	201,160
Justice administration:			
Circuit Court:			
Friend of the Court:			
Controllable personnel expenditures	6,366,750	6,214,711	152,039
Controllable operating expenditures	567,311	454,809	112,502
Non-controllable operating expenditures	1,999,943	1,895,091	104,852
	8,934,004	8,564,611	369,393
Total Friend of the Court	8,934,004	8,564,611	369,393
Total Circuit Court	8,934,004	8,564,611	369,393
Total justice administration	8,934,004	8,564,611	369,393
Total expenditures	10,577,588	10,007,035	570,553
Excess (deficiency) of revenues over (under) expenditures	(10,090,298)	(9,573,568)	516,730

Continued

COUNTY OF OAKLAND  
 Special Revenue Funds  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances, Continued  
 Amended Budget and Actual  
 For the year ended September 30, 1998

	Friend of the Court		Variance
	Amended Budget	Actual	Favorable (Unfavorable)
Other financing sources:			
Operating transfers in	\$ 10,090,298	9,577,602	(512,696)
Excess of revenues and other sources over expenditures	-	4,034	4,034
Fund balance at October 1, 1997	-	-	-
Fund balance at September 30, 1998	\$ -	4,034	4,034

Continued

COUNTY OF OAKLAND  
 Special Revenue Funds  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances, Continued  
 Amended Budget and Actual  
 For the year ended September 30, 1998

	C.R.I.M.P.		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Other financing sources:			
Operating transfers in	\$ 228,812	228,812	-
Excess of other sources over uses	228,812	228,812	-
Fund balance at October 1, 1997	55,341	55,341	-
Fund balance at September 30, 1998	\$ 284,153	284,153	-

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	Total Budgeted Special Revenue Funds		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Federal grants	\$ 215,000	224,452	9,452
State grants	82,351,264	72,450,341	(9,900,923)
Other intergovernmental revenues	75,337,434	94,364,508	19,027,074
Charges for services	7,949,969	10,474,212	2,524,243
Other	2,309,975	1,007,212	(1,302,763)
Total revenues	168,163,642	178,520,725	10,357,083
Expenditures:			
Current operations:			
County Executive:			
Management and Budget:			
Fiscal Services:			
Controllable personnel expenditures	107,509	158,581	(51,072)
Controllable operating expenditures	258	458	(200)
Non-controllable operating expenditures	22,075	16,828	5,247
Total fiscal services	129,842	175,867	(46,025)
Reimbursement:			
Controllable personnel expenditures	1,023,043	1,030,810	(7,767)
Controllable operating expenditures	290,914	170,765	120,149
Non-controllable operating expenditures	329,627	240,849	88,778
Total reimbursement	1,643,584	1,442,424	201,160
Total management and budget	1,773,426	1,618,291	155,135
Human Services:			
Health:			
Controllable personnel expenditures	19,529,256	18,933,193	596,063
Controllable operating expenditures	4,773,932	2,847,580	1,926,352
Non-controllable operating expenditures	2,456,386	2,295,319	161,067
Total health	26,759,574	24,076,092	2,683,482

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	Total Budgeted Special Revenue Funds		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Expenditures, continued:			
Current operations, continued:			
County Executive, continued			
Human services, continued:			
Juvenile maintenance:			
Controllable personnel expenditures	\$ 8,199,931	8,221,419	(21,488)
Controllable operating expenditures	4,173,670	4,660,525	(486,855)
Non-controllable operating expenditures	1,891,498	1,829,587	61,911
Total juvenile maintenance	14,265,099	14,711,531	(446,432)
Social Services:			
Controllable operating expenditures	2,717,964	2,496,145	221,819
Total social services	2,717,964	2,496,145	221,819
Total human services	43,742,637	41,283,768	2,458,869
Facilities Management:			
Emergency Medical Services:			
Controllable personnel expenditures	347,341	353,251	(5,910)
Controllable operating expenditures	130,984	133,901	(2,917)
Non-controllable operating expenditures	302,517	230,533	71,984
Total emergency medical services	780,842	717,685	63,157
Total facilities management	780,842	717,685	63,157
Public Services:			
Animal Control:			
Controllable personnel expenditures	1,255,351	1,260,555	(5,204)
Controllable operating expenditures	106,923	103,884	3,039
Non-controllable operating expenditures	485,076	475,266	9,810
Total animal control	1,847,350	1,839,705	7,645
Total public services	1,847,350	1,839,705	7,645
Total County Executive	48,144,255	45,459,449	2,684,806

Continued

COUNTY OF OAKLAND  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances, Continued  
Amended Budget and Actual  
For the year ended September 30, 1998

	<u>Total Budgeted Special Revenue Funds</u>		
	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures, continued:			
Current operations, continued:			
Justice administration:			
Circuit Court:			
Friend of the Court:			
Controllable personnel expenditures	\$ 6,366,750	6,214,711	152,039
Controllable operating expenditures	567,311	454,809	112,502
Non-controllable operating expenditures	<u>1,999,943</u>	<u>1,895,091</u>	<u>104,852</u>
Total Friend of the Court	<u>8,934,004</u>	<u>8,564,611</u>	<u>369,393</u>
Total Circuit Court	<u>8,934,004</u>	<u>8,564,611</u>	<u>369,393</u>
Probate Court:			
Juvenile Maintenance:			
Controllable operating expenditures	3,858,359	4,152,567	(294,208)
Non-controllable operating expenditures	<u>33</u>	<u>12</u>	<u>21</u>
Total juvenile maintenance	<u>3,858,392</u>	<u>4,152,579</u>	<u>(294,187)</u>
Court Services:			
Controllable personnel expenditures	570,808	566,958	3,850
Controllable operating expenditures	162,274	97,572	64,702
Non-controllable operating expenditures	<u>211,366</u>	<u>71,314</u>	<u>140,052</u>
Total court services	<u>944,448</u>	<u>735,844</u>	<u>208,604</u>
Total Probate Court	<u>4,802,840</u>	<u>4,888,423</u>	<u>(85,583)</u>
Total justice administration	<u>13,736,844</u>	<u>13,453,034</u>	<u>283,810</u>
Community Mental Health:			
Controllable personnel expenditures	22,222,128	20,240,333	1,981,795
Controllable operating expenditures	134,360,155	135,625,840	(1,265,685)
Non-controllable operating expenditures	<u>2,574,002</u>	<u>6,690,385</u>	<u>(4,116,383)</u>
Total community mental health	<u>159,156,285</u>	<u>162,556,558</u>	<u>(3,400,273)</u>
Total expenditures	<u>221,037,384</u>	<u>221,469,041</u>	<u>(431,657)</u>
Excess (deficiency) of revenues over (under) expenditures	(52,873,742)	(42,948,316)	9,925,426

Continued

COUNTY OF OAKLAND  
 Special Revenue Funds  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances, Continued  
 Amended Budget and Actual  
 For the year ended September 30, 1998

	Total Budgeted Special Revenue Funds		
	Amended Budget	Actual	Variance Favorable (Unfavorable)
Other financing sources (uses):			
Operating transfers in	\$ 53,102,554	48,526,560	(4,575,994)
Operating transfers out	-	(5,300)	(5,300)
Excess of revenues and other sources over expenditures and other uses	228,812	5,572,944	5,344,132
Fund balances at October 1, 1997	1,230,294	1,230,294	-
Fund balances at September 30, 1998	\$ 1,459,106	6,803,238	5,344,132



# Debt Service Funds

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**Debt Service** funds account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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The **Building Authority Refunding Series 1992 Fund** was established to accumulate resources for the payment of bonded debt issued for the refinancing of debt obligations for various Building Authority funds.

The **Building Authority Law Enforcement Complex Fund** was established to accumulate resources for the payment of bonded debt issued to construct the Oakland County Law Enforcement Complex.

The **Building Authority Computer Center Fund** was established to accumulate resources for the payment of bonded debt issued to construct the Oakland County Computer Center.

The **Building Authority West Wing Extension Fund** was established to accumulate resources for the payment of bonded debt issued to construct an addition to the Oakland County Courthouse West Wing.

The **Building Authority Refunding Series 1998 Fund** was established to accumulate resources for the payment of bonded debt issued for the refinancing of debt obligations of the Building Authority West Wing Extension.

The **Water and Sewer Act 342 Fund** is used to account for the accumulation of resources for the payment of bonded debt issued for the construction of water and sewer systems under Public Act 342 of 1939 (currently 38 issues).

The **Drains Act 40 Fund** is used to account for the accumulation of resources for the payment of bonded debt issued for the construction of various Chapter 20 and 21 drains under Act 40 of 1956 (currently 46 issues).

The **Refunding Act 202 Fund** is used to account for the accumulation of resources for the payment of bonded debt issued for the refinancing of debt obligations for construction of various drain, water, and sewer systems (currently 13 issues).

The **Water and Sewer Act 185 Fund** is used to account for the accumulation of resources for the payment of bonded debt issued for the construction of water and sewer systems under Public Act 185 of 1957 (currently 17 issues).

COUNTY OF OAKLAND  
Debt Service Funds  
Combining Balance Sheet  
September 30, 1998

<u>Assets</u>	Building Authority Refunding Series 1992	Building Authority Law Enforcement Complex	Building Authority Computer Center	Building Authority West Wing Extension	Building Authority Refunding Series 1998	Water and Sewer Act 342	Drains Act 40	Refunding Act 202	Water and Sewer Act 185	Total
Cash and cash equivalents	\$ 81,588	206,478	220	70,314	19,836	236,198	1,854,830	127,844	590,327	3,187,635
Investments	-	-	-	-	-	5,331,569	-	1,811,200	7,854,600	14,997,369
Special assessments receivable	-	-	-	-	-	105,280,000	92,821,749	28,855,000	23,910,000	250,866,749
Accrued interest receivable	-	-	-	183	-	137,199	5,298	49,857	202,934	395,471
Due from other funds	-	-	-	-	-	-	-	184,594	-	184,594
<b>Total assets</b>	<b>\$ 81,588</b>	<b>206,478</b>	<b>220</b>	<b>70,497</b>	<b>19,836</b>	<b>110,984,966</b>	<b>94,681,877</b>	<b>31,028,495</b>	<b>32,557,861</b>	<b>269,631,818</b>
<u>Liabilities and Fund Balances</u>										
<b>Liabilities:</b>										
Due to other governmental units	\$ -	-	-	-	-	264,959	8,409	-	3,680,611	3,953,979
Due to other funds	-	-	-	-	-	-	184,594	-	-	184,594
Deferred revenue	-	-	-	-	-	105,280,000	92,805,000	28,855,000	23,910,000	250,850,000
Other accrued liabilities	-	-	-	-	-	30,000	-	36,130	412,634	478,764
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>105,574,959</b>	<b>92,998,003</b>	<b>28,891,130</b>	<b>28,003,245</b>	<b>255,467,337</b>
Fund balances - reserved for debt service	81,588	206,478	220	70,497	19,836	5,410,007	1,683,874	2,137,365	4,554,616	14,164,481
<b>Total liabilities and fund balances</b>	<b>\$ 81,588</b>	<b>206,478</b>	<b>220</b>	<b>70,497</b>	<b>19,836</b>	<b>110,984,966</b>	<b>94,681,877</b>	<b>31,028,495</b>	<b>32,557,861</b>	<b>269,631,818</b>

COUNTY OF OAKLAND  
Debt Service Funds  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the year ended September 30, 1998

	Building Authority Refunding Series 1992	Building Authority Law Enforcement Complex	Building Authority Computer Center	Building Authority West Wing Extension	Building Authority Refunding Series 1998	Water and Sewer Act 342	Drains Act 40	Refunding Act 202	Water and Sewer Act 185	Total
<b>Revenues:</b>										
Special assessments	\$ -	-	-	-	-	14,875,025	11,550,753	6,806,770	7,741,175	40,973,723
Charges for services	-	-	-	-	-	15,121	14,603	1,400	2,302	33,426
Use of money	-	15,383	-	3,813	19,836	305,706	62,071	110,039	493,987	1,010,835
<b>Total revenues</b>	<b>-</b>	<b>15,383</b>	<b>-</b>	<b>3,813</b>	<b>19,836</b>	<b>15,195,852</b>	<b>11,627,427</b>	<b>6,918,209</b>	<b>8,237,464</b>	<b>42,017,984</b>
<b>Expenditures:</b>										
Principal payments	1,400,000	100,000	-	750,000	50,000	9,050,000	6,380,000	5,240,000	6,165,000	29,135,000
Interest	385,463	6,000	108,938	483,550	223,153	6,375,215	4,949,311	1,622,420	1,648,156	15,802,206
Paying agent fees	1,000	967	1,000	1,000	-	26,387	21,625	7,489	5,708	65,176
Intergovernmental	-	-	-	-	-	279,044	454,157	55,604	5,850,171	6,638,976
Other	-	-	-	177,215	-	-	-	1,225	-	178,440
<b>Total expenditures</b>	<b>1,786,463</b>	<b>106,967</b>	<b>109,938</b>	<b>1,411,765</b>	<b>273,153</b>	<b>15,730,646</b>	<b>11,805,093</b>	<b>6,926,738</b>	<b>13,669,035</b>	<b>51,819,798</b>
Deficiency of revenues under expenditures	(1,786,463)	(91,584)	(109,938)	(1,407,952)	(253,317)	(534,794)	(177,666)	(8,529)	(5,431,571)	(9,801,814)
<b>Other financing sources (uses):</b>										
Operating transfers in	1,786,463	-	109,938	1,234,550	273,153	-	-	-	-	3,404,104
Payment to bond escrow agent	-	-	-	(9,942,038)	-	-	-	-	-	(9,942,038)
Proceeds from issuance of bonds	-	-	-	10,115,000	-	-	-	-	-	10,115,000
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	-	(91,584)	-	(440)	19,836	(534,794)	(177,666)	(8,529)	(5,431,571)	(6,224,748)
Fund balances at October 1, 1997	81,588	298,062	220	70,937	-	5,944,801	1,869,485	2,137,949	9,986,187	20,389,229
Residual equity transfers in	-	-	-	-	-	-	-	7,945	-	7,945
Residual equity transfers out	-	-	-	-	-	-	(7,945)	-	-	(7,945)
<b>Fund balances at September 30, 1998</b>	<b>\$ 81,588</b>	<b>206,478</b>	<b>220</b>	<b>70,497</b>	<b>19,836</b>	<b>5,410,007</b>	<b>1,683,874</b>	<b>2,137,365</b>	<b>4,554,616</b>	<b>14,164,481</b>

# Capital Projects Funds

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**Capital Projects** funds account for the purchase or construction of major capital facilities which are not financed by Proprietary funds.

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The **Building Improvement Fund** was established to account for the funding of major County building programs.

The **Project Work Orders Fund** was established to account for the costs of various improvement projects for County facilities.

The **Major Projects Fund** was established to account for the costs of major improvement projects to various County facilities which are funded by current available resources rather than bond issues.

The **Water and Sewer Act 342 Fund** is used to account for the construction of water and sewer systems (currently 22) under Act 342 of 1939.

The **Lake Levels Act 146 Fund** is to account for the costs of construction or reconstruction of various dam structures for purposes of lake level control and augmentation wells, under Act 146 of 1961.

The **Lake Improvements Act 345 Fund** is used to account for the costs of construction of an augmentation well for purposes of lake level control for a lake in Waterford Township. Financing is provided by a special assessment roll as permitted under Public Act 345 of 1966.

The **Drains Act 40 Fund** is used to account for the construction of various Chapter 20 and 21 drains (currently 55) under Public Act 40 of 1956.

The **Drain Commissioner Revolving Fund** was established to provide funds for preliminary costs of various drains, lake level projects, and lake improvements.

The **Long-term Revolving Fund** was established to provide preliminary financing for specific capital projects as approved by the Board of Commissioners. Funds advanced are recovered through special assessments.

COUNTY OF OAKLAND  
Capital Projects Funds  
Combining Balance Sheet  
September 30, 1998

<u>Assets</u>	<u>Building Improvement</u>	<u>Project Work Orders</u>	<u>Major Projects</u>	<u>Water and Sewer Act 342</u>	<u>Lake Level Act 146</u>
<b>Current assets:</b>					
Cash and cash equivalents	\$ 5,313,067	4,724,610	4,250,742	4,985,707	-
Special assessments receivable	-	-	-	-	-
Due from other governmental units	-	-	-	160,000	-
Accrued interest receivable	-	-	-	16,323	-
Accounts receivable	-	-	-	-	-
Due from other funds	-	702,430	4,575,050	6,728,272	-
Total current assets	<u>5,313,067</u>	<u>5,427,040</u>	<u>8,825,792</u>	<u>11,890,302</u>	<u>-</u>
<b>Long-term assets:</b>					
Advances	-	-	-	-	-
Special assessments receivable	-	-	-	-	201,658
Total long-term assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>201,658</u>
Total assets	<u>\$ 5,313,067</u>	<u>5,427,040</u>	<u>8,825,792</u>	<u>11,890,302</u>	<u>201,658</u>
<b><u>Liabilities and Fund Balances</u></b>					
<b>Current liabilities:</b>					
Vouchers payable	\$ -	72,325	942,853	195,799	-
Due to other governmental units	-	-	-	-	-
Due to other funds	4,574,330	2,159	9,966	7,025,167	30,256
Deferred revenue	-	-	-	-	201,658
Other accrued liabilities	-	2,999	703	-	-
Total current liabilities	<u>4,574,330</u>	<u>77,483</u>	<u>953,522</u>	<u>7,220,966</u>	<u>231,914</u>
Other liabilities - advances	-	-	-	-	165,000
Total liabilities	<u>4,574,330</u>	<u>77,483</u>	<u>953,522</u>	<u>7,220,966</u>	<u>396,914</u>
<b>Fund balances:</b>					
<b>Reserved:</b>					
Long-term advances	-	-	-	-	-
Work projects	-	-	-	4,669,336	-
Total reserved	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,669,336</u>	<u>-</u>
<b>Unreserved:</b>					
Designated for work projects	-	5,349,557	7,872,270	-	-
Undesignated	738,737	-	-	-	(195,256)
Total unreserved	<u>738,737</u>	<u>5,349,557</u>	<u>7,872,270</u>	<u>-</u>	<u>(195,256)</u>
Total fund balances (deficit)	<u>738,737</u>	<u>5,349,557</u>	<u>7,872,270</u>	<u>4,669,336</u>	<u>(195,256)</u>
Total liabilities and fund balances	<u>\$ 5,313,067</u>	<u>5,427,040</u>	<u>8,825,792</u>	<u>11,890,302</u>	<u>201,658</u>

Continued

COUNTY OF OAKLAND  
Capital Projects Funds  
Combining Balance Sheet, Continued  
September 30, 1998

<u>Assets</u>	Lake Improvements Act 345	Drains Act 40	Drain Commissioner Revolving	Long-term Revolving	<u>Total</u>
<b>Current assets:</b>					
Cash and cash equivalents	\$ 33,665	13,783,551	435,017	188,400	33,714,759
Special assessments receivable	-	128,256	-	-	128,256
Due from other governmental units	-	-	-	-	160,000
Accrued interest receivable	-	24,028	-	-	40,351
Accounts receivable	-	45,000	-	-	45,000
Due from other funds	-	-	2,087,960	-	14,093,712
Total current assets	<u>33,665</u>	<u>13,980,835</u>	<u>2,522,977</u>	<u>188,400</u>	<u>48,182,078</u>
<b>Long-term assets:</b>					
Advances	-	-	-	302,600	302,600
Special assessments receivable	<u>70,258</u>	-	-	-	<u>271,916</u>
Total long-term assets	<u>70,258</u>	-	-	<u>302,600</u>	<u>574,516</u>
Total assets	<u>\$ 103,923</u>	<u>13,980,835</u>	<u>2,522,977</u>	<u>491,000</u>	<u>48,756,594</u>
<b><u>Liabilities and Fund Balances</u></b>					
<b>Current liabilities:</b>					
Vouchers payable	\$ -	27,730	1,300	-	1,240,007
Due to other governmental units	-	3,335,018	-	-	3,335,018
Due to other funds	-	911,128	712,603	-	13,265,609
Deferred revenue	70,258	-	-	-	271,916
Other accrued liabilities	<u>1,271</u>	<u>382,387</u>	-	-	<u>387,360</u>
Total current liabilities	<u>71,529</u>	<u>4,656,263</u>	<u>713,903</u>	-	<u>18,499,910</u>
Other liabilities - advances	<u>82,600</u>	-	-	-	<u>247,600</u>
Total liabilities	<u>154,129</u>	<u>4,656,263</u>	<u>713,903</u>	-	<u>18,747,510</u>
<b>Fund balances:</b>					
<b>Reserved:</b>					
Long-term advances	-	-	-	302,600	302,600
Work projects	-	9,324,572	1,809,074	188,400	15,991,382
Total reserved	-	<u>9,324,572</u>	<u>1,809,074</u>	<u>491,000</u>	<u>16,293,982</u>
<b>Unreserved:</b>					
Designated for work projects	-	-	-	-	13,221,827
Undesignated	<u>(50,206)</u>	-	-	-	<u>493,275</u>
Total unreserved	<u>(50,206)</u>	-	-	-	<u>13,715,102</u>
Total fund balances (deficit)	<u>(50,206)</u>	<u>9,324,572</u>	<u>1,809,074</u>	<u>491,000</u>	<u>30,009,084</u>
Total liabilities and fund balances	<u>\$ 103,923</u>	<u>13,980,835</u>	<u>2,522,977</u>	<u>491,000</u>	<u>48,756,594</u>

COUNTY OF OAKLAND  
 Capital Projects Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 For the year ended September 30, 1998

	<u>Building Improvement</u>	<u>Project Work Orders</u>	<u>Major Projects</u>	<u>Water and Sewer Act 342</u>	<u>Lake Level Act 146</u>
Revenues:					
Special assessments	\$ -	-	-	3,335,196	78,364
Federal grants	-	-	-	-	-
Use of money	-	-	-	256,729	2,140
Other	-	-	-	1,846	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	-	-	-	3,593,771	80,504
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures - capital outlay	-	2,797,722	7,054,078	6,810,982	268,895
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	-	(2,797,722)	(7,054,078)	(3,217,211)	(188,391)
Other financing sources (uses):					
Operating transfers in	8,035,865	5,304,214	7,074,330	-	-
Operating transfers out	(10,709,830)	(197,115)	-	-	-
Proceeds from issuance of bonds	-	-	-	3,383,052	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	(2,673,965)	2,309,377	20,252	165,841	(188,391)
Fund balances (deficits) at October 1, 1997	3,412,702	3,040,180	7,852,018	4,503,495	(187,206)
Residual equity transfers in	-	-	-	-	180,341
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits) at September 30, 1998	<u>\$ 738,737</u>	<u>5,349,557</u>	<u>7,872,270</u>	<u>4,669,336</u>	<u>(195,256)</u>

Continued

COUNTY OF OAKLAND  
 Capital Projects Funds  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Continued  
 For the year ended September 30, 1998

	Lake Improvements <u>Act 345</u>	Drains <u>Act 40</u>	Drain Commissioner <u>Revolving</u>	Long-term <u>Revolving</u>	<u>Total</u>
Revenues:					
Special assessments	\$ 51,664	471,510	-	-	3,936,734
Federal grants	-	445,703	-	-	445,703
Use of money	6,291	649,533	-	-	914,693
Other	-	1,959	-	-	3,805
	<u>57,955</u>	<u>1,568,705</u>	<u>-</u>	<u>-</u>	<u>5,300,935</u>
Total revenues					
Expenditures - capital outlay	<u>6,120</u>	<u>9,868,587</u>	<u>15,926</u>	<u>-</u>	<u>26,822,310</u>
Excess (deficiency) of revenues over (under) expenditures	51,835	(8,299,882)	(15,926)	-	(21,521,375)
Other financing sources (uses):					
Operating transfers in	-	-	-	-	20,414,409
Operating transfers out	-	(25,000)	-	-	(10,931,945)
Proceeds from issuance of bonds	-	8,222,507	-	-	11,605,559
	<u>-</u>	<u>8,222,507</u>	<u>-</u>	<u>-</u>	<u>11,605,559</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	51,835	(102,375)	(15,926)	-	(433,352)
Fund balances (deficits) at October 1, 1997	(102,041)	9,426,947	1,825,000	491,000	30,262,095
Residual equity transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,341</u>
Fund balances (deficits) at September 30, 1998	<u><u>\$ (50,206)</u></u>	<u><u>9,324,572</u></u>	<u><u>1,809,074</u></u>	<u><u>491,000</u></u>	<u><u>30,009,084</u></u>



# Internal Service Funds

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**Internal Service** funds account for the financing of goods or services provided by one County department or agency to other departments or agencies on a cost-reimbursed basis.

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The **Delinquent Tax Revolving Fund** is used to account for money advanced by the County to cities, townships, villages, and County funds for unpaid property taxes. Short-term notes are sold to fund the advances necessary.

The **Fringe Benefits Fund** is used as a clearing account for the County's employee fringe benefits. Monies are accumulated in this fund as a result of payroll allocations made on a departmental and/or bargaining unit basis. This fund also accumulates and disburses monies related to workers' compensation and unemployment compensation claims.

The **Materials Management Fund** centrally assembles materials and supplies for redistribution to other departments. The user departments are billed for the cost of the requisitioned supplies and services.

The **Information Technology Fund** distributes the costs of central data processing services to the various user departments.

The **Information Technology Equipment Fund** accumulates the costs of purchasing, servicing, and operating mobile data terminals and base stations. These terminals are leased by the County Sheriff's Department, Prosecutor's Office, and various police departments. The fund recovers costs by developing rates and billing users.

The **CLEMIS (Courts and Law Enforcement Management Information System) Fund** was established to accumulate revenues and costs associated with providing law enforcement units with immediate access to criminal and vehicle information throughout the United States and Canada.

The **Drain Equipment Fund** accounts for the cost of vehicles and other equipment used for the construction and maintenance of various drains and lake level projects. The fund is reimbursed as the accumulated costs are distributed to specific projects or funds.

The **Liability Insurance Fund** was established to accumulate monies which are available to settle claims against the County when no insurance coverage exists and to make insurance premium payments. The fund is reimbursed by the user departments for insurance premiums paid and monies accumulated for self-insurance.

The Office Equipment Fund accumulates the costs of servicing and operating County-owned office equipment. The fund recovers these costs by developing rates and billing user departments.

The Facilities Maintenance and Operations Fund accumulates the costs of operating and maintaining the County's buildings, grounds, and utilities. The fund recovers costs by developing rates and billing user departments.

The Motor Pool Fund accumulates the costs of purchasing, servicing, and operating County-owned vehicles. The fund recovers these costs by developing rates and billing user departments.

The Radio Communications Fund accumulates the costs of purchasing, servicing, and operating County-owned short-wave radio equipment. The fund recovers costs by developing rates and billing user departments.

The Micrographics Fund accumulates the costs of microfilming and photocopying County records. The fund recovers costs by developing rates and billing user departments and title insurance companies.

The Telephone Communications Fund accumulates the costs of operating the County telephone system. The fund is reimbursed for the accumulated costs by distributing the charges to the specific fund or department.

The CMH (Community Mental Health) Risk Corridor Fund is established to secure funds as part of the overall strategy for covering risk exposure under the Managed Care Specialty Services Program. Financing is provided by charges made to the Community Mental Health Fund.

The Mailing, Copier, and Printing Fund accumulates the costs of County mail, printing services, and servicing and operating leased copier machines. The fund recovers these costs by developing rates and billing user departments.

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Balance Sheet  
September 30, 1998

<u>Assets</u>	<u>Delinquent Tax Revolving</u>	<u>Fringe Benefits</u>	<u>Materials Management</u>	<u>Information Technology</u>	<u>Information Technology Equipment</u>	<u>CLEMIS</u>	<u>Drain Equipment</u>	<u>Liability Insurance</u>
<b>Current assets:</b>								
Cash and cash equivalents	\$ 82,157,894	32,305,285	490,716	8,460,662	845,123	582,751	765,959	18,249,065
Investments	56,996,025	10,000,000	-	-	400,000	-	-	-
Delinquent property taxes receivable	47,939,818	-	-	-	-	-	-	-
Due from other governmental units	821,047	115,249	1,637	109,732	34,667	59,509	-	-
Accrued interest receivable	7,325,544	43,788	1,058	10,412	3,207	2,126	656	93,220
Accounts receivable (net of allowance for uncollectibles where applicable)	22,490	1,098,350	719	186,154	-	2,736	307,705	16,862
Due from other funds	-	3,719,023	-	5,421	1,200	24,478	294,278	-
Inventories and supplies	-	-	389,290	96,824	-	-	2,075	-
Net investment in direct financing leases	-	-	-	-	-	-	-	-
Prepayments and other assets	383,705	639,543	-	384,174	-	-	-	89
Total current assets	<u>195,646,523</u>	<u>47,921,238</u>	<u>883,420</u>	<u>9,253,379</u>	<u>1,284,197</u>	<u>671,600</u>	<u>1,370,673</u>	<u>18,359,236</u>
<b>Fixed assets, at cost:</b>								
Land and improvements	-	-	-	-	-	-	130,000	-
Buildings and improvements	-	-	-	-	-	-	338,849	-
Equipment and vehicles	-	-	94,258	31,111,688	2,104,351	171,143	3,763,762	13,278
	-	-	94,258	31,111,688	2,104,351	171,143	4,232,611	13,278
Less: Accumulated depreciation	-	-	87,746	15,037,248	2,000,652	87,244	2,752,019	12,186
Fixed assets, net	<u>-</u>	<u>-</u>	<u>6,512</u>	<u>16,074,440</u>	<u>103,699</u>	<u>83,899</u>	<u>1,480,592</u>	<u>1,092</u>
Advances	1,600,000	-	-	-	-	-	-	-
Net investment in direct financing leases	-	-	-	-	-	-	-	-
Total assets	<u>\$ 197,246,523</u>	<u>47,921,238</u>	<u>889,932</u>	<u>25,327,819</u>	<u>1,387,896</u>	<u>755,499</u>	<u>2,851,265</u>	<u>18,360,328</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Balance Sheet, Continued  
September 30, 1998

Liabilities and Equity	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
Current liabilities:								
Vouchers payable	\$ 448,274	242,785	29,512	815,651	679	281	20,084	97,180
Accrued payroll	-	-	-	-	-	-	-	-
Due to other funds	203,494	4,203,163	-	28,714	-	5,437	100,181	800,000
Current portion of long-term debt	14,500,000	-	-	-	-	-	-	-
Current portion of workers' compensation	-	1,762,027	-	-	-	-	-	-
Current portion of advances payable	-	-	-	-	-	-	-	-
Current portion of capital lease obligations	-	-	-	-	-	-	-	-
Accrued interest payable	45,723	-	-	22,490	-	-	-	-
Other accrued liabilities	1,158,655	1,056,566	-	349,590	7,122	1,164	195,106	13,014,926
<b>Total current liabilities</b>	<b>16,356,146</b>	<b>7,264,541</b>	<b>29,512</b>	<b>1,216,445</b>	<b>7,801</b>	<b>6,882</b>	<b>315,371</b>	<b>13,912,106</b>
Other liabilities:								
Accrued workers' compensation	-	12,432,590	-	-	-	-	-	-
Accrued unreported health costs	-	5,740,088	-	-	-	-	-	-
Accrued sick and annual leave	-	11,555,293	-	-	-	-	-	-
Advances	-	-	-	1,600,000	-	-	-	-
Capital lease obligations	-	-	-	-	-	-	-	-
<b>Total other liabilities</b>	<b>-</b>	<b>29,727,971</b>	<b>-</b>	<b>1,600,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>	<b>16,356,146</b>	<b>36,992,512</b>	<b>29,512</b>	<b>2,816,445</b>	<b>7,801</b>	<b>6,882</b>	<b>315,371</b>	<b>13,912,106</b>
Equity:								
Contributed capital	-	-	-	7,657,054	2,800	-	472,099	-
Retained earnings:								
Reserved for debt service	7,224,574	-	-	-	-	-	-	-
Reserved for construction and maintenance	-	-	-	-	-	-	-	-
<b>Total reserved</b>	<b>7,224,574</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Unreserved	173,665,803	10,928,726	860,420	14,854,320	1,377,295	748,617	2,063,795	4,448,222
<b>Total retained earnings</b>	<b>180,890,377</b>	<b>10,928,726</b>	<b>860,420</b>	<b>14,854,320</b>	<b>1,377,295</b>	<b>748,617</b>	<b>2,063,795</b>	<b>4,448,222</b>
<b>Total equity</b>	<b>180,890,377</b>	<b>10,928,726</b>	<b>860,420</b>	<b>22,511,374</b>	<b>1,380,095</b>	<b>748,617</b>	<b>2,535,894</b>	<b>4,448,222</b>
<b>Total liabilities and equity</b>	<b>\$ 197,246,523</b>	<b>47,921,238</b>	<b>889,932</b>	<b>25,327,819</b>	<b>1,387,896</b>	<b>755,499</b>	<b>2,851,265</b>	<b>18,360,328</b>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Balance Sheet, Continued  
September 30, 1998

Assets	Office Equipment	Facilities Maintenance and Operations	Motor Pool	Radio Communications	Micrographics	Telephone Communications	CMH Risk Corridor	Mailing, Copier, and Printing	Total
Current assets:									
Cash and cash equivalents	\$ 3,745,915	5,041,129	1,381,279	1,152,404	563,561	1,005,442	-	753,131	157,500,316
Investments	-	-	-	-	-	-	-	-	67,396,025
Delinquent property taxes receivable	-	-	-	-	-	-	-	-	47,939,818
Due from other governmental units	-	4,599	-	69,266	1,968	-	-	4,653	1,222,327
Accrued interest receivable	21,990	7,146	675	5,073	1,789	5,099	-	753	7,522,536
Accounts receivable (net of allowance for uncollectibles where applicable)	30	225,448	-	19,917	26,550	1,040	-	1,976	1,909,977
Due from other funds	709	59,044	2,720	598	-	631	2,500,000	424	6,608,526
Inventories and supplies	-	110,214	76,410	44,558	-	-	-	196,851	916,222
Net investment in direct financing leases	203,107	-	-	-	-	-	-	-	203,107
Prepayments and other assets	-	14,050	630,285	187,001	-	-	-	-	2,238,847
Total current assets	<u>3,971,751</u>	<u>5,461,630</u>	<u>2,091,369</u>	<u>1,478,817</u>	<u>593,868</u>	<u>1,012,212</u>	<u>2,500,000</u>	<u>957,788</u>	<u>293,457,701</u>
Fixed assets, at cost:									
Land and improvements	-	598,657	-	-	-	-	-	-	728,657
Buildings and improvements	-	3,096,309	424,860	-	-	-	-	-	3,860,018
Equipment and vehicles	4,058,503	1,810,861	6,899,961	10,945,487	324,754	2,466,591	-	359,913	64,124,550
	4,058,503	5,505,827	7,324,821	10,945,487	324,754	2,466,591	-	359,913	68,713,225
Less: Accumulated depreciation	3,049,717	3,956,098	4,569,841	4,321,988	214,360	2,097,526	-	307,500	38,494,125
Fixed assets, net	<u>1,008,786</u>	<u>1,549,729</u>	<u>2,754,980</u>	<u>6,623,499</u>	<u>110,394</u>	<u>369,065</u>	<u>-</u>	<u>52,413</u>	<u>30,219,100</u>
Advances	-	-	-	-	-	-	-	-	1,600,000
Net investment in direct financing leases	172,312	-	-	-	-	-	-	-	172,312
Total assets	<u>\$ 5,152,849</u>	<u>7,011,359</u>	<u>4,846,349</u>	<u>8,102,316</u>	<u>704,262</u>	<u>1,381,277</u>	<u>2,500,000</u>	<u>1,010,201</u>	<u>325,449,113</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Balance Sheet, Continued  
September 30, 1998

<u>Liabilities and Equity</u>	<u>Office Equipment</u>	<u>Facilities Maintenance and Operations</u>	<u>Motor Pool</u>	<u>Radio Communications</u>	<u>Micrographics</u>	<u>Telephone Communications</u>	<u>CMH Risk Corridor</u>	<u>Mailing, Copier, and Printing</u>	<u>Total</u>
<b>Current liabilities:</b>									
Vouchers payable	\$ 22,067	344,841	44,531	38,701	3,445	13,210	-	6,903	2,128,144
Accrued payroll	-	85,791	-	-	-	-	-	-	85,791
Due to other funds	-	67,877	702	187,001	-	671	-	819	5,598,059
Current portion of long-term debt	-	-	-	-	-	-	-	-	14,500,000
Current portion of workers' compensation	-	-	-	-	-	-	-	-	1,762,027
Current portion of advances payable	-	-	-	17,500	-	-	-	-	17,500
Current portion of capital lease obligations	-	-	72,862	-	-	-	-	-	72,862
Accrued interest payable	-	-	-	-	-	-	-	-	68,213
Other accrued liabilities	-	-	21,954	-	-	-	-	-	15,805,083
<b>Total current liabilities</b>	<u>22,067</u>	<u>498,509</u>	<u>140,049</u>	<u>243,202</u>	<u>3,445</u>	<u>13,881</u>	<u>-</u>	<u>7,722</u>	<u>40,037,679</u>
<b>Other liabilities:</b>									
Accrued workers' compensation	-	-	-	-	-	-	-	-	12,432,590
Accrued unreported health costs	-	-	-	-	-	-	-	-	5,740,088
Accrued sick and annual leave	-	-	-	-	-	-	-	-	11,555,293
Advances	-	-	-	17,500	-	-	-	-	1,617,500
Capital lease obligations	-	-	26,582	-	-	-	-	-	26,582
<b>Total other liabilities</b>	<u>-</u>	<u>-</u>	<u>26,582</u>	<u>17,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,372,053</u>
<b>Total liabilities</b>	<u>22,067</u>	<u>498,509</u>	<u>166,631</u>	<u>260,702</u>	<u>3,445</u>	<u>13,881</u>	<u>-</u>	<u>7,722</u>	<u>71,409,732</u>
<b>Equity:</b>									
Contributed capital	198,171	59,814	51,439	4,102,017	-	-	-	-	12,543,394
<b>Retained earnings:</b>									
Reserved for debt service	-	-	-	-	-	-	-	-	7,224,574
Reserved for construction and maintenance	-	-	295,358	-	-	-	-	-	295,358
<b>Total reserved</b>	<u>-</u>	<u>-</u>	<u>295,358</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,519,932</u>
<b>Unreserved</b>	<u>4,932,611</u>	<u>6,453,036</u>	<u>4,332,921</u>	<u>3,739,597</u>	<u>700,817</u>	<u>1,367,396</u>	<u>2,500,000</u>	<u>1,002,479</u>	<u>233,976,055</u>
<b>Total retained earnings</b>	<u>4,932,611</u>	<u>6,453,036</u>	<u>4,628,279</u>	<u>3,739,597</u>	<u>700,817</u>	<u>1,367,396</u>	<u>2,500,000</u>	<u>1,002,479</u>	<u>241,495,987</u>
<b>Total equity</b>	<u>5,130,782</u>	<u>6,512,850</u>	<u>4,679,718</u>	<u>7,841,614</u>	<u>700,817</u>	<u>1,367,396</u>	<u>2,500,000</u>	<u>1,002,479</u>	<u>254,039,381</u>
<b>Total liabilities and equity</b>	<u>\$ 5,152,849</u>	<u>7,011,359</u>	<u>4,846,349</u>	<u>8,102,316</u>	<u>704,262</u>	<u>1,381,277</u>	<u>2,500,000</u>	<u>1,010,201</u>	<u>325,449,113</u>

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Revenues, Expenses,  
and Changes in Retained Earnings  
For the year ended September 30, 1998

	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
Operating revenue:								
Charges for services	\$ 10,627,426	70,401,485	3,249,192	18,004,523	290,307	1,656,422	2,343,734	3,234,122
Operating expenses:								
Salaries	-	326,845	192,815	4,901,871	-	415,200	249,763	247,117
Fringe benefits	-	65,254,909	93,443	1,869,974	-	153,387	157,020	101,048
Contractual services	90,254	5,833,712	63,799	6,278,505	30,768	89,657	618,259	2,606,804
Commodities	-	11,618	2,850,278	771,131	220	-	203,929	3,289
Depreciation	-	-	4,200	4,344,571	108,279	54,593	427,139	167
Internal services	309,221	3,441	123,153	1,018,050	-	900,000	520,234	145,822
Total operating expenses	399,475	71,430,525	3,327,688	19,184,102	139,267	1,612,837	2,176,344	3,104,247
Operating income (loss)	10,227,951	(1,029,040)	(78,496)	(1,179,579)	151,040	43,585	167,390	129,875
Nonoperating revenues (expenses):								
Interest revenue	7,036,183	1,477,810	13,220	173,057	41,346	24,876	26,196	874,039
Interest expense	(655,287)	-	-	(22,490)	-	-	(276)	-
Net increase in fair value of investments	889,285	-	-	-	-	-	-	-
Gain (loss) on sale of property and equipment	-	-	-	(1,018)	-	-	7,090	-
Net nonoperating revenues	7,270,181	1,477,810	13,220	149,549	41,346	24,876	33,010	874,039
Income (loss) before operating transfers	17,498,132	448,770	(65,276)	(1,030,030)	192,386	68,461	200,400	1,003,914
Operating transfers in	-	2,554,487	-	4,369,118	4,900	35,500	-	-
Operating transfers out	(4,099,335)	(20,000)	-	(35,500)	-	-	-	-
Net income (loss)	13,398,797	2,983,257	(65,276)	3,303,588	197,286	103,961	200,400	1,003,914
Retained earnings at October 1, 1997, as previously stated	167,271,458	7,945,469	925,696	11,550,732	1,180,009	644,656	1,863,395	3,444,308
Cumulative effect of change in accounting principle	220,122	-	-	-	-	-	-	-
At October 1, 1997, as restated	167,491,580	7,945,469	925,696	11,550,732	1,180,009	644,656	1,863,395	3,444,308
Retained earnings at September 30, 1998	\$ 180,890,377	10,928,726	860,420	14,854,320	1,377,295	748,617	2,063,795	4,448,222

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Revenues, Expenses,  
and Changes in Retained Earnings, Continued  
For the year ended September 30, 1998

	Office Equipment	Facilities Maintenance and Operations	Motor Pool	Radio Communications	Micrographics	Telephone Communications	CMH Risk Corridor	Mailing, Copier, and Printing	Total
Operating revenue:									
Charges for services	\$ 376,918	21,499,213	3,825,297	1,824,187	667,599	3,687,613	2,500,000	2,033,085	146,221,123
Operating expenses:									
Salaries	41,016	6,156,511	462,957	290,859	212,798	306,244	-	269,570	14,073,566
Fringe benefits	19,042	2,843,076	208,945	125,198	87,791	128,679	-	112,752	71,155,264
Contractual services	185,422	8,027,162	1,031,573	225,697	99,524	2,731,984	-	796,378	28,709,498
Commodities	-	998,960	1,772,717	259,075	1,115	140,189	-	1,103,432	8,115,953
Depreciation	288,291	172,738	1,124,185	859,980	38,055	202,353	-	47,390	7,671,941
Internal services	1,410	835,125	204,512	81,357	75,139	17,453	-	273,285	4,508,202
Total operating expenses	535,181	19,033,572	4,804,889	1,842,166	514,422	3,526,902	-	2,602,807	134,234,424
Operating income (loss)	(158,263)	2,465,641	(979,592)	(17,979)	153,177	160,711	2,500,000	(569,722)	11,986,699
Nonoperating revenues (expenses):									
Interest revenue	144,179	169,469	44,568	21,622	13,926	69,478	-	50,615	10,180,584
Interest expense	-	-	(17,367)	-	-	-	-	(107)	(695,527)
Net increase in fair value of investments	-	-	-	-	-	-	-	-	889,285
Gain (loss) on sale of property and equipment	(2,011)	25,150	391,179	9,061	-	456	-	4,880	434,787
Net nonoperating revenues	142,168	194,619	418,380	30,683	13,926	69,934	-	55,388	10,809,129
Income (loss) before operating transfers	(16,095)	2,660,260	(561,212)	12,704	167,103	230,645	2,500,000	(514,334)	22,795,828
Operating transfers in	-	-	134,677	19,000	-	-	-	-	7,117,682
Operating transfers out	(670,252)	(2,300,000)	-	-	-	(1,200,000)	-	-	(8,325,087)
Net income (loss)	(686,347)	360,260	(426,535)	31,704	167,103	(969,355)	2,500,000	(514,334)	21,588,423
Retained earnings at October 1, 1997, as previously stated	5,618,958	6,092,776	5,054,814	3,707,893	533,714	2,336,751	-	1,516,813	219,687,442
Cumulative effect of change in accounting principle	-	-	-	-	-	-	-	-	220,122
At October 1, 1997, as restated	5,618,958	6,092,776	5,054,814	3,707,893	533,714	2,336,751	-	1,516,813	219,907,564
Retained earnings at September 30, 1998	\$ 4,932,611	6,453,036	4,628,279	3,739,597	700,817	1,367,396	2,500,000	1,002,479	241,495,987



COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Revenues, Expenses,  
and Changes in Retained Earnings  
For the year ended September 30, 1998

	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
Operating revenue:								
Charges for services	\$ 10,627,426	70,401,485	3,249,192	18,004,523	290,307	1,656,422	2,343,734	3,234,122
Operating expenses:								
Salaries	-	326,845	192,815	4,901,871	-	415,200	249,763	247,117
Fringe benefits	-	65,254,909	93,443	1,869,974	-	153,387	157,020	101,048
Contractual services	90,254	5,833,712	63,799	6,278,505	30,768	89,657	618,259	2,606,804
Commodities	-	11,618	2,850,278	771,131	220	-	203,929	3,289
Depreciation	-	-	4,200	4,344,571	108,279	54,593	427,139	167
Internal services	309,221	3,441	123,153	1,018,050	-	900,000	520,234	145,822
Total operating expenses	399,475	71,430,525	3,327,688	19,184,102	139,267	1,612,837	2,176,344	3,104,247
Operating income (loss)	10,227,951	(1,029,040)	(78,496)	(1,179,579)	151,040	43,585	167,390	129,875
Nonoperating revenues (expenses):								
Interest revenue	7,036,183	1,477,810	13,220	173,057	41,346	24,876	26,196	874,039
Interest expense	(655,287)	-	-	(22,490)	-	-	(276)	-
Net increase in fair value of investments	889,285	-	-	-	-	-	-	-
Gain (loss) on sale of property and equipment	-	-	-	(1,018)	-	-	7,090	-
Net nonoperating revenues	7,270,181	1,477,810	13,220	149,549	41,346	24,876	33,010	874,039
Income (loss) before operating transfers	17,498,132	448,770	(65,276)	(1,030,030)	192,386	68,461	200,400	1,003,914
Operating transfers in	-	2,554,487	-	4,369,118	4,900	35,500	-	-
Operating transfers out	(4,099,335)	(20,000)	-	(35,500)	-	-	-	-
Net income (loss)	13,398,797	2,983,257	(65,276)	3,303,588	197,286	103,961	200,400	1,003,914
Retained earnings at October 1, 1997, as previously stated	167,271,458	7,945,469	925,696	11,550,732	1,180,009	644,656	1,863,395	3,444,308
Cumulative effect of change in accounting principle	220,122	-	-	-	-	-	-	-
At October 1, 1997, as restated	167,491,580	7,945,469	925,696	11,550,732	1,180,009	644,656	1,863,395	3,444,308
Retained earnings at September 30, 1998	\$ 180,890,377	10,928,726	860,420	14,854,320	1,377,295	748,617	2,063,795	4,448,222

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Cash Flows  
For the year ended September 30, 1998

	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
Cash flows from operating activities:								
Cash received from users	\$ 13,503,540	75,187,613	3,583,057	21,192,657	273,217	1,669,407	2,407,082	4,022,752
Cash paid to suppliers	(386,347)	(65,627,445)	(3,394,712)	(11,271,632)	(42,418)	(1,386,181)	(1,571,760)	(1,493,715)
Cash paid to employees	-	(328,032)	(194,201)	(4,933,396)	-	(418,421)	(249,763)	(248,939)
Net cash provided by (used in) operating activities	<u>13,117,193</u>	<u>9,232,136</u>	<u>(5,856)</u>	<u>4,987,629</u>	<u>230,799</u>	<u>(135,195)</u>	<u>585,559</u>	<u>2,280,098</u>
Cash flows from noncapital financing activities:								
Operating transfers in	-	2,554,487	-	-	-	35,500	-	-
Operating transfers out	(4,099,335)	(20,000)	-	(35,500)	-	-	-	-
Issuance of long-term debt	25,000,000	-	-	-	-	-	-	-
Advances issued	(1,600,000)	-	-	-	-	-	-	-
Repayments on advances	-	-	-	-	-	-	-	-
Interest paid on long-term debt	(657,719)	-	-	-	-	-	-	-
Principal payment on long-term debt	(27,000,000)	-	-	-	-	-	-	-
Net cash provided by (used in) noncapital financing activities	<u>(8,357,054)</u>	<u>2,534,487</u>	<u>-</u>	<u>(35,500)</u>	<u>-</u>	<u>35,500</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities:								
Operating transfers in	-	-	-	4,369,118	4,900	-	-	-
Advances	-	-	-	1,600,000	-	-	-	-
Proceeds on sale of fixed assets	-	-	-	10,465	-	-	8,089	-
Acquisition of fixed assets	-	-	-	(5,704,499)	-	(63,602)	(637,622)	(665)
Principal paid on capital leases	-	-	-	-	-	-	-	-
Amount received on direct financing leases	-	-	-	-	-	-	-	-
Amount paid on equipment contracts	-	-	-	-	-	-	(13,266)	-
Interest paid on equipment contracts and capital leases	-	-	-	-	-	-	(276)	-
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>275,084</u>	<u>4,900</u>	<u>(63,602)</u>	<u>(643,075)</u>	<u>(665)</u>
Cash flows from investing activities:								
Purchase of investments	(46,692,600)	-	-	-	(400,000)	-	-	-
Interest on investments	6,773,262	1,482,621	12,636	165,081	40,069	24,493	29,177	832,932
Sale of investments	52,158,559	-	-	-	-	-	-	-
Net cash provided by (used in) investing activities	<u>12,239,221</u>	<u>1,482,621</u>	<u>12,636</u>	<u>165,081</u>	<u>(359,931)</u>	<u>24,493</u>	<u>29,177</u>	<u>832,932</u>
Net increase (decrease) in cash and cash equivalents	<u>16,999,360</u>	<u>13,249,244</u>	<u>6,780</u>	<u>5,392,294</u>	<u>(124,232)</u>	<u>(138,804)</u>	<u>(28,339)</u>	<u>3,112,365</u>
Cash and cash equivalents at October 1, 1997	<u>65,158,534</u>	<u>19,056,041</u>	<u>483,936</u>	<u>3,068,368</u>	<u>969,355</u>	<u>721,555</u>	<u>794,298</u>	<u>15,136,700</u>
Cash and cash equivalents at September 30, 1998	<u>\$ 82,157,894</u>	<u>32,305,285</u>	<u>490,716</u>	<u>8,460,662</u>	<u>845,123</u>	<u>582,751</u>	<u>765,959</u>	<u>18,249,065</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Cash Flows, Continued  
For the year ended September 30, 1998

	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
Operating income (loss)	\$ 10,227,951	(1,029,040)	(78,496)	(1,179,579)	151,040	43,585	167,390	129,875
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:								
Depreciation expense	-	-	4,200	4,344,571	108,279	54,593	427,139	167
(Increase) in delinquent property taxes receivable	(125,779)	-	-	-	-	-	-	-
(Increase) decrease in due from other governmental units	(7,650)	(112)	5,907	185,763	(32,524)	4,037	-	-
(Increase) decrease in accounts receivable	(22,490)	63,239	1,051	(30,337)	-	120	(249,674)	(16,862)
(Increase) decrease in due from other funds	1,812,638	4,723,001	326,907	3,032,708	15,434	8,828	313,022	805,492
(Increase) decrease in inventories and supplies	-	-	48,345	81,852	-	-	(2,075)	-
(Increase) decrease in prepayments and other assets	(383,705)	(434,538)	-	(382,956)	-	-	-	(89)
Increase (decrease) in vouchers payable	448,274	(1,829,380)	(277,936)	(926,181)	(5,391)	(25,478)	(12,337)	83,565
Increase (decrease) in accrued payroll	-	(1,187)	(1,386)	(31,525)	-	(3,221)	-	(1,822)
Increase (decrease) in due to other funds	13,128	4,099,520	(34,448)	(282,319)	-	(218,823)	(102,316)	770,614
Increase in current portion of workers' compensation	-	60,653	-	-	-	-	-	-
Increase (decrease) in other accrued liabilities	1,154,826	133,187	-	175,632	(6,039)	1,164	44,410	509,158
Increase in accrued workers' compensation	-	436,479	-	-	-	-	-	-
Increase in accrued unreported health care costs	-	2,550,991	-	-	-	-	-	-
Increase in accrued sick and annual leave	-	459,323	-	-	-	-	-	-
Net cash provided by (used in) operating activities	<u>\$ 13,117,193</u>	<u>9,232,136</u>	<u>(5,856)</u>	<u>4,987,629</u>	<u>230,799</u>	<u>(135,195)</u>	<u>585,559</u>	<u>2,280,098</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Cash Flows  
For the year ended September 30, 1998

	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
<b>Cash flows from operating activities:</b>								
Cash received from users	\$ 13,503,540	75,187,613	3,583,057	21,192,657	273,217	1,669,407	2,407,082	4,022,752
Cash paid to suppliers	(386,347)	(65,627,445)	(3,394,712)	(11,271,632)	(42,418)	(1,386,181)	(1,571,760)	(1,493,715)
Cash paid to employees	-	(328,032)	(194,201)	(4,933,396)	-	(418,421)	(249,763)	(248,939)
Net cash provided by (used in) operating activities	<u>13,117,193</u>	<u>9,232,136</u>	<u>(5,856)</u>	<u>4,987,629</u>	<u>230,799</u>	<u>(135,195)</u>	<u>585,559</u>	<u>2,280,098</u>
<b>Cash flows from noncapital financing activities:</b>								
Operating transfers in	-	2,554,487	-	-	-	35,500	-	-
Operating transfers out	(4,099,335)	(20,000)	-	(35,500)	-	-	-	-
Issuance of long-term debt	25,000,000	-	-	-	-	-	-	-
Advances issued	(1,600,000)	-	-	-	-	-	-	-
Repayments on advances	-	-	-	-	-	-	-	-
Interest paid on long-term debt	(657,719)	-	-	-	-	-	-	-
Principal payment on long-term debt	(27,000,000)	-	-	-	-	-	-	-
Net cash provided by (used in) noncapital financing activities	<u>(8,357,054)</u>	<u>2,534,487</u>	<u>-</u>	<u>(35,500)</u>	<u>-</u>	<u>35,500</u>	<u>-</u>	<u>-</u>
<b>Cash flows from capital and related financing activities:</b>								
Operating transfers in	-	-	-	4,369,118	4,900	-	-	-
Advances	-	-	-	1,600,000	-	-	-	-
Proceeds on sale of fixed assets	-	-	-	10,465	-	-	8,089	-
Acquisition of fixed assets	-	-	-	(5,704,499)	-	(63,602)	(637,622)	(665)
Principal paid on capital leases	-	-	-	-	-	-	-	-
Amount received on direct financing leases	-	-	-	-	-	-	-	-
Amount paid on equipment contracts	-	-	-	-	-	-	(13,266)	-
Interest paid on equipment contracts and capital leases	-	-	-	-	-	-	(276)	-
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>275,084</u>	<u>4,900</u>	<u>(63,602)</u>	<u>(643,075)</u>	<u>(665)</u>
<b>Cash flows from investing activities:</b>								
Purchase of investments	(46,692,600)	-	-	-	(400,000)	-	-	-
Interest on investments	6,773,262	1,482,621	12,636	165,081	40,069	24,493	29,177	832,932
Sale of investments	52,158,559	-	-	-	-	-	-	-
Net cash provided by (used in) investing activities	<u>12,239,221</u>	<u>1,482,621</u>	<u>12,636</u>	<u>165,081</u>	<u>(359,931)</u>	<u>24,493</u>	<u>29,177</u>	<u>832,932</u>
Net increase (decrease) in cash and cash equivalents	<u>16,999,360</u>	<u>13,249,244</u>	<u>6,780</u>	<u>5,392,294</u>	<u>(124,232)</u>	<u>(138,804)</u>	<u>(28,339)</u>	<u>3,112,365</u>
Cash and cash equivalents at October 1, 1997	<u>65,158,534</u>	<u>19,056,041</u>	<u>483,936</u>	<u>3,068,368</u>	<u>969,355</u>	<u>721,555</u>	<u>794,298</u>	<u>15,136,700</u>
Cash and cash equivalents at September 30, 1998	<u>\$ 82,157,894</u>	<u>32,305,285</u>	<u>490,716</u>	<u>8,460,662</u>	<u>845,123</u>	<u>582,751</u>	<u>765,959</u>	<u>18,249,065</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Cash Flows, Continued  
For the year ended September 30, 1998

	Delinquent Tax Revolving	Fringe Benefits	Materials Management	Information Technology	Information Technology Equipment	CLEMIS	Drain Equipment	Liability Insurance
Operating income (loss)	\$ 10,227,951	(1,029,040)	(78,496)	(1,179,579)	151,040	43,585	167,390	129,875
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:								
Depreciation expense	-	-	4,200	4,344,571	108,279	54,593	427,139	167
(Increase) in delinquent property taxes receivable	(125,779)	-	-	-	-	-	-	-
(Increase) decrease in due from other governmental units	(7,650)	(112)	5,907	185,763	(32,524)	4,037	-	-
(Increase) decrease in accounts receivable	(22,490)	63,239	1,051	(30,337)	-	120	(249,674)	(16,862)
(Increase) decrease in due from other funds	1,812,638	4,723,001	326,907	3,032,708	15,434	8,828	313,022	805,492
(Increase) decrease in inventories and supplies	-	-	48,345	81,852	-	-	(2,075)	-
(Increase) decrease in prepayments and other assets	(383,705)	(434,538)	-	(382,956)	-	-	-	(89)
Increase (decrease) in vouchers payable	448,274	(1,829,380)	(277,936)	(926,181)	(5,391)	(25,478)	(12,337)	83,565
Increase (decrease) in accrued payroll	-	(1,187)	(1,386)	(31,525)	-	(3,221)	-	(1,822)
Increase (decrease) in due to other funds	13,128	4,099,520	(34,448)	(282,319)	-	(218,823)	(102,316)	770,614
Increase in current portion of workers' compensation	-	60,653	-	-	-	-	-	-
Increase (decrease) in other accrued liabilities	1,154,826	133,187	-	175,632	(6,039)	1,164	44,410	509,158
Increase in accrued workers' compensation	-	436,479	-	-	-	-	-	-
Increase in accrued unreported health care costs	-	2,550,991	-	-	-	-	-	-
Increase in accrued sick and annual leave	-	459,323	-	-	-	-	-	-
Net cash provided by (used in) operating activities	<u>\$ 13,117,193</u>	<u>9,232,136</u>	<u>(5,856)</u>	<u>4,987,629</u>	<u>230,799</u>	<u>(135,195)</u>	<u>585,559</u>	<u>2,280,098</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Cash Flows, Continued  
For the year ended September 30, 1998

	Office Equipment	Facilities Maintenance and Operations	Motor Pool	Radio Communications	Micrographics	Telephone Communications	CMH Risk Corridor	Mailing, Copier, and Printing	Total
Cash flows from operating activities:									
Cash received from users	\$ 438,541	23,068,107	4,151,633	1,915,599	686,975	3,940,244	-	2,191,808	158,232,232
Cash paid to suppliers	(198,153)	(13,451,666)	(3,175,580)	(744,649)	(282,754)	(3,434,923)	-	(2,491,565)	(108,953,500)
Cash paid to employees	(41,360)	(6,114,180)	(466,121)	(293,045)	(213,929)	(308,093)	-	(271,492)	(14,080,972)
Net cash provided by (used in) operating activities	<u>199,028</u>	<u>3,502,261</u>	<u>509,932</u>	<u>877,905</u>	<u>190,292</u>	<u>197,228</u>	<u>-</u>	<u>(571,249)</u>	<u>35,197,760</u>
Cash flows from noncapital financing activities:									
Operating transfers in	-	-	87,677	-	-	-	-	-	2,677,664
Operating transfers out	(670,252)	(2,300,000)	-	-	-	(1,200,000)	-	-	(8,325,087)
Issuance of long-term debt	-	-	-	-	-	-	-	-	25,000,000
Advances issued	-	-	-	-	-	-	-	-	(1,600,000)
Repayments on advances	-	-	-	(17,500)	-	-	-	-	(17,500)
Interest paid on long-term debt	-	-	-	-	-	-	-	-	(657,719)
Principal payment on long-term debt	-	-	-	-	-	-	-	-	(27,000,000)
Net cash provided by (used in) noncapital financing activities	<u>(670,252)</u>	<u>(2,300,000)</u>	<u>87,677</u>	<u>(17,500)</u>	<u>-</u>	<u>(1,200,000)</u>	<u>-</u>	<u>-</u>	<u>(9,922,642)</u>
Cash flows from capital and related financing activities:									
Operating transfers in	-	-	47,000	19,000	-	-	-	-	4,440,018
Advances	-	-	-	-	-	-	-	-	1,600,000
Proceeds on sale of fixed assets	14,512	25,150	519,280	20,988	-	456	-	80	599,020
Acquisition of fixed assets	(441,350)	(137,979)	(1,235,993)	(159,699)	-	(346,688)	-	-	(8,728,097)
Principal paid on capital leases	-	-	(100,583)	-	-	-	-	(2,042)	(102,625)
Amount received on direct financing leases	203,108	-	-	-	-	-	-	-	203,108
Amount paid on equipment contracts	-	-	-	-	-	-	-	-	(13,266)
Interest paid on equipment contracts and capital leases	-	-	(17,367)	-	-	-	-	(107)	(17,750)
Net cash provided by (used in) capital and related financing activities	<u>(223,730)</u>	<u>(112,829)</u>	<u>(787,663)</u>	<u>(119,711)</u>	<u>-</u>	<u>(346,232)</u>	<u>-</u>	<u>(2,069)</u>	<u>(2,019,592)</u>
Cash flows from investing activities:									
Purchase of investments	-	-	-	-	-	-	-	-	(47,092,600)
Interest on investments	140,753	174,604	48,924	17,574	12,166	68,194	-	51,214	9,873,700
Sale of investments	-	-	-	-	-	-	-	-	52,158,559
Net cash provided by (used in) investing activities	<u>140,753</u>	<u>174,604</u>	<u>48,924</u>	<u>17,574</u>	<u>12,166</u>	<u>68,194</u>	<u>-</u>	<u>51,214</u>	<u>14,939,659</u>
Net increase (decrease) in cash and cash equivalents	<u>(554,201)</u>	<u>1,264,036</u>	<u>(141,130)</u>	<u>758,268</u>	<u>202,458</u>	<u>(1,280,810)</u>	<u>-</u>	<u>(522,104)</u>	<u>38,195,185</u>
Cash and cash equivalents at October 1, 1997	<u>4,300,116</u>	<u>3,777,093</u>	<u>1,522,409</u>	<u>394,136</u>	<u>361,103</u>	<u>2,286,252</u>	<u>-</u>	<u>1,275,235</u>	<u>119,305,131</u>
Cash and cash equivalents at September 30, 1998	<u>\$ 3,745,915</u>	<u>5,041,129</u>	<u>1,381,279</u>	<u>1,152,404</u>	<u>563,561</u>	<u>1,005,442</u>	<u>-</u>	<u>753,131</u>	<u>157,500,316</u>

Continued

COUNTY OF OAKLAND  
Internal Service Funds  
Combining Statement of Cash Flows, Continued  
For the year ended September 30, 1998

	Office Equipment	Facilities Maintenance and Operations	Motor Pool	Radio Communications	Micrographics	Telephone Communications	CMH Risk Corridor	Mailing, Copier, and Printing	Total
Operating income (loss)	\$ (158,263)	2,465,641	(979,592)	(17,979)	153,177	160,711	2,500,000	(569,722)	11,986,699
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:									
Depreciation expense	288,291	172,738	1,124,185	859,980	38,055	202,353	-	47,390	7,671,941
(Increase) in delinquent property taxes receivable	-	-	-	-	-	-	-	-	(125,779)
(Increase) decrease in due from other governmental units	-	(4,599)	512	(6,776)	(854)	-	-	3,882	147,586
(Increase) decrease in accounts receivable	(30)	40,821	5,136	28,964	(7,275)	11,813	-	799	(174,725)
(Increase) decrease in due from other funds	61,653	1,532,672	320,688	69,224	27,505	240,818	(2,500,000)	154,042	10,944,632
(Increase) decrease in inventories and supplies	-	2,435	2,849	1,155	-	-	-	(73,190)	61,371
(Increase) decrease in prepayments and other assets	-	(14,050)	95,062	(187,001)	-	-	-	21,042	(1,286,235)
Increase (decrease) in vouchers payable	10,015	(411,910)	(26,952)	(24,369)	(3,525)	1,941	-	(111,995)	(3,111,659)
Increase (decrease) in accrued payroll	(344)	42,331	(3,164)	(2,186)	(1,131)	(1,849)	-	(1,922)	(7,406)
Increase (decrease) in due to other funds	(2,294)	(323,818)	(45,058)	156,893	(15,660)	(415,381)	-	(41,575)	3,558,463
Increase in current portion of workers' compensation	-	-	-	-	-	-	-	-	60,653
Increase (decrease) in other accrued liabilities	-	-	16,266	-	-	(3,178)	-	-	2,025,426
Increase in accrued workers' compensation	-	-	-	-	-	-	-	-	436,479
Increase in accrued unreported health care costs	-	-	-	-	-	-	-	-	2,550,991
Increase in accrued sick and annual leave	-	-	-	-	-	-	-	-	459,323
Net cash provided by (used in) operating activities	<u>\$ 199,028</u>	<u>3,502,261</u>	<u>509,932</u>	<u>877,905</u>	<u>190,292</u>	<u>197,228</u>	<u>-</u>	<u>(571,249)</u>	<u>35,197,760</u>

Noncash transactions:

Capital and related financing included \$7,293,478 of capital assets contributed in the Information Technology fund, reduction in capital lease obligations and fixed assets related to the termination of lease agreement and return of the asset in the amount of \$71,565 in the Motor Pool fund, and \$4,800 in the Mailing, Copier, and Printing fund as well as the disposal of fully depreciated assets of \$66,353 in the Micrographics fund.

# Enterprise Funds

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**Enterprise funds** account for operations and services provided for County residents and are financed primarily through user charges.

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The **Medical Care Facility Fund** was established to account for the financial operations of a 120-bed skilled nursing facility. Costs are recovered by charges to Medicare, Medicaid, or other third-party insurers for patient services.

The **Airport Facilities Fund** was established to account for operations of the County's Oakland County International and Oakland/Troy airports. Revenues are primarily derived from leases, hangar rentals, landing fees, and other rentals or service charges.

The **Clinton-Oakland S.D.S. (Sewage Disposal System) Fund** was established to record operations and maintenance of the system, which is used to move sewage to the City of Detroit for treatment. Costs are recovered by developing rates and billing the municipalities being serviced.

The **Huron-Rouge S.D.S. Fund** was established to record operations and maintenance of the system, which is used to move sewage to Wayne County for treatment. Costs are recovered by developing rates and billing the municipalities being serviced.

The **Evergreen-Farmington S.D.S. Fund** was established to record the operations and maintenance of the system, which is used to move sewage to the City of Detroit for treatment. Costs are recovered by developing rates and billing the municipalities being serviced.

The **Southeastern Oakland County S.D.S. (S.O.C.S.D.S.) Fund** was established to record operations and maintenance of the system, which is used to move sewage and storm water to the City of Detroit for treatment. Costs are recovered by developing rates and billing the municipalities being serviced.



COUNTY OF OAKLAND  
Enterprise Funds  
Combining Balance Sheet  
September 30, 1998

Assets	Medical Care Facility	Airport Facilities	Clinton- Oakland S.D.S.	Huron- Rouge S.D.S.	Evergreen- Farmington S.D.S.	S.O.C.S.D.S.	Total
<b>Current assets:</b>							
Cash and cash equivalents	\$ 403,886	2,917,391	15,965,065	2,099,570	8,248,371	12,670,473	42,304,756
Investments	-	6,441,090	-	-	-	187,285	6,628,375
Due from other governmental units	-	-	2,939,306	792,014	4,390,218	2,936,658	11,058,196
Accrued interest receivable	-	54,873	110,540	15,091	18,217	14,993	213,714
Accounts receivable (net of allowances for uncollectibles where applicable)	890,711	135,389	-	-	-	-	1,026,100
Due from other funds	-	-	-	-	2,648,118	4,366	2,652,484
Prepayments and other assets	-	-	-	-	-	234,361	234,361
<b>Total current assets</b>	<b>1,294,597</b>	<b>9,548,743</b>	<b>19,014,911</b>	<b>2,906,675</b>	<b>15,304,924</b>	<b>16,048,136</b>	<b>64,117,986</b>
<b>Fixed assets, at cost:</b>							
Land and improvements	15,533	25,966,362	25,725	19,748	27,681	625,998	26,681,047
Buildings and improvements	3,020,018	10,027,363	734,721	348,504	3,167,894	3,364,094	20,662,594
Equipment and vehicles	316,709	1,543,162	7,047	-	24,848	286,473	2,178,239
Sewage disposal systems	-	-	36,799,208	2,962,297	25,784,033	76,214,844	141,760,382
Construction in progress	-	18,025,973	-	-	-	-	18,025,973
	3,352,260	55,562,860	37,566,701	3,330,549	29,004,456	80,491,409	209,308,235
Less: Accumulated depreciation	1,828,986	9,978,064	14,312,862	1,653,992	15,804,238	55,218,125	98,796,267
<b>Fixed assets, net</b>	<b>1,523,274</b>	<b>45,584,796</b>	<b>23,253,839</b>	<b>1,676,557</b>	<b>13,200,218</b>	<b>25,273,284</b>	<b>110,511,968</b>
<b>Total assets</b>	<b>\$ 2,817,871</b>	<b>55,133,539</b>	<b>42,268,750</b>	<b>4,583,232</b>	<b>28,505,142</b>	<b>41,321,420</b>	<b>174,629,954</b>
<b>Liabilities and Equity</b>							
<b>Liabilities:</b>							
Vouchers payable	\$ 18,094	8,148	389,845	-	736	136,371	553,194
Accrued payroll	45,808	-	-	-	-	-	45,808
Due to other governmental units	-	37,669	1,000,992	667,078	3,121,593	6,426,175	11,253,507
Due to other funds	3,551	687,168	296,549	42,493	299,482	239,722	1,568,965
Other accrued liabilities	496,038	280,287	508,196	-	660,823	5,027	1,950,371
<b>Total liabilities</b>	<b>563,491</b>	<b>1,013,272</b>	<b>2,195,582</b>	<b>709,571</b>	<b>4,082,634</b>	<b>6,807,295</b>	<b>15,371,845</b>
<b>Equity:</b>							
Contributed capital	1,478,862	42,438,989	23,253,839	1,676,557	13,200,218	24,744,840	106,793,305
Retained earnings:							
Reserved for operations and maintenance	775,518	3,231,156	9,066,289	1,604,717	9,615,925	3,150,000	27,443,605
Unreserved	-	8,450,122	7,753,040	592,387	1,606,365	6,619,285	25,021,199
<b>Total retained earnings</b>	<b>775,518</b>	<b>11,681,278</b>	<b>16,819,329</b>	<b>2,197,104</b>	<b>11,222,290</b>	<b>9,769,285</b>	<b>52,464,804</b>
<b>Total equity</b>	<b>2,254,380</b>	<b>54,120,267</b>	<b>40,073,168</b>	<b>3,873,661</b>	<b>24,422,508</b>	<b>34,514,125</b>	<b>159,258,109</b>
<b>Total liabilities and equity</b>	<b>\$ 2,817,871</b>	<b>55,133,539</b>	<b>42,268,750</b>	<b>4,583,232</b>	<b>28,505,142</b>	<b>41,321,420</b>	<b>174,629,954</b>

COUNTY OF OAKLAND  
Enterprise Funds  
Combining Statement of Revenues, Expenses,  
and Changes in Retained Earnings  
For the year ended September 30, 1998

	Medical Care Facility	Airport Facilities	Clinton- Oakland S.D.S.	Huron- Rouge S.D.S.	Evergreen- Farmington S.D.S.	S.O.C.S.D.S.	Total
Operating revenues:							
Service revenue	\$ 8,544,988	2,875,080	10,601,851	1,990,138	17,035,954	22,928,384	63,976,395
Provision for doubtful accounts and contractual discounts	<u>(1,640,025)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,640,025)</u>
Total charges for services	6,904,963	2,875,080	10,601,851	1,990,138	17,035,954	22,928,384	62,336,370
Other	<u>812,328</u>	<u>4,587</u>	<u>578,990</u>	<u>14,074</u>	<u>637,141</u>	<u>10,884</u>	<u>2,058,004</u>
Total operating revenues	<u>7,717,291</u>	<u>2,879,667</u>	<u>11,180,841</u>	<u>2,004,212</u>	<u>17,673,095</u>	<u>22,939,268</u>	<u>64,394,374</u>
Operating expenses:							
Salaries	3,393,950	825,037	497,108	59,185	493,561	328,401	5,597,242
Fringe benefits	1,369,727	334,677	335,559	41,162	334,665	210,096	2,625,886
Contractual services	1,212,617	636,152	13,255,695	2,025,109	14,880,085	22,365,800	54,375,458
Commodities	1,315,875	30,456	32,800	621	72,002	176,361	1,628,115
Depreciation	107,304	879,141	751,383	66,216	585,230	1,684,871	4,074,145
Internal services	<u>685,327</u>	<u>147,232</u>	<u>152,379</u>	<u>10,574</u>	<u>212,099</u>	<u>132,903</u>	<u>1,340,514</u>
Total operating expenses	<u>8,084,800</u>	<u>2,852,695</u>	<u>15,024,924</u>	<u>2,202,867</u>	<u>16,577,642</u>	<u>24,898,432</u>	<u>69,641,360</u>
Operating income (loss)	<u>(367,509)</u>	<u>26,972</u>	<u>(3,844,083)</u>	<u>(198,655)</u>	<u>1,095,453</u>	<u>(1,959,164)</u>	<u>(5,246,986)</u>
Nonoperating revenues:							
Interest revenue	-	441,220	1,012,677	100,830	420,873	567,560	2,543,160
Gain on sale of property and equipment	<u>-</u>	<u>6,145</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,145</u>
Net nonoperating revenues	<u>-</u>	<u>447,365</u>	<u>1,012,677</u>	<u>100,830</u>	<u>420,873</u>	<u>567,560</u>	<u>2,549,305</u>
Income (loss) before operating transfers	(367,509)	474,337	(2,831,406)	(97,825)	1,516,326	(1,391,604)	(2,697,681)
Operating transfers in	-	120,191	-	-	-	-	120,191
Operating transfers out	<u>-</u>	<u>(1,116,660)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,116,660)</u>
Net income (loss)	<u>(367,509)</u>	<u>(522,132)</u>	<u>(2,831,406)</u>	<u>(97,825)</u>	<u>1,516,326</u>	<u>(1,391,604)</u>	<u>(3,694,150)</u>
Add back depreciation closed to contributed capital	<u>100,745</u>	<u>464,537</u>	<u>751,383</u>	<u>66,216</u>	<u>585,230</u>	<u>1,630,294</u>	<u>3,598,405</u>
Net income (loss) closed to retained earnings	(266,764)	(57,595)	(2,080,023)	(31,609)	2,101,556	238,690	(95,745)
Retained earnings at October 1, 1997	<u>1,042,282</u>	<u>11,738,873</u>	<u>18,899,352</u>	<u>2,228,713</u>	<u>9,120,734</u>	<u>9,530,595</u>	<u>52,560,549</u>
Retained earnings at September 30, 1998	<u>\$ 775,518</u>	<u>11,681,278</u>	<u>16,819,329</u>	<u>2,197,104</u>	<u>11,222,290</u>	<u>9,769,285</u>	<u>52,464,804</u>

COUNTY OF OAKLAND  
Enterprise Funds  
Combining Statement of Cash Flows  
For the year ended September 30, 1998

	Medical Care Facility	Airport Facilities	Clinton- Oakland S.D.S.	Huron- Rouge S.D.S.	Evergreen- Farmington S.D.S.	S.O.C.S.D.S.	Total
Cash flows from operating activities:							
Cash received from users	\$ 7,798,711	2,991,044	11,360,219	1,726,239	15,466,209	24,633,294	63,975,716
Cash paid to suppliers	(5,157,920)	(539,629)	(14,554,153)	(1,887,817)	(14,977,212)	(22,431,507)	(59,548,238)
Cash paid to employees	(3,375,947)	(830,703)	(497,108)	(59,185)	(493,561)	(328,401)	(5,584,905)
Net cash provided by (used in) operating activities	<u>(735,156)</u>	<u>1,620,712</u>	<u>(3,691,042)</u>	<u>(220,763)</u>	<u>(4,564)</u>	<u>1,873,386</u>	<u>(1,157,427)</u>
Cash flows from noncapital financing activities:							
Operating transfers in	-	120,191	-	-	-	-	120,191
Operating transfers out	-	(1,116,660)	-	-	-	-	(1,116,660)
Net cash used in noncapital financing activities	<u>-</u>	<u>(996,469)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(996,469)</u>
Cash flows from capital and related financing activities:							
Proceeds from sale of fixed assets	-	6,145	-	-	-	-	6,145
Acquisition of fixed assets	(14,448)	(368,967)	-	-	-	-	(383,415)
Net cash used in capital and related financing activities	<u>(14,448)</u>	<u>(362,822)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(377,270)</u>
Cash flows from investing activities:							
Purchase of investments	-	(12,856,720)	-	-	-	(10,662)	(12,867,382)
Interest on investments	-	482,334	1,121,285	101,069	435,597	597,225	2,737,510
Proceeds from sale of investments	-	12,805,614	17,200,000	200,000	-	-	30,205,614
Net cash provided by investing activities	<u>-</u>	<u>431,228</u>	<u>18,321,285</u>	<u>301,069</u>	<u>435,597</u>	<u>586,563</u>	<u>20,075,742</u>
Net increase (decrease) in cash and cash equivalents	<u>(749,604)</u>	<u>692,649</u>	<u>14,630,243</u>	<u>80,306</u>	<u>431,033</u>	<u>2,459,949</u>	<u>17,544,576</u>
Cash and cash equivalents at October 1, 1997	<u>1,153,490</u>	<u>2,224,742</u>	<u>1,334,822</u>	<u>2,019,264</u>	<u>7,817,338</u>	<u>10,210,524</u>	<u>24,760,180</u>
Cash and cash equivalents at September 30, 1998	<u>\$ 403,886</u>	<u>2,917,391</u>	<u>15,965,065</u>	<u>2,099,570</u>	<u>8,248,371</u>	<u>12,670,473</u>	<u>* 42,304,756</u>

Continued

COUNTY OF OAKLAND  
Enterprise Funds  
Combining Statement of Cash Flows, Continued  
For the year ended September 30, 1998

	Medical Care Facility	Airport Facilities	Clinton- Oakland S.D.S.	Huron- Rouge S.D.S.	Evergreen- Farmington S.D.S.	S.O.C.S.D.S.	Total
Operating income (loss)	\$ (367,509)	26,972	(3,844,083)	(198,655)	1,095,453	(1,959,164)	(5,246,986)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:							
Depreciation expense	107,304	879,141	751,383	66,216	585,230	1,684,871	4,074,145
(Increase) decrease in due from other governmental units	-	6,062	179,165	(278,013)	(914,887)	1,625,874	618,201
Decrease in accounts receivable	3,098	105,315	-	-	-	7,100	115,513
(Increase) decrease in due from other funds	78,322	-	213	40	(1,291,999)	61,052	(1,152,372)
Decrease in prepayments and other assets	-	8,983	-	-	-	-	8,983
Increase (decrease) in vouchers payable	(206,847)	(46,748)	262,378	(5)	(51,759)	54,915	11,934
(Increase) decrease in accrued payroll	18,003	(5,666)	-	-	-	-	12,337
Increase (decrease) in due to other governmental units	-	5,565	(1,280,241)	184,357	(109,461)	360,060	(839,720)
Increase (decrease) in due to other funds	(212,726)	627,645	(268,053)	5,297	22,036	37,110	211,309
Increase (decrease) in other accrued liabilities	(154,801)	13,443	508,196	-	660,823	1,568	1,029,229
Net cash provided by (used in) operating activities	<u>\$ (735,156)</u>	<u>1,620,712</u>	<u>(3,691,042)</u>	<u>(220,763)</u>	<u>(4,564)</u>	<u>1,873,386</u>	<u>(1,157,427)</u>

Noncash transactions:

Noncash capital and related financing activities included \$3,796,191 of capital assets contributed in the Airport Facilities Fund.

# Fiduciary Funds

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**Fiduciary funds** account for assets held by the County in a trustee capacity. Disbursements from these funds are contingent upon the trust agreement or applicable legislative enactment for each particular fund. The Oakland County Fiduciary funds encompass three broad categories: Pension Trust, Expendable Trust, and Agency funds. Employee Pension Trust funds accept payments made by the County, invest fund resources, and calculate and pay pensions to beneficiaries. Expendable Trust funds result from the County's agreement to accept resources and spend them in ways specified by the donor. Agency funds are generally clearance devices for monies collected for others, held briefly, and then disbursed to authorized recipients.

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The **Oakland County Employees' Retirement Fund** is used to account for the financial operations of the Oakland County Employees' Retirement System. The system is administered by a nine-member board of trustees, while the County acts as the custodian of the system.

The **Retirees' Health Care Trust Fund** is used to account for deposits made by Oakland County to this fund for current retiree hospitalization benefits and their subsequent disbursement.

The **Delinquent Personal Tax Administration Fund** is used to account for the collection of delinquent personal property taxes and their subsequent disbursement to various municipalities, school districts, and other governmental units. Cost-related activities involving the collection of taxes are also handled by this fund.

The **Economic Development Trust Fund** is used to account for monies received from various organizations and disbursed for Oakland County business development.

The **Jail Inmate Commissary Fund** is used to account for commissary operations and services, library operations and services, and indigent services for inmates at the Oakland County Jail. Inmate commissary transactions are logged in individual accounts in the Jail Management System (JAMS). Monies collected for these individual accounts are held in the Jail Inmate Trust Account Fund.

The **Water and Sewer Trust Fund** is used to account for monies received from those County residents whose water and sewer systems are maintained for their townships or municipalities by Oakland County.

The Act 185 Debt Fund is used to account for debt service activities of various County water and sewer projects where the County has not pledged faith and credit for the debt obligations.

The Restricted Funds Fund is used to account for donations made for various specific purposes or other amounts held for disbursement at a future date:

- Donations made to, and their disbursements from, Oakland County Children's Village to benefit youths. These monies are invested, and investment earnings remain in this fund.
- Human Services Coordination Council, used to account for monies received for their disbursement through the Strong Families/Safe Children Program.
- Blind Handicapped Gift, to account for donations made to the Blind Handicapped Library.
- Oakland County Sheriff's Department Seized Funds, accounting for monies relinquished to the Sheriff's Department as a result of investigation by the department and their disbursement pending trial.
- Prosecutor Citizens Reward program is used to account for monies received from public donations and awarded to citizens for their special assistance on major cases initiated by the Prosecutor's Office.
- Litigation Child Care, to account for legal fees paid in a lawsuit case initiated by Oakland County and several other Michigan counties against the State of Michigan involving child care.
- Medical Care Facility Patient Trust, used to account for personal funds of patients at the Medical Care Facility.
- Children's Summit was established to account for resources received and disbursed for The Summit on Children's Issues, which provided agency leaders with motivation information and awareness strategies.

The Special Trust Fund is used to account for monies deposited with the County Treasurer that are released at a later date. Court bonds, auctioneer and transient merchant licenses, and overbids on Sheriff land sales are included.

The Public Library Trust Fund is used to account for monies received by District and Circuit courts from court fines and disbursed to public libraries, based on a percentage of the current census.

The Register of Deeds Trust Fund is used to account for redemption monies received from the sale of real estate by the Sheriff's Department and their subsequent disbursement.

The District Court Trust Fund is used to account for appearance bonds and other trust monies in the County's District Court system.

The Prosecutor Forfeiture Evidence Fund is used to account for the sale of confiscated property by the Prosecutor's Office. Disbursements made by this fund are used to purchase surveillance equipment needed by investigators.

The Public Transportation Authority Fund is used to account for all funds received from voted millage in certain Oakland County communities, which is used to finance the cost of public transportation and to administer the Public Transportation Authority services.

The County Deferred Compensation Plan Fund is used to account for the assets of deferred compensation plans created in accordance with Internal Revenue Code section 457. In accordance with GASB Statement No. 32, this plan will no longer be reported in the CAFR for Oakland County.

The Probate Court Trust Fund is used to account for individual donations made to the court and their subsequent disbursement to assist youths.

The Child Support Account is used to account for child support, alimony, and medical expense payments as ordered by the Friend of the Court and their subsequent disbursement.

The Escheats Trust Fund is used to account for monies that have not been claimed. This includes payroll, retirement, and other checks issued by the County, and monies from the Legatee Trust account. All monies go to the State of Michigan after a prescribed length of time.

The Undistributed Taxes Fund is a conglomerate of various tax funds that receive tax monies and disburse them to municipalities, school districts, and other governmental units.

The Circuit Court Trust Fund is used to account for monies received and disbursed by the Clerk's Office per Circuit Court order.

The Contractor's Retainage Fund is used to account for a portion of those monies due to a particular contractor who is involved with an Oakland County project. Disbursement, including interest earnings, is made to the contractor upon completion of the project.

The Legatee Trust Fund is used to account for estate assets that remain unclaimed. After five years, these monies are transferred to the Oakland County Escheats Trust Fund.

The Social Welfare Fund is used to account for payments made to General Assistance recipients through the Oakland County office of the Michigan Family Independence Agency. The State of Michigan, in turn, reimburses Oakland County for the disbursements.

The Jail Inmate Trust Account Fund is used to hold monies collected from and for inmates of the Oakland County Jail. Checks are written to cover bond payments, commissary purchases of other personal needs, and to return account balances upon inmate release or transfer to another facility. Individual accounts are tracked in the Jail Management System (JAMS).

The Economic Development Corporation Fund is used to account for funds necessary for administration of economic development programs:

Economic Development Corporation administers the community approval process to issue tax-exempt bonds for development, with disbursement made to the Economic Development Corporation of Oakland County.

Local Development Company administers the Small Business Administration 504 Loan Program. Disbursement is made to the Oakland County Local Development Company.

Automation Alley, an organization dedicated to attracting and recruiting new employees to live and work in Oakland County.



COUNTY OF OAKLAND  
Fiduciary Funds  
Combining Balance Sheet  
September 30, 1998

	Pension Trust Fund	Expendable Trust Funds					
		Oakland County Employees' Retirement	Retirees' Health Care Trust	Delinquent Personal Tax Administration	Economic Development Trust	Jail Inmate Commissary	Water and Sewer Trust
<b>Assets</b>							
Cash and cash equivalents	\$ 1,995,354	1,624,853	7,660,950	13,166	319,287	1,048,593	
Investments	691,830,496	118,813,612	-	-	-	10,900,000	
Due from other governmental units	-	-	-	-	-	284,270	
Accrued interest receivable	3,852,047	884,785	-	-	1,899	271,207	
Accounts receivable	-	-	-	-	-	7,245,293	
Due from other funds	1,103,722	3,086,932	-	-	1,227	1,039,220	
Inventories and supplies	-	-	-	-	52,886	58,363	
Prepayments and other assets	-	25,810	-	-	-	-	
<b>Total assets</b>	<b>\$ 698,781,619</b>	<b>124,435,992</b>	<b>7,660,950</b>	<b>13,166</b>	<b>375,299</b>	<b>20,846,946</b>	
<b>Liabilities and Fund Balances</b>							
<b>Current liabilities:</b>							
Vouchers payable	\$ -	-	-	-	31,901	984,285	
Accrued payroll	-	-	-	-	2,681	-	
Due to other governmental units	-	-	16,355	-	-	3,302,799	
Due to other funds	-	1,059,288	-	-	26,327	2,559,335	
Other accrued liabilities	-	-	5,018	-	55	1,660,111	
<b>Total current liabilities</b>	<b>-</b>	<b>1,059,288</b>	<b>21,373</b>	<b>-</b>	<b>60,964</b>	<b>8,506,530</b>	
<b>Fund balances:</b>							
Reserved:							
Employees' pension benefits	698,781,619	-	-	-	-	-	
Actuarial funding requirements	-	123,376,704	-	-	-	-	
Programs	-	-	7,639,577	-	-	12,340,416	
<b>Total reserved</b>	<b>698,781,619</b>	<b>123,376,704</b>	<b>7,639,577</b>	<b>-</b>	<b>-</b>	<b>12,340,416</b>	
Unreserved:							
Designated for programs	-	-	-	13,166	314,335	-	
<b>Total fund balances</b>	<b>698,781,619</b>	<b>123,376,704</b>	<b>7,639,577</b>	<b>13,166</b>	<b>314,335</b>	<b>12,340,416</b>	
<b>Total liabilities and fund balances</b>	<b>\$ 698,781,619</b>	<b>124,435,992</b>	<b>7,660,950</b>	<b>13,166</b>	<b>375,299</b>	<b>20,846,946</b>	

Continued

COUNTY OF OAKLAND  
Fiduciary Funds  
Combining Balance Sheet, Continued  
September 30, 1998

Agency Funds

<u>Assets</u>	Act 185 Debt	Restricted Funds	Special Trust	Public Library Trust	Register of Deeds Trust	District Court Trust
Cash and cash equivalents	\$ 37,644	484,882	304,074	332,105	1,686,310	857,522
Investments	-	11,000	9,207	-	-	-
Due from other governmental units	-	-	-	-	-	-
Accrued interest receivable	-	-	-	731	-	-
Accounts receivable	-	-	-	-	-	-
Due from other funds	-	-	-	12,220	-	-
Inventories and supplies	-	-	-	-	-	-
Prepayments and other assets	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 37,644</b>	<b>495,882</b>	<b>313,281</b>	<b>345,056</b>	<b>1,686,310</b>	<b>857,522</b>
<b><u>Liabilities and Fund Balances</u></b>						
<b>Current liabilities:</b>						
Vouchers payable	\$ -	103,129	-	-	-	-
Accrued payroll	-	-	-	-	-	-
Due to other governmental units	37,644	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Other accrued liabilities	-	392,753	313,281	345,056	1,686,310	857,522
<b>Total current liabilities</b>	<b>37,644</b>	<b>495,882</b>	<b>313,281</b>	<b>345,056</b>	<b>1,686,310</b>	<b>857,522</b>
<b>Fund balances:</b>						
Reserved:						
Employees' pension benefits	-	-	-	-	-	-
Actuarial funding requirements	-	-	-	-	-	-
Programs	-	-	-	-	-	-
<b>Total reserved</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Unreserved:						
Designated for programs	-	-	-	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 37,644</b>	<b>495,882</b>	<b>313,281</b>	<b>345,056</b>	<b>1,686,310</b>	<b>857,522</b>

Continued

COUNTY OF OAKLAND  
Fiduciary Funds  
Combining Balance Sheet, Continued  
September 30, 1998

Agency Funds

<u>Assets</u>	Prosecutor Forfeiture Evidence	Public Transportation Authority	County Deferred Compensation Plan	Probate Court Trust	Child Support Account	Escheats Trust	Undistributed Taxes
Cash and cash equivalents	\$ 1,179,267	29,417	-	27,957	1,493,946	134,369	75,001,887
Investments	-	-	-	-	-	-	-
Due from other governmental units	-	-	-	-	-	-	-
Accrued interest receivable	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	-	151	-	-	-	-	-
Inventories and supplies	-	-	-	-	-	-	-
Prepayments and other assets	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,179,267</b>	<b>29,568</b>	<b>-</b>	<b>27,957</b>	<b>1,493,946</b>	<b>134,369</b>	<b>75,001,887</b>
<b><u>Liabilities and Fund Balances</u></b>							
Current liabilities:							
Vouchers payable	\$ -	-	-	-	-	-	-
Accrued payroll	-	-	-	-	-	-	-
Due to other governmental units	-	26,233	-	-	-	134,369	74,998,976
Due to other funds	-	-	-	-	-	-	2,257
Other accrued liabilities	1,179,267	3,335	-	27,957	1,493,946	-	654
<b>Total current liabilities</b>	<b>1,179,267</b>	<b>29,568</b>	<b>-</b>	<b>27,957</b>	<b>1,493,946</b>	<b>134,369</b>	<b>75,001,887</b>
Fund balances:							
Reserved:							
Employees' pension benefits	-	-	-	-	-	-	-
Actuarial funding requirements	-	-	-	-	-	-	-
Programs	-	-	-	-	-	-	-
<b>Total reserved</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Unreserved:							
Designated for programs	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,179,267</b>	<b>29,568</b>	<b>-</b>	<b>27,957</b>	<b>1,493,946</b>	<b>134,369</b>	<b>75,001,887</b>

Continued

COUNTY OF OAKLAND  
Fiduciary Funds  
Combining Balance Sheet, Continued  
September 30, 1998

Agency Funds

<u>Assets</u>	Circuit Court Trust	Contractor's Retainage	Legatee Trust	Social Welfare	Jail Inmate Trust Account	Economic Development	Total
Cash and cash equivalents	\$ 7,614,084	2,428,533	177,290	6,753	132,265	551,215	105,141,723
Investments	206,050	-	110,206	-	-	275,000	822,155,571
Due from other governmental units	-	-	-	-	-	-	284,270
Accrued interest receivable	-	-	-	-	-	8,011	5,018,680
Accounts receivable	-	-	-	72,080	-	1,311	7,318,684
Due from other funds	-	-	-	4,500	-	-	5,247,972
Inventories and supplies	-	-	-	-	-	-	111,249
Prepayments and other assets	-	-	-	-	-	-	25,810
<b>Total assets</b>	<b>\$ 7,820,134</b>	<b>2,428,533</b>	<b>287,496</b>	<b>83,333</b>	<b>132,265</b>	<b>835,537</b>	<b>945,303,959</b>
<b><u>Liabilities and Fund Balances</u></b>							
<b>Current liabilities:</b>							
Vouchers payable	\$ -	-	-	-	-	7,516	1,126,831
Accrued payroll	-	-	-	-	-	-	2,681
Due to other governmental units	-	-	-	72,080	-	-	78,588,456
Due to other funds	-	-	-	-	-	-	3,647,207
Other accrued liabilities	7,820,134	2,428,533	287,496	11,253	132,265	828,021	19,472,967
<b>Total current liabilities</b>	<b>7,820,134</b>	<b>2,428,533</b>	<b>287,496</b>	<b>83,333</b>	<b>132,265</b>	<b>835,537</b>	<b>102,838,142</b>
<b>Fund balances:</b>							
<b>Reserved:</b>							
Employees' pension benefits	-	-	-	-	-	-	698,781,619
Actuarial funding requirements	-	-	-	-	-	-	123,376,704
Programs	-	-	-	-	-	-	19,979,993
<b>Total reserved</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>842,138,316</b>
<b>Unreserved:</b>							
Designated for programs	-	-	-	-	-	-	327,501
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>842,465,817</b>
<b>Total liabilities and fund balances</b>	<b>\$ 7,820,134</b>	<b>2,428,533</b>	<b>287,496</b>	<b>83,333</b>	<b>132,265</b>	<b>835,537</b>	<b>945,303,959</b>

COUNTY OF OAKLAND  
 Pension Trust Fund - Defined Benefit Plan - Primary Government  
 Statement of Plan Net Assets  
 September 30, 1998

<u>Assets</u>	<u>Oakland County Employees' Retirement</u>
Cash and cash equivalents	\$ 1,995,354
Investments, at fair value:	
Common stock	418,845,320
U.S. government securities	72,647,915
Corporate bonds	177,323,417
Municipal bonds	1,080,835
Real estate	<u>21,933,009</u>
Total investments	<u>691,830,496</u>
Receivables - interest and dividends	3,852,047
Due from other funds	<u>1,103,722</u>
Fund balance reserved for employees' pension benefits	<u><u>\$ 698,781,619</u></u>

A schedule of funding progress for each plan is presented in the notes.

COUNTY OF OAKLAND  
 Pension Trust Fund - Defined Benefit Plan - Primary Government  
 Statement of Changes in Plan Net Assets  
 For the year ended September 30, 1998

	Oakland County Employees' <u>Retirement</u>
<b>Additions:</b>	
<b>Contributions:</b>	
Employer	\$ 6,421,492
Plan member	<u>540,931</u>
<b>Total contributions</b>	<u>6,962,423</u>
<b>Investment income:</b>	
Net increase in fair value of investments	71,870,909
Interest and dividends	<u>28,335,034</u>
<b>Net investment income</b>	<u>100,205,943</u>
<b>Total additions</b>	<u>107,168,366</u>
<b>Deductions:</b>	
Benefits	17,538,942
Distribution to defined contribution plan	<u>15,052,554</u>
<b>Total deductions</b>	<u>32,591,496</u>
<b>Net increase</b>	74,576,870
<b>Net assets held in trust for employees' pension benefits:</b>	
At October 1, 1997	<u>624,204,749</u>
At September 30, 1998	<u><u>\$ 698,781,619</u></u>

COUNTY OF OAKLAND  
 Expendable Trust Funds  
 Combining Statement of Revenues, Expenditures, and  
 Changes in Fund Balances  
 For the year ended September 30, 1998

	Retirees' Health Care <u>Trust</u>	Delinquent Personal Tax <u>Administration</u>	Economic Development <u>Trust</u>	Jail Inmate <u>Commissary</u>	Water and Sewer <u>Trust</u>	<u>Total</u>
Revenues:						
Other intergovernmental revenues	\$ -	859,134	-	-	24,049,966	24,909,100
Use of money	4,700,963	440,301	-	20,027	592,862	5,754,153
Net increase in fair value of investments	6,921,682	-	-	-	-	6,921,682
Other	14,990,203	-	-	1,040,144	-	16,030,347
<u>Total revenues</u>	<u>26,612,848</u>	<u>1,299,435</u>	<u>-</u>	<u>1,060,171</u>	<u>24,642,828</u>	<u>53,615,282</u>
Expenditures:						
Salaries	-	230,600	-	188,420	2,380,582	2,799,602
Fringe benefits	-	101,085	-	79,085	1,571,030	1,751,200
Contractual services	5,740,473	102,409	-	14,841	15,624,907	21,482,630
Commodities	-	4,160	-	695,667	1,344,244	2,044,071
Internal services	-	103,120	-	21,168	1,350,571	1,474,859
Distribution to municipalities	-	-	-	-	1,663,197	1,663,197
<u>Total expenditures</u>	<u>5,740,473</u>	<u>541,374</u>	<u>-</u>	<u>999,181</u>	<u>23,934,531</u>	<u>31,215,559</u>
Excess of revenues over expenditures	<u>20,872,375</u>	<u>758,061</u>	<u>-</u>	<u>60,990</u>	<u>708,297</u>	<u>22,399,723</u>
Other financing uses:						
Operating transfers out	-	-	-	(37,967)	-	(37,967)
Excess of revenues over expenditures and financing uses	20,872,375	758,061	-	23,023	708,297	22,361,756
Fund balances at October 1, 1997, as previously stated	94,473,399	6,881,516	13,166	291,312	11,632,119	113,291,512
Cumulative effect of change in accounting principle	8,030,930	-	-	-	-	8,030,930
Fund balances at October 1, 1997, as restated	<u>102,504,329</u>	<u>6,881,516</u>	<u>13,166</u>	<u>291,312</u>	<u>11,632,119</u>	<u>121,322,442</u>
Fund balances at September 30, 1998	<u>\$ 123,376,704</u>	<u>7,639,577</u>	<u>13,166</u>	<u>314,335</u>	<u>12,340,416</u>	<u>143,684,198</u>

COUNTY OF OAKLAND  
Agency Funds  
Combining Statement of Changes in Assets and Liabilities  
For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Act 185 Debt</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 102,024	97,933	162,313	37,644
Investments	92,800	-	92,800	-
Accrued interest receivable	231	-	231	-
Total	<u>\$ 195,055</u>	<u>97,933</u>	<u>255,344</u>	<u>37,644</u>
<u>Liabilities</u>				
Vouchers payable	\$ 101,938	60,375	162,313	-
Due to other governmental units	93,117	5,133	60,606	37,644
Total	<u>\$ 195,055</u>	<u>65,508</u>	<u>222,919</u>	<u>37,644</u>
<u>Restricted Funds</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 153,472	711,774	380,364	484,882
Investments	10,507	493	-	11,000
Total	<u>\$ 163,979</u>	<u>712,267</u>	<u>380,364</u>	<u>495,882</u>
<u>Liabilities</u>				
Vouchers payable	\$ 381	454,242	351,494	103,129
Other accrued liabilities	163,598	700,990	471,835	392,753
Total	<u>\$ 163,979</u>	<u>1,155,232</u>	<u>823,329</u>	<u>495,882</u>
<u>Special Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 409,546	3,797,173	3,902,645	304,074
Investments	8,836	612	241	9,207
Total	<u>\$ 418,382</u>	<u>3,797,785</u>	<u>3,902,886</u>	<u>313,281</u>
<u>Liabilities</u>				
Vouchers payable	\$ -	2,105,312	2,105,312	-
Other accrued liabilities	418,382	3,796,783	3,901,884	313,281
Total	<u>\$ 418,382</u>	<u>5,902,095</u>	<u>6,007,196</u>	<u>313,281</u>

Continued



COUNTY OF OAKLAND  
Agency Funds  
Combining Statement of Changes in Assets and Liabilities, Continued  
For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Public Library Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 368,296	3,255,716	3,291,907	332,105
Accrued interest receivable	852	731	852	731
Due from other funds	11,074	126,378	125,232	12,220
Total	<u>\$ 380,222</u>	<u>3,382,825</u>	<u>3,417,991</u>	<u>345,056</u>
<u>Liabilities</u>				
Vouchers payable	\$ -	1,437,396	1,437,396	-
Due to other governmental units	379,370	-	379,370	-
Due to other funds	852	-	852	-
Other accrued liabilities	-	3,297,200	2,952,144	345,056
Total	<u>\$ 380,222</u>	<u>4,734,596</u>	<u>4,769,762</u>	<u>345,056</u>
<u>Register of Deeds Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 594,832	26,086,757	24,995,279	1,686,310
<u>Liabilities</u>				
Vouchers payable	\$ -	22,151,827	22,151,827	-
Other accrued liabilities	594,832	26,086,757	24,995,279	1,686,310
Total	<u>\$ 594,832</u>	<u>48,238,584</u>	<u>47,147,106</u>	<u>1,686,310</u>
<u>District Court Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 825,844	6,735,744	6,704,066	857,522
<u>Liabilities</u>				
Vouchers payable	\$ -	25,000	25,000	-
Due to other funds	9,459	-	9,459	-
Other accrued liabilities	816,385	6,735,744	6,694,607	857,522
Total	<u>\$ 825,844</u>	<u>6,760,744</u>	<u>6,729,066</u>	<u>857,522</u>

Continued

COUNTY OF OAKLAND  
Agency Funds  
Combining Statement of Changes in Assets and Liabilities, Continued  
For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Prosecutor Forfeiture Evidence</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 994,928	1,439,329	1,254,990	1,179,267
<u>Liabilities</u>				
Vouchers payable	\$ -	536,272	536,272	-
Other accrued liabilities	994,928	938,217	753,878	1,179,267
Total	\$ 994,928	1,474,489	1,290,150	1,179,267
<u>Public Transportation Authority</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 19,788	13,221,056	13,211,427	29,417
Accounts receivable	-	7,669,960	7,669,960	-
Due from other funds	-	3,231,788	3,231,637	151
Total	\$ 19,788	24,122,804	24,113,024	29,568
<u>Liabilities</u>				
Vouchers payable	\$ -	6,925,704	6,925,704	-
Due to other governmental units	-	55,019	28,786	26,233
Other accrued liabilities	19,788	10,773,676	10,790,129	3,335
Total	\$ 19,788	17,754,399	17,744,619	29,568
<u>County Deferred Compensation Plan</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 325,872	-	325,872	-
Investments	94,521,417	-	94,521,417	-
Accrued interest receivable	1,117,912	-	1,117,912	-
Total	\$ 95,965,201	-	95,965,201	-
<u>Liabilities</u>				
Deferred compensation	\$ 95,965,201	-	95,965,201	-

Continued

COUNTY OF OAKLAND  
Agency Funds  
Combining Statement of Changes in Assets and Liabilities, Continued  
For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Probate Court Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 10,539	18,500	1,082	27,957
<u>Liabilities</u>				
Vouchers payable	\$ -	1,082	1,082	-
Due to other funds	-	-	-	-
Other accrued liabilities	10,539	18,500	1,082	27,957
Total	\$ 10,539	19,582	2,164	27,957
<u>Child Support Account</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 1,543,719	155,547,321	155,597,094	1,493,946
<u>Liabilities</u>				
Other accrued liabilities	\$ 1,543,719	155,547,321	155,597,094	1,493,946
<u>Escheats Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 63,055	244,329	173,015	134,369
<u>Liabilities</u>				
Vouchers payable	\$ -	22,335	22,335	-
Due to other governmental units	63,055	243,058	171,744	134,369
Total	\$ 63,055	265,393	194,079	134,369

Continued

COUNTY OF OAKLAND  
Agency Funds  
Combining Statement of Changes in Assets and Liabilities, Continued  
For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Undistributed Taxes</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 48,363,060	660,910,644	634,271,817	75,001,887
Due from other governmental units	-	734,684,143	734,684,143	-
Due from other funds	455,344	1,514	456,858	-
Total	<u>\$ 48,818,404</u>	<u>1,395,596,301</u>	<u>1,369,412,818</u>	<u>75,001,887</u>
<u>Liabilities</u>				
Vouchers payable	\$ 9,414,408	332,193,490	341,607,898	-
Due to other governmental units	37,021,521	534,152,390	496,174,935	74,998,976
Due to other funds	2,365,310	103,269,182	105,632,235	2,257
Other accrued liabilities	17,165	22,835,571	22,852,082	654
Total	<u>\$ 48,818,404</u>	<u>992,450,633</u>	<u>966,267,150</u>	<u>75,001,887</u>
<u>Circuit Court Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 6,428,833	14,981,998	13,796,747	7,614,084
Investments	-	989,395	783,345	206,050
Total	<u>\$ 6,428,833</u>	<u>15,971,393</u>	<u>14,580,092</u>	<u>7,820,134</u>
<u>Liabilities</u>				
Vouchers payable	\$ -	5,957,060	5,957,060	-
Other accrued liabilities	6,428,833	7,677,066	6,285,765	7,820,134
Total	<u>\$ 6,428,833</u>	<u>13,634,126</u>	<u>12,242,825</u>	<u>7,820,134</u>
<u>Contractor's Retainage</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 3,101,729	2,179,988	2,853,184	2,428,533
<u>Liabilities</u>				
Vouchers payable	\$ -	1,838,964	1,838,964	-
Other accrued liabilities	3,101,729	1,341,428	2,014,624	2,428,533
Total	<u>\$ 3,101,729</u>	<u>3,180,392</u>	<u>3,853,588</u>	<u>2,428,533</u>

Continued

COUNTY OF OAKLAND  
 Agency Funds  
 Combining Statement of Changes in Assets and Liabilities, Continued  
 For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Legatee Trust</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 125,025	99,846	47,581	177,290
Investments	104,237	12,430	6,461	110,206
Total	<u>\$ 229,262</u>	<u>112,276</u>	<u>54,042</u>	<u>287,496</u>
<u>Liabilities</u>				
Other accrued liabilities	<u>\$ 229,262</u>	<u>72,908</u>	<u>14,674</u>	<u>287,496</u>
<u>Social Welfare</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ -	1,193,988	1,187,235	6,753
Due from other governmental units	327,981	-	327,981	-
Accounts receivable	-	72,080	-	72,080
Due from other funds	-	8,000	3,500	4,500
Total	<u>\$ 327,981</u>	<u>1,274,068</u>	<u>1,518,716</u>	<u>83,333</u>
<u>Liabilities</u>				
Vouchers payable	\$ 254,531	780,090	1,034,621	-
Due to other governmental units	72,080	-	-	72,080
Due to other funds	1,370	-	1,370	-
Other accrued liabilities	-	792,280	781,027	11,253
Total	<u>\$ 327,981</u>	<u>1,572,370</u>	<u>1,817,018</u>	<u>83,333</u>
<u>Jail Inmate Trust Account</u>				
<u>Assets</u>				
Cash and cash equivalents	<u>\$ 121,934</u>	<u>1,297,543</u>	<u>1,287,212</u>	<u>132,265</u>
<u>Liabilities</u>				
Other accrued liabilities	<u>\$ 121,934</u>	<u>1,297,543</u>	<u>1,287,212</u>	<u>132,265</u>

Continued

COUNTY OF OAKLAND  
 Agency Funds  
 Combining Statement of Changes in Assets and Liabilities, Continued  
 For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Economic Development</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 782,038	1,068,751	1,299,574	551,215
Investments	-	275,000	-	275,000
Accrued interest receivable	3,190	8,011	3,190	8,011
Accounts receivable	4,033	1,411	4,133	1,311
	<hr/>	<hr/>	<hr/>	<hr/>
Total	\$ 789,261	1,353,173	1,306,897	835,537
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<u>Liabilities</u>				
Vouchers payable	\$ -	371,781	364,265	7,516
Other accrued liabilities	789,261	1,296,165	1,257,405	828,021
	<hr/>	<hr/>	<hr/>	<hr/>
Total	\$ 789,261	1,667,946	1,621,670	835,537
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Continued

COUNTY OF OAKLAND  
 Agency Funds  
 Combining Statement of Changes in Assets and Liabilities, Continued  
 For the year ended September 30, 1998

	<u>Balance</u>		<u>Deductions</u>	<u>Balance</u>
	<u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>September 30, 1998</u>
<u>Total All Agency Funds</u>				
<u>Assets</u>				
Cash and cash equivalents	\$ 64,334,534	892,888,390	864,743,404	92,479,520
Investments	94,737,797	1,277,930	95,404,264	611,463
Due from other governmental units	327,981	734,684,143	735,012,124	-
Accrued interest receivable	1,122,185	8,742	1,122,185	8,742
Accounts receivable	4,033	7,743,451	7,674,093	73,391
Due from other funds	466,418	3,367,680	3,817,227	16,871
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total	<u>\$ 160,992,948</u>	<u>1,639,970,336</u>	<u>1,707,773,297</u>	<u>93,189,987</u>
<u>Liabilities</u>				
Vouchers payable	\$ 9,771,258	374,860,930	384,521,543	110,645
Due to other governmental units	37,629,143	534,455,600	496,815,441	75,269,302
Due to other funds	2,376,991	103,269,182	105,643,916	2,257
Other accrued liabilities	15,250,355	243,208,149	240,650,721	17,807,783
Deferred compensation	95,965,201	-	95,965,201	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total	<u>\$ 160,992,948</u>	<u>1,255,793,861</u>	<u>1,323,596,822</u>	<u>93,189,987</u>

COUNTY OF OAKLAND  
 Fiduciary Funds  
 Component Unit - Combining Balance Sheet  
 September 30, 1998

	Component Unit		
<u>Assets</u>	Pension Trust Fund Road Commission <u>Retirement*</u>	Agency Fund - Road Commission Deferred Compensation <u>Plan</u>	<u>Total</u>
Cash and cash equivalents	\$ 3,826,849	-	3,826,849
Investments	123,404,576	-	123,404,576
Accrued interest receivable	826,055	-	826,055
	<u>\$ 128,057,480</u>	<u>-</u>	<u>128,057,480</u>
<u>Liabilities and Fund Balance</u>			
Other accrued liabilities	\$ 152,927	-	152,927
	<u>152,927</u>	<u>-</u>	<u>152,927</u>
Fund balance:			
Reserved - pension accumulated reserve	127,904,553	-	127,904,553
	<u>\$ 128,057,480</u>	<u>-</u>	<u>128,057,480</u>

\* As of December 31, 1997



COUNTY OF OAKLAND  
 Pension Trust Fund  
 Component Unit - Defined Benefit Plan  
 Statement of Plan Net Assets  
 December 31, 1997

<u>Assets</u>	<u>Road Commission Retirement</u>
Cash and cash equivalents	\$ 3,826,849
Investments, at fair value:	
Common stock	62,236,565
U.S. government securities	30,640,926
Corporate bonds	29,427,102
Municipal bonds	<u>1,099,983</u>
Total investments	<u>123,404,576</u>
Receivables - interest and dividends	<u>826,055</u>
Total assets	<u>128,057,480</u>
<u>Liabilities</u>	
Other accrued liabilities	<u>152,927</u>
Total liabilities	<u>152,927</u>
Fund balance reserved for employees' pension benefits	<u><u>\$ 127,904,553</u></u>

A schedule of funding progress is presented in the Required Supplemental Information immediately following the Notes to the Financial Statements.

COUNTY OF OAKLAND  
 Pension Trust Fund  
 Component Unit - Defined Benefit Plan  
 Statement of Changes in Plan Net Assets  
 For the year ended December 31, 1997

	Road Commission <u>Retirement</u>
<b>Additions:</b>	
Contributions:	
Employer	\$ 3,289,600
Investment income:	
Net increase in fair value of investments	15,453,609
Interest and dividends	5,209,810
Less investment expense	<u>(557,177)</u>
Net investment income	<u>20,106,242</u>
Total additions	<u>23,395,842</u>
<b>Deductions:</b>	
Benefits	<u>3,527,745</u>
Total deductions	<u>3,527,745</u>
Net increase	19,868,097
<b>Net assets held in trust for employees' pension benefits</b>	
At January 1, 1997, as previously stated	89,151,487
Cumulative effect of change in accounting principle	<u>18,884,969</u>
At January 1, 1997, as restated	<u>108,036,456</u>
At December 31, 1997	<u><u>\$ 127,904,553</u></u>

COUNTY OF OAKLAND  
 Agency Funds  
 Component Unit - Statement of Changes in Assets and Liabilities  
 For the year ended September 30, 1998

	<u>Balance</u> <u>October 1, 1997</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>September 30, 1998</u>
<u>Road Commission Deferred Compensation</u>				
<u>Assets</u>				
Investments	\$ 18,004,048	-	18,004,048	-
<u>Liabilities</u>				
Deferred compensation	\$ 18,004,048	-	18,004,048	-

## **General Fixed Asset Account Group**

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The **General Fixed Asset Account Group** accounts for all the fixed assets of the County, other than those reported in proprietary funds.

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COUNTY OF OAKLAND  
Schedule of General Fixed Assets by Source  
September 30, 1998

General fixed assets by source include assets of the Primary Government and of the Component Unit as of September 30, 1998, net of accumulated depreciation, as follows:

Primary Government:

General fixed assets:

Land and land improvements	\$ 21,567,621
Buildings and improvements	145,436,373
Furniture, equipment, and vehicles	13,896,369
Construction in progress	<u>8,905,300</u>
Total general fixed assets	<u><u>\$ 189,805,663</u></u>

Investment in general fixed assets by source:

Bonds	\$ 107,867,018
Special Revenue fund	64,782,591
General	16,392,005
Federal grants	311,150
Local government contribution	304,016
State grants	<u>148,883</u>
Total investment in general fixed assets	<u><u>\$ 189,805,663</u></u>

Component Unit - Road Commission:

General fixed assets:

Land and land improvements	\$ 2,421,347
Buildings and improvements	5,008,294
Furniture and equipment	<u>9,015,009</u>
Total general fixed assets	<u><u>\$ 16,444,650</u></u>

Investment in general fixed assets by source:

Special Revenue fund	<u><u>\$ 16,444,650</u></u>
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COUNTY OF OAKLAND  
Schedule of General Fixed Assets - By Function and Activity  
September 30, 1998

General fixed assets by function and activity include assets of the Primary Government and of the Component Unit (net of accumulated depreciation) as of September 30, 1998, as follows:

<u>Function and Activity</u>	<u>Land and Land Improvements</u>	<u>Buildings and Improvements</u>	<u>Furniture, Equipment, and Vehicles</u>	<u>Construction in Process</u>	<u>Total</u>
<b>Primary Government:</b>					
<b>County Executive:</b>					
Administration	\$ -	-	130,593	-	130,593
Management and budget	-	-	167,159	-	167,159
Central services	-	-	117,577	-	117,577
General government	5,749,439	105,924,874	804,479	6,514,763	118,993,555
Facilities management	-	-	12,545	-	12,545
Personnel	-	-	49,155	-	49,155
Human services	-	-	1,955,840	-	1,955,840
Public services	-	-	1,468,020	-	1,468,020
Community and economic development	-	-	86,115	-	86,115
<b>Total County Executive</b>	<b>5,749,439</b>	<b>105,924,874</b>	<b>4,791,483</b>	<b>6,514,763</b>	<b>122,980,559</b>
Clerk/Register of Deeds	-	-	102,631	-	102,631
Treasurer	-	-	24,624	-	24,624
<b>Justice administration:</b>					
Circuit Court	-	-	417,977	-	417,977
District Court	-	-	176,100	-	176,100
Probate Court	-	-	102,093	-	102,093
<b>Total justice administration</b>	<b>-</b>	<b>-</b>	<b>696,170</b>	<b>-</b>	<b>696,170</b>
<b>Law enforcement:</b>					
Prosecuting Attorney	-	-	438,967	-	438,967
Sheriff	-	-	1,584,173	-	1,584,173
<b>Total law enforcement</b>	<b>-</b>	<b>-</b>	<b>2,023,140</b>	<b>-</b>	<b>2,023,140</b>
<b>Legislative - Board of Commissioners</b>					
Commissioners	-	-	373,628	-	373,628
Drain Commissioner	-	-	31,402	-	31,402
Parks and Recreation	15,818,182	39,511,499	5,853,291	2,390,537	63,573,509
<b>Total general fixed assets</b>	<b>\$ 21,567,621</b>	<b>145,436,373</b>	<b>13,896,369</b>	<b>8,905,300</b>	<b>189,805,663</b>
<b>Component Unit - Road Commission</b>					
Commission	\$ 2,421,347	5,008,294	9,015,009	-	16,444,650

COUNTY OF OAKLAND  
Schedule of Changes in General Fixed Assets - By Function and Activity  
For the year ended September 30, 1998

<u>Function and Activity</u>	General Fixed Assets <u>October 1, 1997</u>	<u>Additions</u>	<u>Disposals</u>	General Fixed Assets <u>September 30, 1998</u>
<b>Primary Government:</b>				
<b>County Executive:</b>				
Administration	\$ 129,442	1,151	-	130,593
Management and budget	165,815	1,856	512	167,159
Central services	88,027	29,550	-	117,577
General government	107,157,280	11,836,275	-	118,993,555
Facilities management	12,545	-	-	12,545
Personnel	48,653	502	-	49,155
Human services	2,026,896	114,026	185,082	1,955,840
Public services	1,404,714	74,301	10,995	1,468,020
Community and economic development	86,115	-	-	86,115
<b>Total County Executive</b>	<u>111,119,487</u>	<u>12,057,661</u>	<u>196,589</u>	<u>122,980,559</u>
Clerk/Register of Deeds	93,351	9,280	-	102,631
Treasurer	24,097	527	-	24,624
<b>Justice administration:</b>				
Circuit Court	398,079	19,898	-	417,977
District Court	169,862	6,238	-	176,100
Probate Court	89,126	12,967	-	102,093
<b>Total justice administration</b>	<u>657,067</u>	<u>39,103</u>	<u>-</u>	<u>696,170</u>
<b>Law enforcement:</b>				
Prosecuting Attorney	440,268	-	1,301	438,967
Sheriff	1,554,491	66,148	36,466	1,584,173
<b>Total law enforcement</b>	<u>1,994,759</u>	<u>66,148</u>	<u>37,767</u>	<u>2,023,140</u>
<b>Legislative - Board of Commissioners</b>				
	<u>378,658</u>	<u>-</u>	<u>5,030</u>	<u>373,628</u>
Drain Commissioner	27,388	4,520	506	31,402
Parks and Recreation	61,655,888	7,888,154	5,970,533	63,573,509
<b>Total general fixed assets</b>	<u>\$ 175,950,695</u>	<u>20,065,393</u>	<u>6,210,425</u>	<u>189,805,663</u>

Continued

COUNTY OF OAKLAND  
 Schedule of Changes in General Fixed Assets - By Function and Activity, Continued  
 For the year ended September 30, 1998

<u>Function and Activity</u>	General Fixed Assets <u>October 1, 1997</u>	<u>Additions</u>	Reductions/ <u>Disposals</u>	General Fixed Assets <u>September 30, 1998</u>
Component Unit - Road Commission	\$ 16,375,300	3,806,326	3,736,976	16,444,650



### **III. STATISTICAL SECTION**

COUNTY OF OAKLAND  
General Governmental Expenditures by Function - Unaudited (1)  
Last Ten Fiscal Years

	<u>1998</u>	<u>1997 (4)</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>	<u>1990</u>	<u>1989</u>
County Executive (3)	\$ 108,277,397	77,300,241	90,960,686	87,722,234	182,323,576	170,282,683	105,559,138	106,471,283	101,259,689	99,519,231
Clerk/Register of Deeds	7,772,822	5,165,502	7,729,797	7,074,120	7,135,780	6,317,667	6,789,013	5,683,388	5,450,102	4,795,897
Treasurer	3,140,747	2,070,410	2,715,039	2,719,456	2,553,221	2,771,787	2,651,981	2,367,989	2,333,636	2,235,687
Justice administration	54,028,545	39,071,526	50,999,116	49,168,161	46,673,608	45,539,848	42,977,359	38,876,949	35,831,553	33,429,409
Law enforcement	91,885,843	67,197,922	85,354,740	79,936,285	72,275,836	66,495,510	62,830,739	57,979,424	53,463,725	48,516,778
Legislative	4,574,804	3,821,751	4,280,773	4,087,369	3,259,838	3,181,571	3,180,730	3,111,629	2,885,067	2,744,176
Drain Commissioner	10,910,333	6,722,531	8,273,246	6,685,724	6,320,481	6,427,397	6,631,116	5,463,931	4,963,893	4,876,675
Community Mental Health (3)	162,774,890	142,172,445	115,283,122	105,655,621	-	-	-	-	-	-
Parks and Recreation	14,842,244	13,101,085	14,352,481	13,484,912	13,146,451	10,808,857	11,160,184	10,674,751	9,614,208	9,308,939
Road Commission (2)	95,737,761	95,601,844	93,217,591	89,478,562	81,703,416	69,412,289	62,455,840	64,116,963	63,141,930	58,876,867
Non-departmental	20,474,392	12,334,851	18,545,234	18,545,612	20,284,499	20,947,139	21,848,474	17,303,059	14,883,567	15,125,653
Intergovernmental	6,638,976	650,470	2,642,774	2,308,208	2,432,229	-	-	-	-	-
Principal payments	29,135,000	26,710,300	28,320,000	26,855,000	26,005,000	28,982,900	21,520,000	22,245,000	20,935,000	20,391,000
Interest and fiscal charges	16,045,822	10,402,469	18,197,493	18,870,736	18,846,796	20,264,763	19,448,094	20,075,697	18,864,940	18,598,210
<b>Memo total</b>	<b>\$ 626,239,576</b>	<b>502,323,347</b>	<b>540,872,092</b>	<b>512,592,000</b>	<b>482,960,731</b>	<b>451,432,411</b>	<b>367,052,668</b>	<b>354,370,063</b>	<b>333,627,310</b>	<b>318,418,522</b>

(1) Includes General, Special Revenue, and Debt Service funds, and Component Unit.

(2) For historical purposes, the Road Commission (a component unit) expenditures are reported combined with those of the Primary Government. Effective 1993, the Road Commission reporting entity was changed for the general purpose financial statement presentation and revenues/expenditures were reported separately.

(3) Community Mental Health is reported as a separate function from the County Executive effective in 1995.

(4) Amounts are for the nine-month period ended September 30, 1997, except for Community Mental Health and Road Commission, which are reported for the year ended September 30, 1997.

COUNTY OF OAKLAND  
General Governmental Revenue by Source - Unaudited (1)  
Last Ten Fiscal Years

	<u>1998</u>	<u>1997 (3)</u>	<u>1996</u>	<u>1995</u>	<u>1994 (2)</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>	<u>1990</u>	<u>1989</u>
Taxes	\$ 161,045,318	116,488,640	151,476,700	144,256,414	139,864,644	133,216,478	130,035,086	121,696,339	112,219,546	100,411,749
Special assessments	44,826,243	36,647,916	44,253,563	42,516,911	41,909,910	46,152,764	43,079,151	43,358,180	41,135,730	40,818,075
Federal grants	26,018,791	28,277,520	33,845,779	35,756,794	30,391,291	23,515,832	20,149,713	18,814,156	15,224,448	13,576,982
State grants	156,809,207	156,734,244	167,016,478	161,719,552	151,334,369	142,260,917	76,358,195	78,179,059	74,077,495	71,619,304
Other intergovernmental	138,652,543	89,596,701	50,016,340	43,469,683	40,726,413	36,316,011	35,603,920	33,499,481	30,197,431	34,741,594
Charges for services	90,893,704	61,656,982	74,893,304	68,971,488	62,735,451	59,244,008	55,095,198	50,210,324	46,878,585	37,890,656
Use of money	15,626,379	12,681,852	16,162,998	18,661,745	13,716,269	6,281,840	9,685,742	12,696,165	16,685,618	17,359,442
Net appreciation in fair value of investments	283,082	-	-	-	-	-	-	-	-	-
Other	2,921,672	5,781,769	4,572,180	4,648,074	3,293,385	3,508,059	2,233,588	1,910,201	2,018,840	7,562,833
<b>Memo total</b>	<b>\$ 637,076,939</b>	<b>507,865,624</b>	<b>542,237,342</b>	<b>520,000,661</b>	<b>483,971,732</b>	<b>450,495,909</b>	<b>372,240,593</b>	<b>360,363,905</b>	<b>338,437,693</b>	<b>323,980,635</b>

(1) Includes General, Special Revenue, and Debt Service funds, and Component Unit.

(2) For historical comparative purposes, the Road Commission (a component unit) revenues are reported combined with those of the Primary Government. Effective 1993, the Road Commission reporting entity was changed for the general purpose financial statement presentation and revenues/expenditures were reported separately.

(3) Amounts are for the nine-month period ended September 30, 1997, except for Community Mental Health and Road Commission, which are reported for the year ended September 30, 1997.

COUNTY OF OAKLAND  
County Operating Property Tax Collection and  
Levy Record - Unaudited  
Last Ten Fiscal Years

Year of Levy(1)	Tax Levy	Collections to March 1 Each Year		Collections December 31	
		Amount	Percent	Amount	Percent
1988	\$ 96,655,511	\$ 89,564,172	92.66 %	\$ 96,476,679	99.81
1989	108,533,679	99,696,970	91.87	108,250,334	99.74
1990	117,802,150	107,312,698	91.10	117,470,202	99.72
1991	126,369,685	114,919,493	90.94	125,971,740	99.69
1992	128,659,509	117,560,793	91.37	128,293,275	99.72
1993	134,806,159	124,680,706	92.49	134,496,499	99.77
1994	137,211,588	130,150,654	94.85	136,976,159	99.83
1995	142,993,143	136,217,398	95.26	142,593,625	99.72
1996 (2)	146,793,283	139,773,122	95.22	146,495,460	99.80
1997	154,608,230	146,878,133	95.00	154,271,960	99.78

(1) Property taxes are recorded as revenue in the General Fund, net of certain adjustments, in the year following the year of levy.

(2) Starting with the 1996 levy, collections are as of September 30.

Source: Oakland County Treasurer

COUNTY OF OAKLAND  
Assessed, Equalized, and Estimated Value  
of Taxable Property - Unaudited  
Last Ten Fiscal Years

Table 4

Year of <u>Levy</u>	<u>Real Property</u>		<u>Personal Property</u>	<u>Total</u>		Ratio of Total Equalized to Total Estimated Amount Value
	<u>Assessed Value</u>	<u>Equalized Value</u>	<u>Assessed and Equalized Value</u>	<u>Equalized Value</u>	<u>Estimated Amount Value</u>	
1988	\$ 18,681,725,009	18,681,725,009	2,153,232,150	20,834,957,159	41,763,373,747	49.9 %
1989	21,105,990,752	21,105,990,752	2,289,413,005	23,395,403,757	46,992,278,446	49.8
1990	23,333,368,394	23,333,368,394	2,432,616,980	25,765,985,374	51,829,467,595	49.7
1991	25,084,982,734	25,084,982,734	2,554,958,790	27,639,941,524	55,629,223,604	49.7
1992	25,472,661,563	25,472,661,563	2,668,097,200	28,140,758,763	56,281,516,167	50.0
1993	27,348,848,151	27,349,484,194	2,737,964,110	30,087,448,304	60,536,264,146	49.7
1994	28,280,195,479	28,280,520,470	2,899,739,160	31,180,259,630	62,578,336,350	49.8
1995	30,032,307,086	30,032,307,086	3,180,629,809	33,212,936,895	66,630,865,970	49.8
1996	32,312,811,773	32,312,811,773	3,432,142,210	35,744,953,983	71,638,355,161	49.9
1997	35,207,616,066	35,207,616,066	3,718,065,750	38,925,681,816	78,136,973,925	-

Source: Oakland County Treasurer

COUNTY OF OAKLAND  
Property Tax Rates - Direct and Overlapping Governments - Unaudited  
Last Ten Fiscal Years

Tax rates (per \$1,000 equalized valuation):

Year of Levy	General Operating	Parks	Oakland Schools	Oakland Community College	Huron-Clinton Authority	Public Transportation Authority (1)
1988	4.6391	0.2300	2.3028	1.3210	0.2400	-
1989	4.6391	0.2210	2.2124	1.2850	0.2332	-
1990	4.5720	0.2173	2.1744	1.1697	0.2292	-
1991	4.5720	0.2173	2.1836	1.0735	0.2303	-
1992	4.5720	0.2500	2.1836	1.0735	0.2303	-
1993	4.4805	0.2439	2.1294	1.0522	0.2236	-
1994	4.4805	0.2439	2.1294	0.8522	0.2236	-
1995	4.4805	0.2439	2.1294	1.6522	0.2236	0.3300
1996	4.3805	0.2439	2.1294	1.6522	0.2236	0.3300
1997	4.3505	0.2439	2.1294	1.6522	0.2236	0.3300

Tax Levies:

Year of Levy	County Operating	County Special Assessments	County Parks	County Schools	Community Colleges	Intermediate Schools	Huron- Clinton Authority	Public Transportation Authority	Township/ City/ Village	State Education Tax	Total
1988	\$ 96,655,511	1,264,306	4,792,043	739,756,933	27,449,253	47,948,931	5,000,393	-	265,883,873	-	1,188,751,243
1989	108,533,679	1,406,750	5,170,387	821,931,017	29,987,670	51,739,168	5,455,811	-	286,207,436	-	1,310,431,918
1990	117,802,150	1,404,677	5,598,952	913,968,249	30,367,434	55,993,379	5,905,567	-	306,462,929	-	1,437,503,337
1991	126,369,685	1,435,576	6,006,153	988,102,789	29,965,390	60,327,732	6,365,472	-	325,220,337	-	1,543,793,134
1992	128,659,509	1,516,316	7,035,188	1,025,856,424	30,503,802	61,420,285	6,480,815	-	333,621,590	-	1,595,093,929
1993	134,806,159	1,276,753	7,338,293	1,090,753,871	31,972,242	64,055,313	6,727,521	-	348,240,297	-	1,685,170,449
1994	137,211,588	1,345,465	7,469,112	419,314,749	26,571,057	65,439,640	6,847,582	-	381,542,567	184,204,983	1,229,946,743
1995	142,993,143	1,454,214	7,783,942	450,014,718	52,825,635	68,297,090	7,136,226	5,012,535	402,878,254	192,284,901	1,330,680,658
1996	146,793,283	1,266,384	8,173,217	473,616,159	56,472,501	71,823,105	7,492,953	5,956,447	429,314,926	202,298,601	1,403,207,576
1997	154,608,230	1,226,846	8,667,708	513,820,527	58,835,473	76,301,284	7,946,287	6,279,516	457,898,335	214,983,831	1,500,568,037

(1) Taxes levied only on certain communities.

Source: Oakland County Treasurer

COUNTY OF OAKLAND  
Principal Taxpayers - Unaudited  
September 30, 1998

<u>Taxpayer</u>	<u>Principal Products or Services</u>	1998 <u>Taxable Valuation*</u>	1998 Percentage County Taxable <u>Valuation</u>
General Motors Corporation	Automobiles, Trucks, and Buses	\$ 430,640,370	1.10 %
Detroit Edison Company	Electric Utility	316,764,970	0.81
Chrysler Corporation	Automobiles and Trucks	152,554,175	0.39
Consumers Power/Energy	Gas and Electric Utility	144,329,050	0.37
Ford Motor Company	Automobiles and Trucks	110,143,860	0.28
Twelve Oaks/Taubman, et. al.	Real Estate	94,506,050	0.24
Manufacturer's Hanover Bank	Office Building	90,355,900	0.23
Town Centre Delaware, Inc.	Real Estate	86,563,900	0.22
Ramco - Gershenson	Real Estate	81,020,760	0.21
W.R.C. Properties, Inc.	Real Estate	78,523,440	0.20
Frankel/Forbes/Cohen, et. al.	Real Estate	72,807,880	0.19
Liberty Property Investments	Real Estate Investment Trust	63,884,390	0.16
Electronic Data Systems Corp.	Computer Systems	60,946,690	0.16
Gale & Wentworth, LLC	Real Estate	51,400,770	0.13
K Mart Corp.	Retail Sales	43,975,350	0.11
First Industrial Realty	Real Estate Investment Trust	43,300,620	0.11
Comerica Bank	Banking, Real Estate, Financial	42,994,130	0.11
Nykel Management Co.	Real Estate	42,704,850	0.11
Prudential/ Prudential Insurance Company	Real Estate, Office Management	38,647,970	0.10
Standard Federal Bank	Banking, Real Estate, Financial	36,634,890	0.09
Total		<u>\$ 2,082,700,015</u>	<u>5.32 %</u>

\* Note: The Taxable Values have been compiled from a number of sources/reports and may include estimated figures.

Source: Oakland County Equalization Division

COUNTY OF OAKLAND  
 Special Assessment Billings and Collections - Unaudited  
 Last Ten Fiscal Years

<u>Year</u>	Special Assessment <u>Billings</u>	Special Assessment <u>Collections</u>
1989	\$ 18,946,025	18,946,025
1990	19,356,191	19,356,191
1991	21,267,675	21,267,675
1992	20,686,331	20,686,331
1993	24,928,695	24,928,695
1994	21,318,181	21,318,181
1995	22,604,562	22,604,562
1996	24,661,730	24,661,730
1997 (1)	22,526,440	22,257,294
1998	23,238,490	23,238,490

(1) For the nine-month period ended September 30, 1997

Source: Oakland County Department of Management and Budget  
 Fiscal Services Division, Drain Accounting



COUNTY OF OAKLAND  
 Percentage of Net Long-term Debt to Equalized Value  
 and Net Long-term Debt per Capita - Unaudited  
 Last Ten Fiscal Years

<u>Calendar Year (1)</u>	<u>Population (2)</u>	<u>Equalized Value</u>	<u>Net Long-term Debt (3)</u>	<u>Percentage of Net Long-term Debt to Equalized Value</u>	<u>Net Long-term Debt Per Capita</u>
1988	1,011,793	\$ 20,834,957,169	364,034,288	1.747 %	360
1989	1,011,793	23,395,403,757	331,267,723	1.416	327
1990	1,083,592	25,765,985,374	342,869,001	1.331	316
1991	1,083,592	27,639,941,524	356,894,151	1.291	330
1992	1,083,592	28,140,758,763	363,459,475	1.292	335
1993	1,083,592	30,087,448,304	322,534,031	1.072	298
1994	1,083,592	31,180,259,630	333,167,665	1.068	307
1995	1,083,592	33,212,936,895	329,528,022	0.992	304
1996	1,083,592	35,744,953,983	307,611,984	0.861	284
1997	1,083,592	38,925,681,816	305,818,474	0.786	282

(1) Represents the year in which property taxes are levied, collections of which are made in the subsequent year.

(2) Source: U.S. Department of Commerce, Bureau of Census

(3) General obligation indebtedness, including Delinquent Tax Revolving Notes outstanding at December 31 through 1996, thereafter, September 30.

COUNTY OF OAKLAND  
 Ratio of Annual Debt Service Expenditures for General  
 Bonded Debt to Total General Governmental Expenditures - Unaudited  
 Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest and Fees</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures (1)</u>	<u>Ratio of Debt Service to Total General Governmental Expenditures</u>
1989	\$ 20,391,000	18,537,298	38,928,298	318,418,522	12.2
1990	20,935,000	18,864,940	39,799,940	333,627,310	11.9
1991	22,245,000	20,075,697	42,320,697	354,370,063	11.9
1992	21,520,000	19,448,094	40,968,094	367,052,668	11.2
1993	28,982,900	20,264,763	49,247,663	451,432,411	10.9
1994	26,005,000	18,846,796	44,851,796	482,960,731	9.2
1995	26,855,000	18,870,736	45,725,736	512,592,000	8.9
1996	28,320,000	18,197,493	46,517,493	540,872,092	8.6
1997 (2)	26,710,300	10,402,469	37,112,769	502,323,347	7.4
1998	29,135,000	16,045,822	45,180,822	626,239,576	7.2

(1) Includes General, Special Revenue, and Debt Service funds, and Component Unit.

(2) For the nine-month period ended September 30, 1997

COUNTY OF OAKLAND  
 Computation of Legal Debt Limit - Unaudited  
 September 30, 1998

Statutory limit - 10% of 1998 SEV \$ 4,305,683,429

Bonds and Notes with County Credit and Unlimited Tax

Drain Bonds - Chapter 20, Act 40	\$ 7,375,000
Drain Bonds - Chapter 21, Act 40	216,857
Refunding Bonds - Water and Sewer/Drains	6,975,000
Sewage Disposal Bonds - Act 185	15,820,000
Water Supply Bonds - Act 185	8,090,000
Sewage Disposal Bonds - Act 342	<u>29,575,000</u>
Total	<u>68,051,857</u>

Bonds and Notes with County Credit and Limited Tax

General Obligation Limited Tax Building Authority - Act 31	5,275,000
General Obligation Limited Tax Building Authority Refunding - Act 202	17,480,000
General Obligation Limited Tax Drain Bonds - Act 40	76,665,000
General Obligation Limited Tax Drain Refunding Bonds - Act 202	9,655,000
General Obligation Limited Tax Sewage Disposal Bonds - Act 342	47,190,000
General Obligation Limited Tax Water Supply Bonds - Act 342	19,165,000
General Obligation Limited Tax Water Supply Refunding - Act 202	1,255,000
General Obligation Limited Tax Sewage Disposal Refunding - Act 202	10,970,000
General Obligation Limited Tax Michigan Bond Authority Drain Bonds	7,676,268
General Obligation Limited Tax Michigan Bond Authority Sewage Disposal Bond	<u>9,350,000</u>
Total	<u>204,681,268</u>

Bonds and Notes with County Credit and Limited Tax - Taxable

General Obligation Limited Tax Notes - taxable obligation	<u>14,500,000</u>
--	-------------------

Total bonds and notes with County credit 287,233,125

Available balance \$ 4,018,450,304

Source: Oakland County Treasurer

COUNTY OF OAKLAND  
 Net County Direct and Overlapping Debt - Unaudited  
 September 30, 1998

Bonds and Notes with County Credit and Unlimited Tax	Gross	Municipalities' Share of Funds on Hand with County Treasurer	Self-Supporting or Portion Paid Directly by Benefited Municipalities	Net	County Share of Funds on Hand	Net County Debt
Drain Bonds - Chapter 20, Act 40	\$ 7,375,000	254,398 (d)	6,861,778 (a)	258,824	15,778 (d)	243,046
Refunding Bonds - Drain Chapter 20	1,650,000	26,720 (d)	1,615,811 (a)	7,469	297 (d)	7,172
Drain Bonds - Chapter 21	216,857	3,849 (d)	204,875 (a)	8,133	233 (d)	7,900
Sewage Disposal Bonds - Act 185	15,820,000	5,155,971 (d)	10,664,029 (a)	-	-	-
Sewage Disposal Bonds - Act 342	29,575,000	5,163,240 (d)	24,411,760 (a)	-	-	-
Water Supply Bonds - Act 185	8,090,000	3,288,956 (d)	4,801,044 (a)	-	-	-
Refunding Bonds - Water & Sewer	5,325,000	1,796,401 (d)	3,528,599 (a)	-	-	-
Total	<u>\$ 68,051,857</u>	<u>15,689,535</u>	<u>52,087,896</u>	<u>274,426</u>	<u>16,308</u>	<u>258,118</u>
Bonds and Notes with County Credit and Limited Tax						
General Obligation Building Authority	\$ 22,755,000	-	-	22,755,000	152,123 (d)	22,602,877
Drain Bonds - Chapter 20, Act 40	76,665,000	1,424,651 (d)	68,703,093 (a)	6,537,256	101,979 (d)	6,435,277
Sewage Disposal Bonds	47,190,000	267,488 (d)	46,922,512 (a)	-	-	-
Drain Bond Chapter 20 Refunding	9,655,000	78,383 (d)	8,913,265 (a)	663,352	5,611 (d)	657,741
Water Supply Bonds	19,165,000	134,506 (d)	19,030,494 (a)	-	-	-
Water Supply - Refunding	1,255,000	23,888 (d)	1,231,112 (a)	-	-	-
Sewage Disposal Bonds Refunding	10,970,000	7,400 (d)	10,962,600 (a)	-	-	-
Michigan Bond Authority - Drain Bonds	7,676,268	- (d)	7,676,268 (a)	-	-	-
Michigan Bond Authority - Sewage Disp. Bonds	9,350,000	- (d)	9,350,000 (a)	-	-	-
Total	<u>\$ 204,681,268</u>	<u>1,936,316</u>	<u>172,789,344</u>	<u>29,955,608</u>	<u>259,713</u>	<u>29,695,895</u>
Bonds and Notes with County Credit and Limited Tax - Taxable						
General Obligation Limited Taxable	<u>\$ 14,500,000</u>	<u>-</u>	<u>-</u>	<u>14,500,000</u>	<u>615,225</u>	<u>13,884,775</u>
Bonds and Notes with No County Credit						
Michigan Transportation Fund	<u>\$ 400,000</u>	<u>-</u>	<u>400,000 (c)</u>	<u>-</u>	<u>-</u>	<u>-</u>

Continued

COUNTY OF OAKLAND  
 Net County Direct and Overlapping Debt - Unaudited, Continued  
 September 30, 1998

Table 11, Continued

<u>Overlapping Debt of County</u>	<u>Gross</u>	<u>Municipalities' Share of Funds on Hand with County Treasurer</u>	<u>Self-Supporting or Portion Paid Directly by Benefited Municipalities</u>	<u>Net</u>	<u>County Share of Funds on Hand</u>	<u>Net County Debt</u>
Cities, villages and townships						\$ 413,357,206 (e)
School districts						1,785,678,320 (e)
Community college and intermediate school districts						20,155,019 (e)
County issued bonds paid by local municipalities						<u>224,877,240 (b)</u>
Net County overlapping debt						<u>2,444,067,785</u>
Net County direct and overlapping debt						<u><u>\$2,487,906,573</u></u>

- (a) Total County Issued Bonds Paid by Local Municipalities
- (b) It is expected that a sizable portion of these amounts will be paid from benefit charges and earnings of the various systems. (This amount is arrived by the totals indicated by "a")
- (c) Self-Supporting Obligations
- (d) September 30, 1998 Fund Balance
- (e) Amount as of September 30, 1998

Source: Oakland County Treasurer

COUNTY OF OAKLAND  
Demographics Statistics and Age Distribution - Unaudited  
(Latest Figures Available)

## Population count:

1940	254,068
1950	396,001
1960	690,259
1970	907,858
1975	966,562
1980	1,011,793
1990	1,083,592

## Age distribution:

	<u>Under 5</u>	<u>5-9</u>	<u>10-14</u>	<u>15-19</u>	<u>20-24</u>	<u>25-44</u>	<u>45-64</u>	<u>Over 64</u>
1940	23,509	23,274	24,262	22,436	20,506	82,900	45,213	11,968
1950	49,285	40,217	31,173	25,678	28,171	126,499	74,157	20,821
1960	93,057	85,914	69,424	47,048	33,779	199,697	123,686	37,654
1970	81,038	96,181	106,298	88,131	63,386	228,193	184,268	60,363
1975	66,204	92,536	109,922	100,512	62,534	238,934	222,741	73,179
1980	67,489	75,580	88,087	91,920	88,238	300,206	210,480	89,793
1990	78,224	75,088	71,220	71,477	72,122	381,212	216,361	117,888

<u>Age</u>	<u>Males</u>		<u>Females</u>	
	<u>Number</u>	<u>Percentage</u>	<u>Number</u>	<u>Percentage</u>
Under 5 years	40,272	7.6 %	37,952	6.8 %
5-9 years	38,609	7.3	36,479	6.6
10-14 years	36,519	6.9	34,701	6.2
15-19 years	36,560	6.9	34,917	6.3
20-24 years	35,493	6.7	36,629	6.6
25-34 years	97,952	18.6	101,020	18.1
35-44 years	89,016	16.9	93,224	16.7
45-54 years	61,204	11.6	62,140	11.2
55-59 years	22,624	4.3	23,973	4.3
60-64 years	22,174	4.2	24,246	4.4
65-74 years	30,643	5.8	39,594	7.1
75 years and over	15,861	3.0	31,790	5.7
Total	<u>526,927</u>	<u>100.00 %</u>	<u>556,665</u>	<u>100.00 %</u>

Source: Department of Commerce, Bureau of Census, and Oakland County Community and Economic Development Department.

COUNTY OF OAKLAND  
Property Value, Construction, and Bank Deposits - Unaudited  
Last Ten Fiscal Years

Table 13

Fiscal Year	Commercial Construction (1)		Residential Construction (1)		Bank Deposits (2) (in thousands)	Property Value (in thousands) (4)				
	Number of Units	Value (in thousands)	Number of Units	Value (in thousands)		Commercial	Industrial	Residential	Developmental	Agricultural
1989	366	\$ 637,000	8,086	\$ 213,000	12,102,766	9,738,996	3,261,621	28,958,786	102,648	351,435
1990	213	161,773	5,847	502,735	16,260,788	10,662,835	3,522,092	32,325,314	101,760	352,266
1991	142	133,591	4,831	482,684	16,468,864	11,030,434	3,711,441	35,335,612	112,013	329,860
1992	232	81,019	5,585	569,030	17,001,153	11,085,902	3,596,867	35,782,911	157,528	322,115
1993	143	105,726	5,492	609,592	17,692,490	11,180,723	3,613,265	39,729,711	156,328	380,310
1994	461	328,653	5,718	823,960	17,189,871	11,160,094	3,625,288	41,456,725	156,788	379,961
1995	420	214,629	5,529	862,071	18,433,604	11,363,918	3,974,099	44,417,880	284,434	229,121
1996	357	179,026	5,949	978,594	19,641,898	11,835,245	4,164,651	48,106,612	286,425	232,687
1997	254	303,088	4,580	764,741	20,981,118	12,813,368	4,446,758	52,868,661	300,555	271,395
1998	198	165,851	5,579	912,631	(3)	14,194,871	4,731,202	58,841,000	301,558	287,851

Sources:

- (1) Oakland County Community and Economic Development Department and Dodge Construction Monthly Publication.
- (2) State Financial Institution Bureau Bank and Trust Division.  
Sheshunoff - The Branches of Michigan, deposits on record in banks, savings and loan, and credit unions as of June 30.
- (3) Information not available until April 1999.
- (4) Oakland County Equalization Division.

COUNTY OF OAKLAND  
Miscellaneous Statistics - Unaudited

## Education:

<u>Grade</u>	<u>Number of Students</u>
Kindergarten	14,016
1	14,914
2	14,760
3	15,236
4	14,706
5	14,122
6	14,089
7	14,045
8	14,217
9	14,625
10	13,447
11	12,458
12	11,000
Other	<u>11,432</u>
Total enrollment	193,067
Number of districts	35

Source: Oakland Schools Board of Education

<u>Colleges</u>	<u>Locations</u>
Baker College	Auburn Hills
Central Michigan University - Extensions	Southfield, Troy
Detroit College of Business - Extension	Auburn Hills
Michigan State University - Extensions	Birmingham, Troy
Midwestern Baptist College	Pontiac
Northwood Institute - Extensions	Troy
Oakland Community College	Auburn Hills, Union Lake, Farmington Hills, Royal Oak
Oakland University	Rochester
Rochester College	Rochester Hills
St. Mary's College	Orchard Lake
Sienna Heights College - Extensions	Southfield
University of Phoenix - Extension	Southfield
Walsh College	Troy, Novi
Wayne State University - Extensions	Birmingham, Southfield
William Tyndale College	Farmington Hills

<u>Technical Institutes</u>	<u>Locations</u>
Cranbrook Academy of Art	Bloomfield Hills
Lawrence Technological University	Southfield

Source: Oakland County Community and Economic Development Department

Continued



COUNTY OF OAKLAND  
Miscellaneous Statistics--Unaudited, Continued

Elections

1988	General election - November 8, 1988		
	Registered voters	711,526	
	Ballots cast	470,362	66.11 %
1990	Primary election - August 7, 1990		
	Registered voters	714,393	
	Ballots cast	130,622	18.28
1990	General election - November 6, 1990		
	Registered voters	724,277	
	Ballots cast	337,766	46.63
1992	Primary election - August 4, 1992		
	Registered voters	731,378	
	Ballots cast	171,524	23.45
1992	General election - November 3, 1992		
	Registered voters	761,611	
	Ballots cast	562,691	73.88
1994	Primary election - August 2, 1994		
	Registered voters	755,622	
	Ballots cast	192,448	25.47
1994	General election - November 8, 1994		
	Registered voters	767,852	
	Ballots cast	413,394	53.84
1995	Public Transportation millage - June 6, 1995		
	Registered voters (20 units participating)	390,648	
	Ballots cast	53,634	13.73
1996	Primary election - August 6, 1996		
	Registered voters	806,172	
	Ballots cast	159,284	19.76
1996	General election - November 5, 1996		
	Registered voters	826,440	
	Ballots cast	510,747	61.80
1998	Primary election - August 4, 1998		
	Registered voters	858,576	
	Ballots cast	184,169	21.45

Source: Oakland County Clerk/Register of Deeds - Elections Division

COUNTY OF OAKLAND  
Building Authority Data-Unaudited  
September 30, 1998

	Refunding Series <u>1992</u>	Law Enforcement <u>Complex</u>	Computer <u>Center</u>	West Wing <u>Extension</u>	Refunding Series <u>1998</u>	<u>Total</u>
Cash and short-term investments	\$ 81,588	206,478	220	70,314	19,836	378,436
Lease receivable	7,415,000	-	2,075,000	3,200,000	10,065,000	22,755,000
Bonds payable	7,415,000	-	2,075,000	3,200,000	10,065,000	22,755,000
Year ended September 30, 1998:						
Operating transfers in	1,786,463	-	109,938	1,234,550	273,153	3,404,104
Interest income	-	15,383	-	3,813	19,836	39,032
Proceeds of refunding bonds	-	-	-	10,115,000	-	10,115,000
Debt service:						
Principal	1,400,000	100,000	-	750,000	50,000	2,300,000
Interest	385,463	6,000	108,938	483,550	223,153	1,207,104
Fiscal charges	1,000	967	1,000	1,000	-	3,967
Other	-	-	-	177,215	-	177,215
Payment to bond escrow agent for advance refunding of debt	-	-	-	9,942,038	-	9,942,038
Principal and interest requirements:						
1999	1,718,963	-	108,938	922,250	544,119	3,294,270
2000	1,652,463	-	108,937	934,000	544,744	3,240,144
2001	1,585,962	-	108,938	891,600	545,150	3,131,650
2002	1,568,275	-	108,937	897,600	545,337	3,120,149
2003	1,806,918	-	108,937	-	1,445,306	3,361,161
Thereafter	-	-	2,512,719	-	10,215,868	12,728,587
	<u>\$ 8,332,581</u>	<u>-</u>	<u>3,057,406</u>	<u>3,645,450</u>	<u>13,840,524</u>	<u>28,875,961</u>