

**BOARD OF COUNTY ROAD COMMISSIONERS
OF THE COUNTY OF CHIPPEWA**

3949 S. Mackinac Trail • Sault Ste. Marie, MI 49783
(906) 635-5295 Fax (906) 635-5297

BRADLEY L. ORMSBEE, Vice Chairman
Sault Ste. Marie

RICHARD B. TIMMER, Chairman
Brimley

JEREMY K. GAGNON, Member
Sault Ste. Marie

BRIAN DECKER
Office – Manager

ROBERT W. LAITINEN
Superintendent / Manager

ALICIA KROUTH, P.E.
Engineer

DATE: April 24, 2017
TO: All Township Supervisors and Trustees
FROM: Brian Decker, Office Manager
Chippewa County Road Commission
SUBJECT: 2016 Annual Act 51 Report

Please find enclosed a copy of our 2016 Annual Act-51 Financial Report. You are receiving this pursuant to Public Act 50 of 1999, which requires us to send a copy of our report to each Township in the County.

According to the Act, we are required to list the MTF dollars received by each Township for local and primary roads and by population. This information is included on the "Schedule of Township Mileage and Population".

The schedule entitled "Schedule of Township Expenditures and Contributions" asks us to report "Heavy Maintenance" expenditures and township contributions for the period just ended. The only items included in this report are road improvements, i.e. pavement, lifts, gravel surface, etc., but it does not include general maintenance items such as hole patching, snow removal, bridge maintenance, shoulder maintenance, etc.

I have included an additional report that lists the dollars spent on the general maintenance items listed above, as well as the heavy maintenance expenditures.

If you have any questions, please feel free to call me anytime. I can be reached at (906) 635-5295 Monday through Friday between the hours of 7:00 a.m. to 3:00 p.m.


2016
FISCAL YEAR
ANNUAL FINANCIAL REPORT
BOARD OF COUNTY ROAD COMMISSIONERS
Chippewa County
Michigan
Year Ended 2016

The financial report accurately reflects the Revenues and Expenditures of all road work and funds by systems, and conforms with the requirements of Act 51, Public Acts of 1951, as amended

ATTEST



Chief Financial Officer



Chairman



Date

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

BALANCE SHEET**Assets****General Operating Fund**

1. Cash	\$315,623.01
2. Investments	350,359.59
3. Accounts Receivable :	
a. Michigan Transportation Fund	806,213.67
b. State Trunkline Maintenance	655,008.79
c. State Transportation Department - Other	0.00
d. Due on County Road Agreement	117,875.33
e. Due on Special Assesment	0.00
f. Sundry Accounts Receivable	104,168.53

Inventories/Pre-Paid Insurance/Other

4. Deferred Expense State Aid	0.00
5. Road Materials	501,253.01
6. Equipment Materials and Parts	212,035.72
7. Prepaid Insurance	75,042.85
8. Deferred Expense - Federal Aid	0.00

Other

817,972.08

10. TOTAL ASSETS**\$3,955,552.58**

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

Liabilities and Fund Balances

Liabilities

11. Accounts Payable	\$269,108.01
12. Notes Payable (Short Term)	0.00
13. Accrued Liability	104,402.62
14. Advances	677,308.00
15. Deferred Revenue - Special Assessment District	0.00
16. Deferred Revenue - EDF Forest Rd.(E)	0.00
17. Deferred Revenue	817,441.32
18. Other	5,874.09

Fund Balances

19. Primary Road Fund	1,424,354.18
20. Local Road Fund	145,821.11
21. County Road Commission Fund	511,243.25
22. Total Fund Balances	2,081,418.54

23. TOTAL LIABILITIES AND FUND BALANCES

\$3,955,552.58

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

CAPITAL ASSETS ACCOUNT GROUP

<u>Assets</u>	(A)	(B)
24. Land		\$372,229.75
25. Land Improvements	\$0.00	
25 a.Less: Accumulated Depreciation	0.00	0.00
26. Depletable Assets	1,228,437.78	
26 a.Less: Accumulated Depreciation	(405,128.72)	823,309.06
27. Buildings	5,082,565.55	
27 a.Less: Accumulated Depreciation	(2,573,552.37)	2,509,013.18
28. Equipment - Road	13,741,884.94	
28 a.Less: Accumulated Depreciation	(12,333,411.20)	1,408,473.74
29. Equipment - Shop	274,672.01	
29 a.Less: Accumulated Depreciation	(252,277.23)	22,394.78
30. Equipment - Engineers	70,557.89	
30 a.Less: Accumulated Depreciation	(68,034.98)	2,522.91
31. Equipment - Yard and Storage	0.00	
31 a.Less: Accumulated Depreciation	0.00	0.00
32. Equipment and Furniture - Office	57,695.02	
32 a.Less: Accumulated Depreciation	(54,122.86)	3,572.16
33. Infrastructure	113,495,988.00	
33 a.Less: Accumulated Depreciation	(27,557,154.00)	85,938,834.00
34. Vehicles	0.00	
34 a.Less: Accumulated Depreciation	0.00	0.00
35. Construction Work in Progress		0.00
	36. Total Assets	\$91,080,349.58
<u>Equities</u>		
37. Plant and Equipment Equity		
	37 a.Primary	0.00
	37 b.Local	0.00
	37 c.Co. Road Comm.	5,141,515.58
	37 d.Infrastructure	85,938,834.00
	38. Total Equities	\$91,080,349.58
<u>Long Term Debt</u>		
39. Bonds Payable (Act 51)		0.00
40. Notes Payable (Act 143)		487,104.17
41. Vested Vacation and Sick Leave Payable		150,889.84
42. Installment/Lease Purchase Payable		328,696.66
43. Other		0.00
	44. Total Liabilities	\$966,690.67
<u>Fiduciary Fund</u>		
45. Deferred Compensation (Pension) Plan		\$0.00

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

STATEMENT OF REVENUES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
Taxes				
46. County Wide Millage	\$808,467.85	\$0.00	\$0.00	\$808,467.85
47. Other	0.00	0.00	0.00	0.00
48. Total Taxes	808,467.85	0.00	0.00	808,467.85
Licenses and Permits				
49. Specify	0.00	800.00	0.00	800.00
Federal Sources				
50. Surface Tran. Program (STP)	613,192.03	0.00	0.00	613,192.03
51. C Funds - Federal	0.00	0.00	0.00	0.00
52. D Funds - Federal	0.00	0.00	0.00	0.00
53. Bridge	0.00	0.00	0.00	0.00
54. High Priority	0.00	0.00	0.00	0.00
55. Other	7,520,889.85	216,037.50	0.00	7,736,927.35
56. Total Federal Sources	8,134,081.88	216,037.50	0.00	8,350,119.38
STATE SOURCES				
Michigan Transportation Fund				
57. Engineering	5,579.92	4,420.08		10,000.00
58. Snow Removal	0.00	363,872.96		363,872.96
59. Urban Road	241,209.85	51,904.94		293,114.79
60. Allocation	2,408,181.18	1,907,615.11		4,315,796.29
61. Total MTF	2,654,970.95	2,327,813.09		4,982,784.04
Other				
62. Local Bridge	0.00	0.00		0.00
63. Other	0.00	0.00		0.00
64. Total Other	0.00	0.00	0.00	0.00
Economic Development Fund				
65. Target Industries (A)	0.00	0.00		0.00
66. Urban Congestion (C)	0.00	0.00		0.00
67. Rural Primary (D)	120,574.57	0.00		120,574.57
68. Forest Road (E)	0.00	230,358.30		230,358.30
69. Urban Area (F)	0.00	0.00		0.00
70. Other	0.00	355,521.47		355,521.47
71. Total EDF	120,574.57	585,879.77		706,454.34
72. Total State Sources	\$2,775,545.52	\$2,913,692.86	\$0.00	\$5,689,238.38

Start: 01/01/2016 End: 12/31/2016

STATEMENT OF REVENUES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
Contributions From Local Units				
73. City and Village	\$0.00	\$0.00	\$0.00	\$0.00
74. Township Contr.	380,681.96	258,728.47	0.00	639,410.43
75. Other	0.00	0.00	104.53	104.53
76. Total Contributions	380,681.96	258,728.47	104.53	639,514.96
Charges for Service				
77. Trunkline Maintenance	0.00		2,513,418.47	2,513,418.47
78. Trunkline Non-maintenance	0.00		172,873.60	172,873.60
79. Salvage Sales	0.00	0.00	3,944.40	3,944.40
80. Other	0.00	0.00	0.00	0.00
81. Total Charges	0.00	0.00	2,690,236.47	2,690,236.47
Interest and Rents				
82. Interest Earned	3,856.47	460.47	1,438.98	5,755.92
83. Property Rentals	0.00	0.00	22,500.00	22,500.00
84. Total Interest/Rents	3,856.47	460.47	23,938.98	28,255.92
Other				
85. Special Assessments	0.00	0.00	0.00	0.00
86. Land and Bldg. Sales	0.00	0.00	0.00	0.00
87. Sundry Refunds	0.00	0.00	0.00	0.00
88. Gain (Loss) Equip. Disp.	0.00	0.00	0.00	0.00
89. Contributions from Private Sources	0.00	0.00	5,617.00	5,617.00
90. Other	0.00	71,755.00	0.00	71,755.00
91. Total Other	0.00	0.00	0.00	0.00
		71,755.00	5,617.00	77,372.00
Other Financing Sources				
92. County Appropriation	0.00	0.00	0.00	0.00
93. Bond Proceeds	0.00	0.00	0.00	0.00
94. Note Proceeds	0.00	0.00	0.00	0.00
95. Inst. Purch./Leases	0.00	0.00	0.00	0.00
96. Total Other Fin. Sources	0.00	0.00	0.00	0.00
97. TOTAL REVENUE AND OTHER FINANCING SOURCES	\$12,102,633.68	\$3,461,474.30	\$2,719,896.98	\$18,284,004.96

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

STATEMENT OF EXPENDITURES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
Construction/Capacity Improvement				
98. Roads	\$76,083.07	\$0.00		\$76,083.07
99. Structures	0.00	0.00		0.00
100. Roadside Parks	0.00	0.00		0.00
101. Special Assessments	0.00	0.00		0.00
102. Other	0.00	0.00		0.00
103. Total Construction/Cap. Imp.	76,083.07	0.00		76,083.07
Preservation - Structural Improvements				
104. Roads	1,531,885.20	742,644.17		2,274,529.37
105. Structures	7,828,652.31	275,264.54		8,103,916.85
106. Safety Projects	74,812.35	0.00		74,812.35
107. Roadside Parks	0.00	0.00		0.00
108. Special Assessments	0.00	0.00		0.00
109. Other	0.00	0.00		0.00
110. Total Preservation - Struct. Imp.	9,435,349.86	1,017,908.71		10,453,258.57
Maintenance				
111. Roads	904,787.25	1,344,066.80		2,248,854.05
112. Structures	9,030.68	1,023.60		10,054.28
113. Roadside Parks	0.00	0.00		0.00
114. Winter Maintenance	1,254,324.85	747,955.89		2,002,280.74
115. Traffic Control	115,572.33	30,080.07		145,652.40
116. Total Maintenance	2,283,715.11	2,123,126.36		4,406,841.47
117. Total Construction, Preservation And Maintenance	11,795,148.04	3,141,035.07		14,936,183.11
Other				
118. Trunkline Maintenance	0.00		2,691,880.46	2,691,880.46
119. Trunkline Non-maintenance	0.00		172,873.60	172,873.60
120. Administrative Expense	284,348.07	75,721.58		360,069.65
121. Equipment - Net	85,033.78	98,896.54	113,127.79	297,058.11
122. Capital Outlay - Net	0.00	0.00	(511,379.00)	(511,379.00)
123. Debt Principal Payment	0.00	0.00	219,194.08	219,194.08
124. Interest Expense	0.00	0.00	21,495.32	21,495.32
125. Drain Assessment	0.00	0.00	0.00	0.00
126. Other	0.00	0.00	0.00	0.00
127. Total Other	369,381.85	174,618.12	2,707,192.25	3,251,192.22
128. Total Expenditures	\$12,164,529.89	\$3,315,653.19	\$2,707,192.25	\$18,187,375.33

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

STATEMENT OF CHANGES IN FUND BALANCES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
129. Total Revenues And Other Financing Sources	\$12,102,633.68	\$3,461,474.30	\$2,719,896.98	\$18,284,004.96
130. Total Expenditures	12,164,529.89	3,315,653.19	2,707,192.25	18,187,375.33
131. Excess of Revenues Over (Under) Expenditures	(61,896.21)	145,821.11	12,704.73	96,629.63
132. Optional Transfers				
132 a. Primary to Local (50%)	0.00	0.00		0.00
132 b. Local to Primary (15%)	0.00	0.00		0.00
133. Emergency Transfers (Local to Primary)	0.00	0.00		0.00
134. Total Optional Transfers	0.00	0.00		0.00
135. Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(61,896.21)	145,821.11	12,704.73	96,629.63
136. Beginning Fund	1,325,138.08	161,112.31	498,538.52	1,984,788.91
137. Adjustment	161,112.31	(161,112.31)	0.00	0.00
138. Beginning Fund Balance Restated	1,486,250.39	0.00	498,538.52	1,984,788.91
139. Interfund Transfer(County to Primary and/or Local)	0.00	0.00	0.00	0.00
140. Ending Fund Balance	\$1,424,354.18	\$145,821.11	\$511,243.25	\$2,081,418.54

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

EQUIPMENT EXPENSE

Direct Equipment Expense

141. Labor and Fringe Benefits	\$1,164,655.65
142. Depreciation	616,202.16
143. Other	541,376.33

144. Total Direct 2,322,234.14

145. Indirect Equipment Expense

715,897.29

Operating Equipment Expense

146. Labor and Fringe Benefits	0.00
147. Operating Expenses	502,578.33

148. Total Operating \$502,578.33

149. TOTAL EQUIPMENT EXPENSE

\$3,540,709.76

Equipment Rental Credits:

	<u>Primary</u>	<u>Local</u>	<u>County</u>	<u>Total</u>
150. Construction/Capacity Improvement	0.00	0.00		0.00
151. Preservation - Structural Improvement	205,872.05	255,127.20		460,999.25
152. Maintenance	722,633.05	824,748.80		1,547,381.85
153. Inventory Operations	0.00	0.00	67,113.50	67,113.50
154. MDOT	0.00		1,015,834.39	1,015,834.39
155. Other Reimbursable Charges	0.00	0.00	10,843.96	10,843.96
156. All Other Charges	0.00	0.00	141,478.70	141,478.70
157. Total Equipment Rental Credits	928,505.10	1,079,876.00	1,235,270.55	3,243,651.65

(A) (B) (C) (D)

158. (Gain) or Loss on Usage of Equipment

297,058.11

PRORATION OF EQUIPMENT USAGE GAIN OR LOSS

(Net Equipment Expense)

159. Equipment Rental Credits	<u>\$928,505.10</u>	<u>\$1,079,876.00</u>	<u>\$1,235,270.55</u>	<u>\$3,243,651.65</u>
160. Percent of Total	(A) 28.63 %	(B) 33.29 %	(C) 38.08 %	(D) 100.00 %
161. Prorated Total Equipment Expense	<u>1,013,538.88</u>	<u>1,178,772.54</u>	<u>1,348,398.34</u>	<u>3,540,709.76</u>
162. Prorated Gain/Loss On Usage (Net Equipment Expense)	<u>85,033.78</u>	<u>98,896.54</u>	<u>113,127.79</u>	<u>297,058.11</u>

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

DISTRIBUTIVE EXPENSE - FRINGE BENEFITS

	Total Labor Charge	Distributive Calc.
163. Primary Construction/Cap. Imp.	\$0.00	\$0.00
164. Primary Preservation - Struct. Imp.	174,898.65	245,752.37
165. Primary Maintenance	501,850.86	705,157.16
166. Local Construction/Cap. Imp.	0.00	0.00
167. Local Preservation - Struct. Imp.	160,451.33	225,452.24
168. Local Maintenance	457,603.06	642,984.13
169. Inventory	41,849.22	58,802.89
170. Equipment Expense - Direct	484,241.57	680,414.08
171. Equipment Expense - Indirect	116,714.58	163,997.19
172. Equipment Expense - Operating	0.00	0.00
173. Administration	197,677.48	277,759.19
174. State Trunkline Maintenance	547,324.63	
175. Sundry Account Rec.	1,336.72	
176. Capital Outlay	23,709.64	33,314.73
177. Other	42,275.42	0.00
178. Total Payroll	\$2,749,933.16	
179. Less Applicable Payroll	(590,936.77)	
180. Total Applicable Labor Cost	\$2,158,996.39	Total Distributive \$3,033,633.98

	709-714 Vacation Holiday Sick Leave Longevity	719 Workers Comp. Insurance	715 - 718 Soc. Sec. Retirement	716 Health Insurance	717 Life and Disability Insurance	720 - 725 Other	Distributive Total Calc.
181. Total Fringe Benefits	\$430,395.06	\$96,763.00	\$1,009,084.56	\$2,087,237.92	\$2,497.11	\$45,627.38	\$3,671,605.03
182. Less: Benefits Recovered	(82,925.40)	(23,065.88)	(198,499.45)	(215,035.80)	(1,140.31)	(9,584.10)	(530,250.94)
183. Less: Refunds	(1,543.14)	(6,946.00)	0.00	(99,230.97)	0.00	0.00	(107,720.11)
184. Benefits to be Distributed	345,926.52	66,751.12	810,585.11	1,772,971.15	1,356.80	36,043.28	3,033,633.98
185. Applicable Labor Cost	2,158,996.36	2,158,996.36	2,158,996.36	2,158,996.36	2,158,996.36	2,158,996.36	
186. Factor	0.160226	0.030918	0.375445	0.821202	0.000628	0.016694	1.405113

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

DISTRIBUTIVE EXPENSE - OVERHEAD
Account No. 705 - 957

	Cost of Operations	Distributed Total
187. Primary Construction/Cap. Imp.	\$73,648.05	\$2,435.02
188. Primary Preservation - Struct Imp.	9,133,376.58	301,973.28
189. Primary Maintenance	2,210,625.27	73,089.84
190. Local Construction/Cap. Imp.	0.00	0.00
191. Local Preservation - Struct. Imp.	987,549.17	32,578.01
192. Local Maintenance	2,052,957.64	67,950.25
193. Other	0.00	0.00
194. TOTAL	\$14,458,156.71	\$478,026.40

	790 Small Road Tools	791 Inventory Adjustment	882 Liability	716 Health Insurance	Other	Total
195. Expenses Distributed	1,357.00	106,289.22	7,476.30	0.00	362,903.88	\$478,026.40
196. Applicable Operation Cost	14,458,156.71	14,458,156.71	14,458,156.71	14,458,156.71	14,458,156.71	
197. Factor	0.000094	0.007352	0.000517	0.000000	0.025100	\$0.033063

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

ANALYSIS OF CONSTRUCTION AND MAINTENANCE

Optional for noncontract counties

	Performed by County		Performed by Contractor		Totals	
	<u>Primary</u>	<u>Local</u>	<u>Primary</u>	<u>Local</u>	<u>Primary</u>	<u>Local</u>
198. Constr/Cap. Imp.	\$0.00	\$0.00	\$76,083.07	\$0.00	\$76,083.07	\$0.00
199. Preser - Struct. Imp.	1,034,736.72	916,106.32	8,400,613.14	101,802.39	9,435,349.86	1,017,908.71
200. Special Assessment	0.00	0.00	0.00	0.00	0.00	0.00
201. Maintenance	2,127,127.58	2,107,829.24	156,587.53	15,297.12	2,283,715.11	2,123,126.36
202. Total	<u>\$3,161,864.30</u>	<u>\$3,023,935.56</u>	<u>\$8,633,283.74</u>	<u>\$117,099.51</u>	<u>\$11,795,148.04</u>	<u>\$3,141,035.07</u>

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

ANALYSIS OF ACCOUNTS RECEIVABLE

Optional for noncontract counties

	Trunkline Maintenance	MDOT Other
203. Labor	\$547,324.63	\$38,424.88
204. Fringe Benefits	647,744.37	47,247.24
205. Equipment Rental	969,408.75	46,425.65
206. Materials	26,857.48	458.26
207. Handling Charges	0.00	0.00
208. Overhead	265,343.57	13,543.09
209. Other	235,201.67	26,774.48
210. Total Charges for Current Yea	\$2,691,880.47	\$172,873.60
211. Beginning Balance	239,638.49	874.81
212. Sub-Total	2,931,518.96	173,748.41
213. Less Credits	(2,276,510.17)	(173,748.41)
214. Ending Balance	\$655,008.79	\$0.00

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

SCHEDULE OF CAPITAL OUTLAY

215. Land and Improvements (971 - 974)	<u>\$101,328.02</u>
216. Buildings (975)	<u>74,628.67</u>
217. Equipment Road (976, 981)	<u>77,305.87</u>
218. Equipment Shop (977)	<u>0.00</u>
219. Equipment Engineers (978)	<u>2,325.00</u>
220. Yard and Storage Equipment (979)	<u>0.00</u>
221. Equipment Office (980)	<u>0.00</u>
222. Depletable Assets (987)	<u>0.00</u>
223. Total Capital Outlay:	<u>\$255,587.56</u>

	<u>Primary</u>	<u>Local</u>	<u>County</u>	<u>Total</u>
224. Total Capital Outlay:	0.00	0.00	255,587.56	255,587.56
225. Less: Equipment Retirements 689	0.00	0.00	0.00	0.00
226. Sub-total	0.00	0.00	255,587.56	255,587.56
227. Less: Depreciation and Depletion 968	0.00	0.00	(766,966.56)	(766,966.56)
228. Net Capital Outlay Expenditure	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$(511,379.00)</u>	<u>\$(511,379.00)</u>

DISTRIBUTION OF GAIN OR LOSS ON DISPOSAL OF ASSETS

	<u>Primary</u>	<u>Local</u>	<u>County</u>	<u>Total</u>
229. Beginning Capital Asset Balance				
Prior Year's Report (Pg. 2)	0.00	0.00	5,624,927.49	5,624,927.49
230. Percentage of Total	0.00 %	0.00 %	100.00 %	100.00 %
231. Gain or (loss) on disposal of assets 693	0.00	0.00	5,617.00	5,617.00

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

MAINTENANCE EXPENDITURES - 90% OF MTF RETURNS

(For Compliance with Section 12(16) of Act 51)

	Primary Road Fund	Local Road Fund	Total
232. Michigan Transportation Fund (MTF) Returns			\$4,982,784.04
DEDUCTIONS			
233. Administrative Expense (from Page 5 Expenditures)			360,069.65
234. Total Capital Outlay (from Capital Outlay)			255,587.56
235. Debt Principal Payment (from Page 5 Expenditures)			219,194.08
236. Interest Expense (from Page 5 Expenditures)			21,495.32
236 a. Total Deductions			856,346.61
236 b. Adjusted MTF Returns			4,126,437.43
237. Preser - Struct Imp (from Page 5 Expenditures)	\$9,435,349.86	\$1,017,908.71	10,453,258.57
238. Routine Maintenance (from Page 5 Expenditures)	2,283,715.11	2,123,126.36	4,406,841.47
239. Less Federal Aid for Preser - Struct Imp	(8,134,081.88)	(216,037.50)	(8,350,119.38)
240. TOTAL RD EXPENSE (Excluding Fed Aid)	3,584,983.09	2,924,997.57	6,509,980.66
241. 90% of Adjusted MTF Returns			3,713,793.69

Year Ended - 2016

Start: 01/01/2016 **End:** 12/31/2016

**TEN YEARS OF QUALIFIED EXPENDITURES
FOR NON MOTORIZED IMPROVEMENTS**
(for Compliance with Section 10K of Act 51)

Fiscal Year	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Expenditures (\$)	<u>136,871.32</u>	<u>84,824.73</u>	<u>74,857.16</u>	<u>129,822.00</u>	<u>232,490.57</u>
Fiscal Year	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Expenditures (\$)	<u>296,293.18</u>	<u>246,025.00</u>	<u>245,040.00</u>	<u>109,698.00</u>	<u>1,198,412.50</u>
242. TOTAL					<u>\$2,754,334.46</u>

Total must equal or exceed 1% of your Fiscal Year MTF returns multiplied by 10

$$\frac{4,982,784.04}{10} \times .10 = \frac{498,278.40}{10}$$

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

INDIRECT EQUIPMENT AND STORAGE EXPENSE
Activity 511

Account Number	Account Name	Amount Recorded
707	Wages - Shop and Garage	\$38,886.20
712-724	Fringe Benefits - Shop Employees	54,639.51
721	Drug Testing	3,759.17
728	Office Supplies - Shop	0.00
731	Janitor Supplies - Shop	8,277.81
733	Welding Supplies	8,300.09
734	Safety Supplies - Shop	7,729.71
736	Tire Shop Supplies	0.00
737	Shop Supplies	4,494.31
791	Equipment Material/Parts Inventory Adjustment	38,080.31
801	Contractual Services - Shop	0.00
805	Health Services	0.00
806	Laundry Services	1,895.30
807	Data Processing - Shop	0.00
810	Education Expense - Shop	0.00
850-859	Communications - Shop	6,744.46
861	Travel and Mileage - Shop Employees	0.00
862	Freight Costs	2,488.63
875	Insurance - Shop Buildings	346.00
876	Insurance - Boiler and Machine	14,007.00
878	Insurance - Fleet	92,749.69
883	Insurance - Underground Tank	0.00
921-923	Utilities - Shop and Storage Buildings	83,335.56
931	Buildings Repairs and Maintenance	204,456.29
932	Yard and Storage Repairs and Maintenance	10,100.17
933	Shop Equipment Repairs and Maintenance	0.00
934	Office Equipment Repairs and Maintenance	0.00
941	Equipment Rental - Shop Pickup/Wrecker	0.00
944-947	Underground Storage Tank Expense	31,534.81
956	Safety Expense - Shop	0.00
968	Depreciation - Shop Building	78,660.88
968	Depreciation - Storage Building	0.00
968	Depreciation - Shop Equipment	16,225.32
968	Depreciation - Stockroom Expense	0.00
707	Other:	9,186.07
	243. TOTAL	\$715,897.29

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

ADMINISTRATIVE EXPENSE SCHEDULE AND ALLOCATION

(for Compliance with Section 14(4) of Act 51)

Account Number	Account Name	Amount Recorded
703-708	Salaries and Wages	\$197,805.20
709-714	Administrative Leave	0.00
724	Fringe Benefits	277,618.00
727	Postage	1,479.86
728	Office Supplies	6,736.86
730	Dues and Subscriptions	14,301.17
801	Contractual Services	5,229.95
803	Legal Services	76,562.16
804	Auditing and Accounting Services	8,456.00
807	Data Processing	0.00
810	Education	0.00
850-853	Communications	398.31
861	Travel and Mileage	5,504.67
862	Freight	0.00
873	Public Relations	0.00
874	Advertising	2,353.98
875	Insurance - Building and Contents	0.00
876	Insurance - Boiler and Machinery	0.00
877	Insurance - Bonds	0.00
880	Insurance - Umbrella	0.00
881	Insurance - Errors and Omissions	21,131.29
882	Insurance - General Liability	0.00
920-923	Utilities	1,811.79
931	Building Repair/Maintenance	1,293.45
934	Office Equipment Repair/Maintenance	9,251.89
942	Building Rental	0.00
955-956	Miscellaneous	108.72
966-967	Overhead	0.00
968	Depreciation - Buildings	5,498.64
968	Depreciation - Engineering Equipment	1,611.55
968	Depreciation - Office Equipment and Furniture	2,298.16
	Other:	190.00
	244. TOTAL	\$639,641.65
Less: Credits to Administrative Expense		
646	Handling Charges on Materials Sold	0.00
629	Overhead - State Trunkline Maintenance	(278,886.66)
691	Purchase Discounts	0.00
	Other:	(685.34)
	Total Credits to Administrative Expense	\$(279,572.00)
	245. Net Administrative Expense	\$360,069.65

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

Forest Road Report

This information is required by Act 231, P.A. of 1987, as amended.

<u>Road Name</u>	<u>Location</u>	<u>Amount Spent (\$)</u>	<u>Project Type</u>
N. Hulbert Road	T46N; R7W; Secs. 4 & 5	444,906.75	GravelSurfacing
	246. Total	<u>\$444,906.75</u>	

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

**CONSTRUCTION / CAPACITY IMPROVEMENTS / STRUCTURAL IMPROVEMENTS
Summary**

CONSTRUCTION / CAPACITY IMPROVEMENTS

	Primary System		Local System	
	*Unit	Expenditures	*Unit	Expenditures
ROADS				
247. New Construction, New Location	0.50 mi. x	\$76,083.07	0.00 mi.	\$0.00
248. Widening	0.00 mi.	0.00	0.00 mi.	0.00
BRIDGES				
249. New Location	0.00 ea.	0.00	0.00 ea.	0.00
250. TOTAL CONSTRUCTION/CAPACITY IMP		<u>\$76,083.07</u>		<u>\$0.00</u>

PRESERVATION - STRUCTURAL IMPROVEMENTS

	Primary System		Local System	
	*Unit	Expenditures	*Unit	Expenditures
ROADS				
251. Reconstruction	0.00 mi. x	\$0.00	0.00 mi.	\$0.00
252. Resurfacing	4.00 mi.	1,091,441.76	0.00 mi.	0.00
253. Gravel Surfacing	2.45 mi.	515,255.79	3.65 mi.	590,182.13
254. Paving Gravel Roads	0.00 mi.	0.00	1.00 mi.	152,462.04
SAFETY PROJECTS				
255. Intersection Improvements	0.00 ea.	0.00	0.00 ea.	0.00
256. Railroad Crossing Improvements	0.00 ea.	0.00	0.00 ea.	0.00
257. Other	0.00 ea.	0.00	0.00 ea.	0.00
MISCELLANEOUS				
258. Roadside Parks	0.00 ea.	0.00	0.00 ea.	0.00
259. Other	0.00 ea.	0.00	0.00 ea.	0.00
260. Subtotals		1,606,697.55		742,644.17
BRIDGES				
261. Replacement	1.00 ea.	7,714,773.69	1.00 ea.	275,264.54
262. Recondition or Repair	0.00 ea.	0.00	0.00 ea.	0.00
263. Replace with Culvert	1.00 ea.	113,878.62	0.00 ea.	0.00
264. Bridge Subtotals		7,828,652.31		275,264.54
265. TOTAL PRESERVATION - STRUCT IMP		<u>\$9,435,349.86</u>		<u>\$1,017,908.71</u>

*All Units are to be reported in the Fiscal Year that the project is opened for use.

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

SCHEDULE OF TOWNSHIP MILEAGE AND POPULATION

Local Roads

Primary Roads

Township	Local Roads			Primary Roads				
	Total Local (mi)	Local Urban (mi)	Funds Received (\$)	Total Primary (mi)	Primary Urban (mi)	Funds Received (\$)	Population Outside Municipalities	Funds Received (\$)
Bay Mills	63.16	0.00	109,772.08	22.62	0.00	35,897.94	1,477	18,255.72
Bruce	78.93	0.00	137,180.34	37.81	0.00	60,004.47	2,128	26,302.08
Chippewa	29.76	0.00	51,722.88	10.43	0.00	16,552.41	213	2,632.68
Dafter	45.45	0.00	78,992.10	23.53	0.00	37,342.11	1,263	15,610.68
Detour	26.71	0.00	46,421.98	8.50	0.00	13,489.50	807	9,974.52
Drummond Island	89.66	0.00	155,829.09	11.75	0.00	18,647.25	1,058	13,076.88
Hulbert	8.80	0.00	15,294.40	8.83	0.00	14,013.21	168	2,076.48
Kinross	78.24	18.59	164,182.15	32.21	10.25	144,412.77	7,561	93,453.96
Pickford	69.27	0.00	120,391.25	27.21	0.00	43,182.27	1,595	19,714.20
Raber	59.82	0.00	103,967.16	9.80	0.00	15,552.60	647	7,996.92
Rudyard	72.96	0.00	126,804.48	39.50	0.00	62,686.50	1,370	16,933.20
Soo	42.55	15.27	97,116.49	33.47	16.45	202,844.80	3,141	38,822.76
Sugar Island	29.08	0.00	50,541.04	38.84	0.00	61,639.08	652	8,058.72
Superior	71.01	0.00	123,415.38	16.29	0.00	25,852.23	1,337	16,525.32
Trout Lake	77.79	0.00	135,199.02	19.83	0.00	31,470.21	384	4,746.24
Whitefish	82.76	0.00	143,836.88	17.36	0.00	27,550.32	575	7,107.00
266. Totals	925.95	33.86	\$1,660,666.72	357.98	26.70	\$811,137.67	24,376	\$301,287.36

Local Road Rate Per Mile	<u>1738</u>	Primary Road Rate Per Mile	<u>1587</u>
Local Urban Road Rate Per Mile	<u>1517</u>	Primary Urban Road Rate Per Mile	<u>9102</u>
Population Rate Per Capita	<u>12.36</u>		

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

SCHEDULE OF TOWNSHIP EXPENDITURES AND CONTRIBUTIONS
Expenditures

Township	Construction/ Capacity Improvement (\$)	Preservation - Struct Improvement (\$)	Total (\$)	Township Contributions* (\$)
Bay Mills				
Bruce	0.00	180,722.76	180,722.76	103,676.50
Chippewa				
Dafter	0.00	198,608.22	198,608.22	0.00
Detour	0.00	0.00	0.00	43.22
Drummond Island	0.00	0.00	0.00	550.00
Hulbert	0.00	454,416.84	454,416.84	28,927.00
Kinross	76,083.07	216,563.75	292,646.82	110,143.54
Pickford	0.00	1,330,799.32	1,330,799.32	185,226.50
Raber				
Rudyard	0.00	280,294.93	280,294.93	20,932.00
Soo	0.00	53,493.81	53,493.81	171,295.00
Sugar Island	0.00	7,714,773.69	7,714,773.69	0.00
Superior	0.00	4.57	4.57	0.00
Trout Lake	0.00	0.00	0.00	1,236.67
Whitefish	0.00	23,580.68	23,580.68	17,380.00
267. Totals	\$76,083.07	\$10,453,258.57	\$10,529,341.64	\$639,410.43

*The Township Contributions Totals and the Funds expended for Construction and Preservation amount may not balance. The Township Contributions list all funds contributed by each township and will balance back to the amount reported on the Statement of Revenues, Line 74, Township Contributions.

The total funds expended are for Construction and Preservation only. They do not contain funds expended for Routine Preventative Maintenance.

CHIPPEWA COUNTY ROAD COMMISSION

YEAR ENDED: DECEMBER 31, 2016

SCHEDULE OF TOWNSHIP EXPENDITURES

EXPENDITURES

TOWNSHIP	CONSTRUCTION/ CAPACITY IMPROV	PRESERVATION - STRUCTURE IMPROVE	PRIMARY MAINTENANCE	LOCAL MAINTENANCE	TOTAL MAINTENANCE EXPENDITURES	TOWNSHIP CONTRIBUTIONS	MTF ALLOCATION	TOTAL TOWNSHIP REVENUE
BAYMILLS		\$ -	\$ 188,446.37	\$ 86,516.82	\$ 274,963.19	\$ -	\$ 163,925.74	\$ 163,925.74
BRUCE		180,722.76	241,819.17	193,182.86	615,724.79	103,676.50	\$ 223,486.89	\$ 327,163.39
CHIPPEWA			61,590.71	37,463.64	99,054.35	-	\$ 70,907.97	\$ 70,907.97
DAFTER		198,608.22	228,758.26	135,449.43	562,815.91	-	\$ 131,944.89	\$ 131,944.89
DETOUR			50,836.06	97,139.48	147,975.54	43.22	\$ 69,886.00	\$ 69,929.22
DRUMMOND ISL.			161,764.73	112,324.79	274,089.52	550.00	\$ 187,553.22	\$ 188,103.22
HULBERT		454,416.84	53,585.71	38,735.63	546,738.18	28,927.00	\$ 31,384.09	\$ 60,311.09
KINROSS	\$ 76,083.07	216,563.75	147,347.32	157,075.73	597,069.87	110,143.54	\$ 402,048.88	\$ 512,192.42
PICKFORD		1,330,799.32	136,577.41	260,182.43	1,727,559.16	185,226.50	\$ 183,287.72	\$ 368,514.22
RABER		-	82,657.63	228,044.66	310,702.29	-	\$ 127,516.68	\$ 127,516.68
RUDYARD		280,294.93	174,698.18	300,345.50	755,338.61	20,932.00	\$ 206,424.18	\$ 227,356.18
SOO		53,493.81	351,263.06	72,253.80	477,010.67	171,295.00	\$ 338,784.05	\$ 510,079.05
SUGAR ISL.		7,714,773.69	80,728.82	155,288.97	7,950,791.48	-	\$ 120,238.84	\$ 120,238.84
SUPERIOR		4.57	90,360.24	93,364.16	183,728.97	-	\$ 165,792.93	\$ 165,792.93
TROUT LAKE		-	109,980.53	60,745.65	170,726.18	1,236.67	\$ 171,415.47	\$ 172,652.14
WHITEFISH		23,580.68	123,300.91	95,012.81	241,894.40	17,380.00	\$ 178,494.20	\$ 195,874.20
TOTALS	\$ 76,083.07	\$ 10,453,258.57	\$ 2,283,715.11	\$ 2,123,126.36	\$ 14,936,183.11	\$ 639,410.43	\$ 2,773,091.75	\$ 3,412,502.18

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

ASSET MANAGEMENT**Projects Completed During the County Fiscal Year****ADARS - Asset Management Project Data**

Jurisdiction:

Chippewa County

<u>Improvement Type</u>	<u>Project ID</u>	<u>Date Open To Traffic</u>	<u>Pavement Type</u>	<u>Cost</u>
Gravel Resurface	20 Mlle/Libby Rd	11/18/2016	Grv	\$ 244,392.52
Gravel Resurface	Lockhart Rd	11/18/2016	Grv	\$ 221,400.97
Rebuild Short-Section	Shortcut Road	11/18/2016	Grv	\$ 76,083.07
Gravel Resurface	13 Mile Road Grade Lift	11/01/2016	Grv	\$ 70,353.61
Culvert replacement	Teets Rd over Little Bear Creek	10/28/2016	Asphalt	\$ 275,264.54
Reconstruct Non Freeway	Little Rapids Restoration Project	10/21/2016	Asphalt	\$ 7,714,773.69
Gravel Resurface	N. Hulbert Rd Grade Lift	10/14/2016	Grv	\$ 454,416.84
Gravel Resurface	Forrest Side Rd Grade Lift	10/07/2016	Grv	\$ 91,297.87
Gravel Resurface	Lost Lake Road Grade Lift	09/09/2016	Grv	\$ 235,580.68
Cold Milling & Bituminous Overlay (< 40mm)	Gogomain Road	08/31/2016	Asphalt	\$ 622,086.37
Cold Milling & Bituminous Overlay (< 40mm)	Townline Road	08/31/2016	Asphalt	\$ 469,355.39
Paving Gravel	Caldwell/P&D	06/30/2016	Asphalt	\$ 85,246.55

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

Sub Ledger Report

Line: 9 Other (Identify)

Account	Description	Amount (\$)
020	Deferred Revenue - Prop Taxes	817,441.32
078.01B	Due From State Maint Dept	530.76

Line: 18 Other (Identify)

Account	Description	Amount (\$)
228.01	Due To State	(3,285.07)
228.02	Due To State Maint Dept	1,622.24
234	Due to Other Entities	7,536.92

Line: 49 Specify - Local

Account	Description	Amount (\$)
451	License/Permit Fees	800.00

Line: 55 FS-Other - Local

Account	Description	Amount (\$)
510.06	USDA Discretionary Grant	216,037.50

Line: 55 FS-Other - Primary

Account	Description	Amount (\$)
510.03	Hazard/Safety Funds	57,600.00
525.01	NOAA Grant	7,463,289.85

Line: 70 EDF-Other - Local

Account	Description	Amount (\$)
560.01	General Fund Approp.	355,521.47

Line: 75 CFL-Other - County

Account	Description	Amount (\$)
584	Other Gov't Contributions	104.53

Line: 137 Adjustment - Local

Account	Description	Amount (\$)
390.02	Reclassify due to posting error in 2015 to match beginning balances in 2015 audit report	(161,112.31)

Line: 137 Adjustment - Primary

Account	Description	Amount (\$)
390.01	Reclassify due posting error in 2015 to match beginning balances in 2015 audit report	161,112.31

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

Line: 143 Other - Primary

Account	Description	Amount (\$)
0691	Ins Repair Reimbursement	(7,536.91)
0701	Insurance Reimburse for repairs	(1,875.24)
510	Inventory Parts	243,461.64
510	Equipment Rental	33,723.00
510	Vendor Purchases	273,603.84

Line: 156 All Other Charges - County

Account	Description	Amount (\$)
510	Direct Expense	33,723.00
511	Indirect Expense	12,966.50
514	Other Distributive	88,231.00
515	Admin Expense	228.20
900	Capital Outlay	6,330.00

Line: 177 Other - Total Labor Charge

Account	Description	Amount (\$)
081	Due from other gov't units	3,850.54
518	State Trunkline non-maint.	38,424.88

Line: 181 Total Fringe Benefits - Other

Account	Description	Amount (\$)
720	MESC	33,973.75
722	CDL	3,740.00
724	Fringe Cost Recovery	(3,879.37)
734.01	Safety shoe/eye glasses	9,393.00
734.02	Other safety supplies	450.00
801.02	Professional Services	1,950.00

Line: 182 Less Benefits Recovered - Other

Account	Description	Amount (\$)
720	MESC	(5,294.19)
734.01	Safety Shoes/Eye Glasses	(4,289.91)

Line: 195 Expenses Distributed - Other

Account	Description	Amount (\$)
704.01	Meetings	14,370.83
705	Oth Eng / Bridge Insp	41,951.38
705.01	DEQ SESC Costs	26,276.34
729	Surveyor Supplies	1,618.43
734	Road Safety Supplies	1,140.00
734.03	Safety Meetings	23,886.30
761	Scm Sand/Gravel	146,041.46
771	Erosion Control Supplies	4,008.60
801	Contractual Charges	3,642.46
810	Employee Training	11,189.20

Year Ended - 2016

Start: 01/01/2016 End: 12/31/2016

826	Grass/Weed Control	16,790.00
862	Freight Charges	167.32
921.03	Power M28 Salt Shed	197.85
932.03	Soo Salt Shed	258.62
932.08	Goetzville Salt Shed	348.60
933.02	Sign Shop Supplies	11,732.40
934	Eng Equipment Maint	105.00
955	Misc Retro Pay	4,241.60
957	Gravel Pit Maint	12,613.66
968.02	Salt Shed Depr.	42,323.83

Line: 209 Other - MDOT Other

Account	Description	Amount (\$)
518	Vendor Payments	26,774.48

Line: 209 Other - Trunkline Maintenance

Account	Description	Amount (\$)
078.01B	Due from State	(530.75)
228.02	Due To State	1,622.24
517	Vendor Payments	234,110.18

Line: 242 Expenditure10

Account	Description	Amount (\$)
459.09	New sidewalks on Main Street	68,558.00
460.13	Ped Facility on new Sugar Island Causeway Bridge	1,129,854.50

Line: 243 707 Other

Account	Description	Amount (\$)
936	Small Tools	9,186.07

Line: 244 244 Other

Account	Description	Amount (\$)
739	County Map Sales	(5.00)
808	Association Services	100.00
811	Professional Licenses	95.00

Line: 245 245 Other

Account	Description	Amount (\$)
630	All Other Services	(685.34)