

**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

BERNARD P. LAJOIE, Member
Barbeau

LOUIS N. MacDONALD, Chairman
Dafer

RICHARD B. TIMMER, Vice Chairman
Brimley

BRIAN DECKER
Office – Manager

ROBERT W. LAITINEN
Superintendent / Manager

CHRISTINE McDOWELL
Executive Assistant

DATE: May 1, 2012
TO: All Township Supervisors and Trustees
FROM: Brian Decker, Office Manager
Chippewa County Road Commission
SUBJECT: 2011 Annual Act 51 Report

Please find enclosed a copy of our 2011 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 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.

2011
FISCAL YEAR
ANNUAL FINANCIAL REPORT
BOARD OF COUNTY ROAD COMMISSIONERS
Chippewa County
Michigan
Year Ended 2011

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

4-27-12

Date

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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

1. Cash	\$509,304.63
2. Investments	250,748.32
3. Accounts Receivable	
a. Michigan Transportation Fund	666,331.59
b. State Trunkline Maintenance	298,916.53
c. State Transportation Department - Other	0.00
d. Due on County Road Agreement	617,036.88
e. Due on Special Assesment	0.00
f. Sundry Accounts Receivable	745,774.78

Inventories/Pre-Paid Insurance/Other

4. Deferred Expense State Aid	0.00
5. Road Materials	416,042.71
6. Equipment Materials and Parts	349,780.18
7. Prepaid Insurance	202,299.52
8. Deferred Expense - Federal Aid	0.00

9. Other

0.00

10. TOTAL ASSETS**\$4,056,235.14**

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

Liabilities and Fund Balances**Liabilities**

11. Accounts Payable	\$224,183.88
12. Notes Payable (Short Term	0.00
13. Accrued Liability	138,762.19
14. Advances	558,754.00
15. Deferred Revenue - Special Assessment District	0.00
16. Deferred Revenue - EDF Forest Rd.(E)	0.00
17. Deferred Revenue	745,407.09
18. Other	1,167.80

Fund Balances

19. Primary Road Fund	922,639.94
20. Local Road Fund	0.00
21. County Road Commission Fund	1,465,320.24
22. Total Fund Balances	2,387,960.18

23. TOTAL LIABILITIES AND FUND BALANCES**\$4,056,235.14**

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

CAPITAL ASSETS ACCOUNT GROUP

<u>Assets</u>	(A)	(B)	
24. Land		\$269,401.73	
25. Land Improvements	\$0.00		
25 a.Less: Accumulated Depreciation	0.00	0.00	
26. Depletable Assets	1,172,539.68		
26 a.Less: Accumulated Depreciation	(269,509.52)	903,030.16	
27. Buildings	4,258,922.46		
27 a.Less: Accumulated Depreciation	(1,948,406.66)	2,310,515.80	
28. Equipment - Road	12,369,707.06		
28 a.Less: Accumulated Depreciation	(11,176,281.25)	1,193,425.81	
29. Equipment - Shop	262,998.50		
29 a.Less: Accumulated Depreciation	(172,097.82)	90,900.68	
30. Equipment - Engineers	61,758.36		
30 a.Less: Accumulated Depreciation	(61,235.75)	522.61	
31. Yard and Storage Equipment	0.00		
31 a.Less: Accumulated Depreciation	0.00	0.00	
32. Office Equipment and Furniture	50,705.35		
32 a.Less: Accumulated Depreciation	(46,864.06)	3,841.29	
33. Infrastructure	91,886,003.00		
33 a.Less: Accumulated Depreciation	(22,238,143.00)	69,647,860.00	
34. Vehicles	0.00		
34 a.Less: Accumulated Depreciation	0.00	0.00	
35. Construction Work in Progress		0.00	
	36. Total Assets		<u>\$74,419,498.08</u>
 <u>Equities</u>			
37. Plant and Equipment Equity			
	37 a.Primary	0.00	
	37 b.Local	0.00	
	37 c.Co. Road Comm.	4,771,638.08	
	37 d.Infrastructure	69,647,860.00	
	38. Total Equities		<u>\$74,419,498.08</u>
 <u>Long Term Debt</u>			
39. Bonds Payable (Act 51)		0.00	
40. Notes Payable (Act 143)		0.00	
41. Vested Vacation and Sick Leave Payable		200,719.85	
42. Installment/Lease Purchase Payable		731,438.93	
43. Other		0.00	
	44. Total Liabilities		<u>\$932,158.78</u>
 <u>Fiduciary Fund</u>			
45. Deferred Compensation (Pension) Plan			<u>\$0.00</u>

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

STATEMENT OF REVENUES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
<u>Taxes</u>				
46. County Wide Millage	\$0.00	\$747,389.14	\$0.00	\$747,389.14
47. Other	0.00	0.00	0.00	0.00
48. Total Taxes	<u>0.00</u>	<u>747,389.14</u>	<u>0.00</u>	<u>747,389.14</u>
<u>Licenses and Permits</u>				
49. Specify	0.00	0.00	0.00	0.00
<u>Federal Sources</u>				
50. Surface Tran. Program (STP)	738,546.11	0.00	0.00	738,546.11
51. C Funds - Federal	0.00	0.00	0.00	0.00
52. D Funds - Federal	136,676.46	0.00	0.00	136,676.46
53. Bridge	0.00	0.00	0.00	0.00
54. High Priority	0.00	0.00	0.00	0.00
55. Other	0.00	0.00	0.00	0.00
56. Total Federal Sources	<u>875,222.57</u>	<u>0.00</u>	<u>0.00</u>	<u>875,222.57</u>
STATE SOURCES				
<u>Michigan Transportation Fund</u>				
57. Engineering	985.61	756.89		1,742.50
58. Snow Removal	0.00	327,599.93		327,599.93
59. Urban Road	236,874.45	50,719.54		287,593.99
60. Allocation	2,198,456.87	1,688,271.99		3,886,728.86
61. Total MTF	<u>2,436,316.93</u>	<u>2,067,348.35</u>		<u>4,503,665.28</u>
<u>Other</u>				
62. Local Bridge	0.00	0.00		0.00
63. Other	0.00	0.00	0.00	0.00
64. Total Other	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>Economic Development Fund</u>				
65. Target Industries (A)	0.00	0.00		0.00
66. Urban congestion (C)	0.00	0.00		0.00
67. Rural Primary (D)	341,217.02	0.00		341,217.02
68. Forest Road (E)	230,363.16	0.00		230,363.16
69. Urban Area (F)	0.00	0.00		0.00
70. Other	0.00	0.00		0.00
71. Total EDF	<u>571,580.18</u>	<u>0.00</u>		<u>571,580.18</u>
72. Total State Sources	<u>\$3,007,897.11</u>	<u>\$2,067,348.35</u>	<u>\$0.00</u>	<u>\$5,075,245.46</u>

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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.	272,029.89	971,159.11	0.00	1,243,189.00
75. Other	0.00	2,468,608.35	0.00	2,468,608.35
76. Total Contributions	<u>272,029.89</u>	<u>3,439,767.46</u>	<u>0.00</u>	<u>3,711,797.35</u>
Charges for Service				
77. Trunkline Maintenance	0.00		1,890,575.70	1,890,575.70
78. Trunkline Non-maintenance	0.00		35,208.50	35,208.50
79. Salvage Sales	0.00	0.00	20,505.39	20,505.39
80. Other	0.00	0.00	0.00	0.00
81. Total Charges	<u>0.00</u>	<u>0.00</u>	<u>1,946,289.59</u>	<u>1,946,289.59</u>
Interest and Rents				
82. Interest Earned	4,210.11	0.00	5,358.32	9,568.43
83. Property Rentals	0.00	0.00	0.00	0.00
84. Total Interest/Rents	<u>4,210.11</u>	<u>0.00</u>	<u>5,358.32</u>	<u>9,568.43</u>
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	(58,632.64)	(58,632.64)
89. Contributions from Private Sources	0.00	0.00	28,750.37	28,750.37
90. Other	0.00	0.00	7,395.99	7,395.99
91. Total Other	<u>0.00</u>	<u>0.00</u>	<u>(22,486.28)</u>	<u>(22,486.28)</u>
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	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
97. TOTAL REVENUE AND OTHER FINANCING SOURCES	<u>\$4,159,359.68</u>	<u>\$6,254,504.95</u>	<u>\$1,929,161.63</u>	<u>\$12,343,026.26</u>

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

STATEMENT OF EXPENDITURES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
Construction/Capacity Improvement				
98. Roads	\$0.00	\$0.00		\$0.00
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.	0.00	0.00		0.00
Preservation - Structural Improvements				
104. Roads	2,481,673.28	4,367,095.40		6,848,768.68
105. Structures	0.00	0.00		0.00
106. Safety Projects	0.00	0.00		0.00
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.	2,481,673.28	4,367,095.40		6,848,768.68
Maintenance				
111. Roads	837,875.53	1,501,922.30		2,339,797.83
112. Structures	616.63	190.31		806.94
113. Roadside Parks	0.00	0.00		0.00
114. Winter Maintenance	770,877.60	435,959.23		1,206,836.83
115. Traffic Control	81,144.34	45,829.51		126,973.85
116. Total Maintenance	1,690,514.10	1,983,901.35		3,674,415.45
117. Total Construction, Preservation And Maintenance.	4,172,187.38	6,350,996.75		10,523,184.13
Other				
118. Trunkline Maintenance	0.00		1,840,049.70	1,840,049.70
119. Trunkline Non-maintenance	0.00		35,208.50	35,208.50
120. Administrative Expense	145,193.03	221,016.06		366,209.09
121. Equipment - Net	119,436.26	178,397.63		416,056.82
122. Capital Outlay - Net	0.00	0.00	118,222.93	(878,589.67)
123. Debt Principal Payment	0.00	0.00	336,352.60	336,352.60
124. Interest Expense	0.00	0.00	30,316.54	30,316.54
125. Drain Assessment	0.00	0.00	0.00	0.00
126. Other	0.00	0.00	0.00	0.00
127. Total Other	264,629.29	399,413.69	1,481,560.60	2,145,603.58
128. Total Expenditures	\$4,436,816.67	\$6,750,410.44	\$1,481,560.60	\$12,668,787.71

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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	\$4,159,359.68	\$6,254,504.95	\$1,929,161.63	\$12,343,026.26
130. Total Expenditures	4,436,816.67	6,750,410.44	1,481,560.60	12,668,787.71
131. Excess of Revenues Over (Under) Expenditures	<u>(277,456.99)</u>	<u>(495,905.49)</u>	<u>447,601.03</u>	<u>(325,761.45)</u>
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	<u>(277,456.99)</u>	<u>(495,905.49)</u>	<u>447,601.03</u>	<u>(325,761.45)</u>
136. Beginning Fund	1,200,096.93	0.00	1,513,624.70	2,713,721.63
137. Adjustment	0.00	0.00	0.00	0.00
138. Beginning Fund Balance Restated	1,200,096.93	0.00	1,513,624.70	2,713,721.63
139. Interfund Transfer(County to Primary and/or Local)	0.00	495,905.49	(495,905.49)	0.00
140. Ending Fund Balance	<u>\$922,639.94</u>	<u>\$0.00</u>	<u>\$1,465,320.24</u>	<u>\$2,387,960.18</u>

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

EQUIPMENT EXPENSE

Direct Equipment Expense

141. Labor and Fringe Benefits	\$915,973.91	
142. Depreciation	844,445.19	
143. Other	449,249.86	
144. Total Direct		2,209,668.96

145. Indirect Equipment Expense

671,487.31

Operating Equipment Expense

146. Labor and Fringe Benefits	0.00	
147. Operating Expenses	690,009.26	
148. Total Operating		\$690,009.26

149. TOTAL EQUIPMENT EXPENSE

\$3,571,165.53

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	294,623.09	482,192.31		776,815.40
152. Maintenance	611,105.12	870,661.17		1,481,766.29
153. Inventory Operations	0.00	0.00	31,749.63	31,749.63
154. MDOT	0.00		707,362.89	707,362.89
155. Other Reimbursable Charges	0.00	0.00	0.00	0.00
156. All Other Charges	0.00	0.00	157,414.50	157,414.50
157. Total Equipment Rental Credits	905,728.21	1,352,853.48	896,527.02	3,155,108.71
	(A)	(B)	(C)	(D)
158. (Gain) or Loss on Usage of Equipment				416,056.82

PRORATION OF EQUIPMENT USAGE GAIN OR LOSS

(Net Equipment Expense)

159. Equipment Rental Credits	\$905,728.21	\$1,352,853.48	\$896,527.02	\$3,155,108.71
	(A)	(B)	(C)	(D)
160. Percent of Total	28.71 %	42.88 %	28.42 %	100.00 %
161. Prorated Total Equipment Expense	1,025,164.47	1,531,251.11	1,014,749.95	3,571,165.53
162. Prorated Gain/Loss On Usage (Net Equipment Expense)	119,436.26	178,397.63	118,222.93	416,056.82

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

DISTRIBUTIVE EXPENSE - FRINGE BENEFITS

	Total Labor Charge	Distributive Calc.
163. Primary Construction/Cap. Imp.	\$0.00	\$0.00
164. Primary Preservation - Struct Imp.	179,932.09	251,384.02
165. Primary Maintenance	360,319.40	503,404.04
166. Local Construction/Cap. Imp.	0.00	0.00
167. Local Preservation - Struct. Imp.	241,987.02	338,081.28
168. Local Maintenance	386,796.65	540,395.53
169. Inventory	12,068.03	16,860.31
170. Equipment Expense - Direct	382,116.74	533,857.00
171. Equipment Expense - Indirect	103,162.67	144,129.08
172. Equipment Expense - Operating	0.00	0.00
173. Administration	160,190.65	223,803.16
174. State Trunkline Maintenance	369,084.05	
175. Sundry Account Rec.	673.40	
176. Capital Outlay	7,678.12	10,727.14
177. Other	769,215.22	0.00
178. Total Payroll	\$2,973,224.04	
179. Less Applicable Payroll	(1,138,972.67)	
180. Total Applicable Labor Cost	\$1,834,251.37	Total Distributive \$2,562,641.56

	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	\$452,197.49	\$83,355.00	\$693,018.86	\$1,818,756.64	\$6,042.50	\$22,709.75	\$3,076,080.24
182. Less: Benefits Recovered	(61,030.81)	(12,166.60)	(110,024.67)	(268,912.45)	(1,452.60)	(3,893.16)	(457,480.29)
183. Less: Refunds	0.00	(22,515.95)	0.00	(33,442.44)	0.00	0.00	(55,958.39)
184. Benefits to be Distributed	391,166.68	48,672.45	582,994.19	1,516,401.75	4,589.90	18,816.59	2,562,641.56
185. Applicable Labor Cost	1,834,251.37	1,834,251.37	1,834,251.37	1,834,251.37	1,834,251.37	1,834,251.37	
186. Factor	0.213257	0.026535	0.317838	0.826714	0.002502	0.010258	1.397105

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

DISTRIBUTIVE EXPENSE - OVERHEAD

Account No. 705 - 957

	Cost of Operations	Distributed Total
187. Primary Construction/Cap. Imp.	\$0.00	\$0.00
188. Primary Preservation - Struct Imp.	2,420,821.83	60,140.48
189. Primary Maintenance	1,649,536.36	40,979.43
190. Local Construction/Cap. Imp.	0.00	0.00
191. Local Preservation - Struct. Imp.	4,263,996.77	105,924.02
192. Local Maintenance	1,933,745.21	48,040.03
193. Other	0.00	0.00
194. TOTAL	\$10,268,100.17	\$255,083.96

	790 Small Road Tools	791 Inventory Adjustment	882 Liability	716 Health Insurance	Other	Total
195. Expenses Distributed	221.78	50,172.75	(54,137.00)	0.00	258,826.43	\$255,083.96
196. Applicable Operation Cost	10,268,100.17	10,268,100.17	10,268,100.17	10,268,100.17	10,268,100.17	
197. Factor	0.000022	0.004886	(0.005272)	0.000000	0.025207	\$0.024842

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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	\$0.00	\$0.00	\$0.00	\$0.00
199. Preser - Struct. Imp.	950,306.02	1,391,433.23	1,531,367.26	2,975,662.17	2,481,673.28	4,367,095.40
200. Special Assessment	0.00	0.00	0.00	0.00	0.00	0.00
201. Maintenance	1,604,395.14	1,927,723.43	86,118.96	56,177.92	1,690,514.10	1,983,901.35
202. Total	<u>\$2,554,701.16</u>	<u>\$3,319,156.66</u>	<u>\$1,617,486.22</u>	<u>\$3,031,840.09</u>	<u>\$4,172,187.38</u>	<u>\$6,350,996.75</u>

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

ANALYSIS OF ACCOUNTS RECEIVABLE

Optional for noncontract counties

	Trunkline Maintenance	MDOT Other
203. Labor	\$368,833.93	\$250.12
204. Fringe Benefits	417,354.54	291.84
205. Equipment Rental	707,258.62	104.27
206. Materials	172,263.79	31,804.00
207. Handling Charges	0.00	0.00
208. Overhead	174,338.82	2,758.27
209. Other	0.00	0.00
210. Total Charges for Current Yea	<u>\$1,840,049.70</u>	<u>\$35,208.50</u>
211. Beginning Balance	332,082.25	0.00
212. Sub-Total	2,172,131.95	35,208.50
213. Less Credits	(1,873,215.42)	(35,208.50)
214. Ending Balance	<u>\$298,916.53</u>	<u>\$0.00</u>

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

SCHEDULE OF CAPITAL OUTLAY

215. Land and Improvements (971 - 974)	\$0.00
216. Buildings (975)	102,985.85
217. Equipment Road (976, 981)	53,449.97
218. Equipment Shop (977)	2,058.02
219. Equipment Engineers (978)	0.00
220. Yard and Storage Equipment (979)	0.00
221. Equipment Office (980)	3,514.19
222. Depletable Assets (987)	322.86
223. Total Capital Outlay:	<u>\$162,330.89</u>

	<u>Primary</u>	<u>Local</u>	<u>County</u>	<u>Total</u>
224. Total Capital Outlay:	0.00	0.00	162,330.89	162,330.89
225. Less: Equipment Retirements 689	0.00	0.00	(58,632.64)	(58,632.64)
226. Sub-total	0.00	0.00	103,698.25	103,698.25
227. Less: Depreciation and Depletion 968	0.00	0.00	(982,287.92)	(982,287.92)
228. Net Capital Outlay Expenditure	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$(878,589.67)</u>	<u>\$(878,589.67)</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	5,674,886.57	5,674,886.57
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	(58,632.64)	(58,632.64)

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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			\$4,503,665.28
DEDUCTIONS			
233. Administrative Expense (from Page 5 Expenditures)			366,209.09
234. Total Capital Outlay (from Capital Outlay)			162,330.89
235. Debt Principal Payment (from Page 5 Expenditures)			336,352.60
236. Interest Expense (from Page 5 Expenditures)			30,316.54
236 a. Total Deductions			895,209.12
236 b. Adjusted MTF Returns			3,608,456.16
237. Preser - Struct Imp (from Page 5 Expenditures)	\$2,481,673.28	\$4,367,095.40	6,848,768.68
238. Routine Maintenance (from Page 5 Expenditures)	1,690,514.10	1,983,901.35	3,674,415.45
239. Less Federal Aid for Preser - Struct Imp	(875,222.57)	0.00	(875,222.57)
240. TOTAL RD EXPENSE (Excluding Fed Aid)	3,296,964.81	6,350,996.75	9,647,961.56
241. 90% of Adjusted MTF Returns			3,247,610.54

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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

Fiscal Year	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Expenditures (\$)	113,037.20	1,147,665.00	200,602.00	15,000.00	130,000.00
Fiscal Year	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Expenditures (\$)	136,871.32	84,824.73	74,857.16	129,822.00	232,490.57
				242. TOTAL	<u>\$2,265,169.98</u>

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

$$4,503,665.28 \times .10 = 450,366.53$$

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

**INDIRECT EQUIPMENT AND STORAGE EXPENSE
Activity 511**

Account Number	Account Name	Amount Recorded
707	Wages - Shop and Garage	\$36,044.34
712-724	Fringe Benefits - Shop Employees	50,357.73
721	Drug Testing	5,075.32
728	Office Supplies - Shop	0.00
731	Janitor Supplies - Shop	4,967.16
733	Welding Supplies	4,186.05
734	Safety Supplies - Shop	7,275.57
736	Tire Shop Supplies	0.00
737	Shop Supplies	0.00
791	Equipment Material/Parts Inventory Adjustment	27,990.56
801	Contractual Services - Shop	0.00
805	Health Services	0.00
806	Laundry Services	1,375.10
807	Data Processing - Shop	0.00
810	Education Expense - Shop	0.00
850-859	Communications - Shop	4,223.38
861	Travel and Mileage - Shop Employees	0.00
862	Freight Costs	7,302.45
875	Insurance - Shop Buildings	0.00
876	Insurance - Boiler and Machine	13,336.00
878	Insurance - Fleet	83,825.00
883	Insurance - Underground Tank	1,654.00
921-923	Utilities - Shop and Storage Buildings	103,964.13
931	Buildings Repairs and Maintenance	195,620.59
932	Yard and Storage Repairs and Maintenance	3,452.42
933	Shop Equipment Repairs and Maintenance	9,292.56
934	Office Equipment Repairs and Maintenance	0.00
941	Equipment Rental - Shop Pickup/Wrecker	0.00
944-947	Underground Storage Tank Expense	668.75
956	Safety Expense - Shop	0.00
968	Depreciation - Shop Building	83,963.49
968	Depreciation - Storage Building	4,556.38
968	Depreciation - Shop Equipment	16,419.08
968	Depreciation - Stockroom Expense	0.00
707	Other:	5,937.25
	243. TOTAL	\$671,487.31

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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	\$160,190.65
709-714	Administrative Leave	0.00
724	Fringe Benefits	223,803.16
727	Postage	1,844.91
728	Office Supplies	5,228.52
730	Dues and Subscriptions	2,458.14
801	Contractual Services	7,566.32
803	Legal Services	79,872.00
804	Auditing and Accounting Services	6,912.00
807	Data Processing	0.00
810	Education	23.00
850-853	Communications	2,590.23
861	Travel and Mileage	6,578.47
862	Freight	0.00
873	Public Relations	0.00
874	Advertising	1,500.96
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	19,118.00
882	Insurance - General Liability	0.00
920-923	Utilities	2,584.28
931	Building Repair/Maintenance	135.00
934	Office Equipment Repair/Maintenance	6,495.49
942	Building Rental	0.00
955-956	Miscellaneous	0.00
966-967	Overhead	0.00
968	Depreciation - Buildings	4,153.92
968	Depreciation - Engineering Equipment	935.40
968	Depreciation - Office Equipment and Furniture	1,823.74
	Other:	9,493.70
	244. TOTAL	\$543,307.89
Less: Credits to Administrative Expense		
646	Handling Charges on Materials Sold	0.00
629	Overhead - State Trunkline Maintenance	(177,097.09)
691	Purchase Discounts	(1.71)
	Other:	0.00
	Total Credits to Administrative Expense	\$(177,098.80)
	245. Net Administrative Expense	\$366,209.09

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

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>
North Caribou Lake Road	T42N,R3E Sec. 21-25, T42N,R4E Sec. 28-30	755,828.26	MatchingFunds
W. Pendills Lake Road	T47N,R3W Sec. 30	237,707.88	PavingGravelRoads
	246. Total	<u>\$993,536.14</u>	

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

CONSTRUCTION / CAPACITY IMPROVEMENTS / STRUCTURAL IMPROVEMENTS
Summary

CONSTRUCTION / CAPACITY IMPROVEMENTS

ROADS	Primary System		Local System	
	*Unit	Expenditures	*Unit	Expenditures
247. New Construction, New Location	0.00 mi.	\$0.00	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		\$0.00		\$0.00

PRESERVATION - STRUCTURAL IMPROVEMENTS

ROADS	Primary System		Local System	
	*Unit	Expenditures	*Unit	Expenditures
251. Reconstruction	0.00 mi.	\$0.00	0.00 mi.	\$0.00
252. Resurfacing	11.57 mi.	1,714,012.82	2.23 mi.	205,360.45
253. Gravel Surfacing	6.70 mi.	767,660.46	9.63 mi.	752,210.80
254. Paving Gravel Roads	0.00 mi.	0.00	6.96 mi.	3,409,524.15
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		2,481,673.28		4,367,095.40
BRIDGES				
261. Replacement	0.00 ea.	0.00	0.00 ea.	0.00
262. Recondition or Repair	0.00 ea.	0.00	0.00 ea.	0.00
263. Replace with Culvert	0.00 ea.	0.00	0.00 ea.	0.00
264. Bridge Subtotals		0.00		0.00
265. TOTAL PRESERVATION - STRUCT IMP		\$2,481,673.28		\$4,367,095.40

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

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

SCHEDULE OF TOWNSHIP MILEAGE AND POPULATION

Township	Local Roads			Primary Roads			Population Outside Municipalities	Funds Received
	Miles Outside Municipalities		Funds Received	Miles Outside Municipalities		Funds Received		
	Total Local	Local Urban		Total Primary	Primary Urban			
	(mi)	(mi)	(\$)	(mi)	(mi)	(\$)		(\$)
Bay Mills	62.80	0.00	96,084.00	22.62	0.00	31,690.62	1,214	13,220.46
Bruce	78.93	0.00	120,762.90	37.81	0.00	52,971.81	1,940	21,126.60
Chippewa	29.76	0.00	45,532.80	10.43	0.00	14,612.43	238	2,591.82
Dafer	45.45	0.00	69,538.50	23.53	0.00	32,965.53	1,304	14,200.56
Detour	26.71	0.00	40,866.30	8.50	0.00	11,908.50	894	9,735.66
Drummond Island	89.66	0.00	137,179.81	11.75	0.00	16,461.75	992	10,802.88
Hulbert	8.80	0.00	13,464.00	8.83	0.00	12,370.83	211	2,297.79
Kinross	78.24	18.59	147,276.17	32.21	10.25	136,320.46	5,922	64,490.58
Pickford	69.27	0.00	105,983.09	27.21	0.00	38,121.21	1,584	17,249.76
Raber	59.82	0.00	91,524.60	9.80	0.00	13,729.80	670	7,296.30
Rudyard	72.96	0.00	111,628.80	39.50	0.00	55,339.50	1,315	14,320.35
Soo	42.55	15.27	87,746.91	33.47	16.45	193,247.13	2,652	28,880.28
Sugar Island	29.08	0.00	44,492.40	38.84	0.00	54,414.84	683	7,437.87
Superior	71.01	0.00	108,645.30	16.29	0.00	22,822.29	1,329	14,472.81
Trout Lake	77.78	0.00	119,003.40	19.83	0.00	27,781.83	465	5,063.85
Whitefish	82.76	0.00	126,622.80	17.36	0.00	24,321.36	588	6,403.32
266. Totals	925.58	33.86	\$1,466,351.78	357.98	26.70	\$739,079.89	22,001	\$239,590.89

Local Road Rate Per Mile	1530	Primary Road Rate Per Mile	1401
Local Urban Road Rate Per Mile	1483	Primary Urban Road Rate Per Mile	8897
Population Rate Per Capita	10.89		

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

SCHEDULE OF TOWNSHIP EXPENDITURES AND CONTRIBUTIONS
Expenditures

<u>Township</u>	<u>Construction/ Capacity Improvement (\$)</u>	<u>Preservation - Struct Improvement (\$)</u>	<u>Total (\$)</u>	<u>Township Contributions* (\$)</u>
Bay Mills	0.00	1,987,431.31	1,987,431.31	60,338.00
Bruce	0.00	222,641.73	222,641.73	317,983.24
Chippewa	0.00	98,119.86	98,119.86	0.00
Dafer	0.00	1,015,498.58	1,015,498.58	18,599.00
Detour	0.00	827,016.10	827,016.10	108,125.75
Drummond Island	0.00	0.00	0.00	462.00
Hulbert	0.00	0.00	0.00	0.00
Kinross	0.00	379,713.13	379,713.13	192,831.20
Pickford	0.00	460,318.63	460,318.63	209,346.00
Raber	0.00	196,921.62	196,921.62	126,572.67
Rudyard	0.00	296,807.95	296,807.95	2,377.64
Soo	0.00	14,392.07	14,392.07	35,811.50
Sugar Island	0.00	514,272.49	514,272.49	170,742.00
Superior	0.00	835,635.21	835,635.21	0.00
Trout Lake	0.00	0.00	0.00	0.00
Whitefish	0.00	0.00	0.00	0.00
267. Totals	\$0.00	\$6,848,768.68	\$6,848,768.68	\$1,243,189.00

*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, 2011

SCHEDULE OF TOWNSHIP EXPENDITURES

TOWNSHIP	EXPENDITURES		TOTAL	TOWNSHIP CONTRIBUTIONS
	CONSTRUCTION/ CAPACITY IMPROV	PRESERVATION - STRUCTURE IMPROVE		
		PRIMARY MAINTENANCE	LOCAL MAINTENANCE	
BAYMILLS	\$ 1,987,431.31	\$ 99,192.65	\$ 70,083.62	\$ 2,156,707.58
BRUCE	222,641.73	177,945.31	251,928.35	652,515.39
CHIPPEWA	98,119.86	49,363.84	92,403.44	239,887.14
DAFTER	1,015,498.58	104,509.33	105,734.34	1,225,742.25
DETOUR	827,016.10	44,285.24	76,713.62	948,014.96
DRUMMOND ISL.	-	103,628.51	61,422.43	165,050.94
HULBERT	-	28,054.51	31,321.95	59,376.46
KINROSS	379,713.13	79,514.96	153,270.67	612,498.76
PICKFORD	460,318.63	108,191.40	244,721.15	813,231.18
RABER	196,921.62	62,359.97	173,488.34	432,769.93
RUDYARD	296,807.95	132,000.52	264,003.31	692,811.78
SOO	14,392.07	249,914.88	67,477.41	331,784.36
SUGAR ISL.	514,272.49	187,372.20	107,318.61	808,963.30
SUPERIOR	835,635.21	72,145.87	74,625.14	982,406.22
TROUT LAKE	-	112,214.11	59,499.22	171,713.33
WHITEFISH	-	79,820.80	149,889.75	229,710.55
TOTALS	\$ 6,848,768.68	\$ 1,690,514.10	\$ 1,983,901.35	\$ 10,523,184.13
				\$ 1,243,189.00

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

ASSET MANAGEMENT
Projects Completed During the County Fiscal Year

Work Type: Hot Mixed Asphalt Resurfacing (One Course)

Location								
MDOT Job #	Agency Job ID	Number of Lanes Treated	PR Version	PR Number	Begin Mile Point	End Mile Point	Date Open to Traffic	Pavement Type
	Clegg	2	11	1,465,608	1.993	2.990	09/30/2011	Asphalt

Work Type: Minor Rehabilitation

Location								
MDOT Job #	Agency Job ID	Number of Lanes Treated	PR Version	PR Number	Begin Mile Point	End Mile Point	Date Open to Traffic	Pavement Type
	11 Mile	2	11	1,466,905	4.856	6.844	09/30/2011	Asphalt
	Balsum	2	11	1,469,801	0.000	1.015	06/01/2011	Gravel
	Hewer	2	11	1,465,610	0.688	2.684	10/31/2011	Gravel
	Kablemn	2	11	3,170,526	0.000	0.279	09/30/2011	Gravel
	Kinross	2	11	1,466,902	4.124	6.124	09/30/2011	Gravel
	Plantat	2	11	1,468,006	1.891	3.867	09/30/2011	Asphalt

Work Type: Major Rehabilitation

Location								
MDOT Job #	Agency Job ID	Number of Lanes Treated	PR Version	PR Number	Begin Mile Point	End Mile Point	Date Open to Traffic	Pavement Type
	Homeste	2	11	1,474,711	4.492	6.797	10/31/2011	Gravel
	Plantat	2	11	1,468,010	0.000	0.549	07/01/2011	Asphalt
	Plantat	2	11	3,170,010	5.429	7.217	07/01/2011	Asphalt

Work Type: Cold Milling & Bituminous Overlay (< 40mm)

Location								
MDOT Job #	Agency Job ID	Number of Lanes Treated	PR Version	PR Number	Begin Mile Point	End Mile Point	Date Open to Traffic	Pavement Type
109177	Country	2	11	1,470,908	0.852	1.847	08/31/2011	Asphalt
89915	Mack Tr	2	11	3,170,836	4.754	5.345	09/01/2011	Asphalt
89915	Mack Tr	2	11	3,170,836	5.345	8.284	09/01/2011	Asphalt

Work Type: Bituminous Overlay (< 40mm)

Location								
MDOT Job #	Agency Job ID	Number of Lanes Treated	PR Version	PR Number	Begin Mile Point	End Mile Point	Date Open to Traffic	Pavement Type

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

89918

Blubery	2	11	1,470,909	0.000	0.215	09/30/2011	Asphalt
Evergrn	2	11	1,470,808	0.000	0.587	09/30/2011	Asphalt
Fairdoo	2	11	1,466,407	0.259	0.502	09/30/2011	Asphalt
Maple	2	11	1,470,903	0.000	0.444	09/30/2011	Asphalt
N Carib	2	11	1,474,404	4.095	11.445	06/30/2011	Asphalt
Partrid	2	11	1,471,002	0.000	0.240	09/30/2011	Asphalt
Partrid	2	11	1,471,001	0.231	0.391	09/30/2011	Asphalt
Rd Cedr	2	11	1,470,906	0.000	0.179	09/30/2011	Asphalt
Wood Lk	2	11	1,470,801	0.195	0.762	09/30/2011	Asphalt

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

Sub Ledger Report

Line 3 Sundry Accounts Receivable

Account	Description	Amount (\$)
020	Deferred Revenue - Prop Taxes	745,407.09
040	Sundry Accts Rec.	367.69

Line 18 Other (Identify)

Account	Description	Amount (\$)
228	Due to State of Michigan	1,167.80

Line 75 CFL-Other - County

Account	Description	Amount (\$)
-	Other Gov't Contri.	0.00

Line 75 CFL-Other - Local

Account	Description	Amount (\$)
584	Other Gov't Contributions	2,468,608.35

Line 90 Other2 Other - County

Account	Description	Amount (\$)
696	Insurance Recoveries	7,395.99

Line 143 Other - Primary

Account	Description	Amount (\$)
510	Materials, Vend Pmts, & Misc.	449,249.86

Line 156 All Other Charges - County

Account	Description	Amount (\$)
081	Due from Other Gov't Units	232.69
510	Equipment Maint.	28,394.11
511	Indirect Equip. Maint.	16,239.55
514	Other Distributive Exp.	110,394.55
515	Administrative Exp.	708.70
900	Capital Outlay	1,444.90

Line 177 Other - Total Labor Charge

Account	Description	Amount (\$)
513	Distributive Expense	665,719.83
514	Other Distributive Expense	103,495.39

Line 181 Total Fringe Benefits - Other

Account	Description	Amount (\$)
720	MESC	15,932.75

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

722	CDL	1,958.00
734.01	Safety Shoes / Glasses	4,819.00

Line 182 Less Benefits Recovered - Other

Account	Description	Amount (\$)
720	MESC	(2,499.54)
734.01	Safety Shoes / Glasses	(1,393.62)

Line 195 Expenses Distributed - Other

Account	Description	Amount (\$)
704	Meetings	10,070.86
705	Other Engineering Costs	64,867.27
729	Surveyor Supplies	1,674.94
732	Traffic Control Supplies	549.94
734	Road Safety Supplies / Safety Meetings	24,216.26
761	Sand / Gravel Screening	118,391.26
762	Pavement Crack Sealing Supplies	(1,666.00)
771	Seed / Mulch Supplies	2,020.96
801	Contractual Charges	2,890.44
810	Employee Training	1,886.73
862	Freight Charges	44.21
880	Umbrella Insurance	8,121.00
890	Insurance Claims	3,586.08
933	Sign Shop Supplies	7,439.64
934	Engineering Equip. Maint.	2,053.39
957	Gravel Pit Maint. / Inspect.	12,679.45

Line 209 Other - MDOT Other

Account	Description	Amount (\$)
-	Vouchers	0.00

Line 209 Other - Trunkline Maintenance

Account	Description	Amount (\$)
-	Vouchers	0.00

Line 242 Expenditure10

Account	Description	Amount (\$)
999	Total Non-Motorized for all Projects	232,490.57

Line 243 707 Other

Account	Description	Amount (\$)
936	Small Tools	5,937.25

Line 244 244 Other

Account	Description	Amount (\$)
703	Equipment Rental	708.70
739	County Map Purchase	(84.00)

Year Ended - 2011

Start: 01/01/2011 End: 12/31/2011

808	Association Services	7,839.00
883	Catastrophic Boiler Ins.	1,030.00