

**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: May 3, 2018
TO: All Township Supervisors and Trustees
FROM: Brian Decker, Office Manager
Chippewa County Road Commission
SUBJECT: 2017 Annual Act 51 Report

Please find enclosed a copy of our 2017 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.

2017
FISCAL YEAR
ANNUAL FINANCIAL REPORT
BOARD OF COUNTY ROAD COMMISSIONERS
Chippewa County
Michigan
Year Ended 2017

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

APRIL 19, 2018

Date

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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

1. Cash	\$1,133,657.67
2. Investments	350,347.61
3. Accounts Receivable :	
a. Michigan Transportation Fund	946,974.40
b. State Trunkline Maintenance	461,669.57
c. State Transportation Department - Other	1,687.59
d. Due on County Road Agreement	19,869.66
e. Due on Special Assessment	0.00
f. Sundry Accounts Receivable	81,554.98

Inventories/Pre-Paid Insurance/Other

4. Deferred Expense State Aid	0.00
5. Road Materials	644,765.67
6. Equipment Materials and Parts	235,803.20
7. Prepaid Insurance	121,050.02
8. Deferred Expense - Federal Aid	0.00

9. Other

838,755.92

10. TOTAL ASSETS**\$4,836,136.29**

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

Liabilities and Fund Balances**Liabilities**

11. Accounts Payable	\$222,448.51
12. Notes Payable (Short Term)	0.00
13. Accrued Liability	86,996.85
14. Advances	578,134.00
15. Deferred Revenue - Special Assessment District	0.00
16. Deferred Revenue - EDF Forest Rd.(E)	0.00
17. Deferred Revenue	826,484.21
18. Other	5,937.03

Fund Balances

19. Primary Road Fund	1,427,199.75
20. Local Road Fund	1,166,385.83
21. County Road Commission Fund	522,550.11
22. Total Fund Balances	3,116,135.69

23. TOTAL LIABILITIES AND FUND BALANCES**\$4,836,136.29**

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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	(408,578.23)	819,859.55	
27. Buildings	5,122,364.97		
27 a.Less: Accumulated Depreciation	(2,716,715.33)	2,405,649.64	
28. Equipment - Road	13,891,527.06		
28 a.Less: Accumulated Depreciation	(12,570,371.05)	1,321,156.01	
29. Equipment - Shop	272,173.01		
29 a.Less: Accumulated Depreciation	(263,400.59)	8,772.42	
30. Equipment - Engineers	99,635.70		
30 a.Less: Accumulated Depreciation	(65,388.85)	34,246.85	
31. Yard and Storage Equipment	0.00		
31 a.Less: Accumulated Depreciation	0.00	0.00	
32. Office Equipment and Furniture	76,200.54		
32 a.Less: Accumulated Depreciation	(57,246.26)	18,954.28	
33. Infrastructure	116,113,635.00		
33 a.Less: Accumulated Depreciation	(28,792,442.00)	87,321,193.00	
34. Vehicles	0.00		
34 a.Less: Accumulated Depreciation	0.00	0.00	
35. Construction Work in Progress		0.00	
	36. Total Assets		\$92,302,061.50
<u>Equities</u>			
37. Plant and Equipment Equity			
	37 a.Primary	0.00	
	37 b.Local	0.00	
	37 c.Co. Road Comm.	4,980,868.50	
	37 d.Infrastructure	87,321,193.00	
	38. Total Equities		\$92,302,061.50
<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		127,620.48	
42. Installment/Lease Purchase Payable		501,648.41	
43. Other		0.00	
	44. Total Liabilities		\$629,268.89
<u>Fiduciary Fund</u>			
45. Deferred Compensation (Pension) Plan			\$0.00

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

STATEMENT OF REVENUES

	Primary Road Fund (P)	Local Road Fund (L)	Co. Road Comm. Fund (C)	Total (T)
Taxes				
46. County Wide Millage	\$0.00	\$812,323.92	\$0.00	\$812,323.92
47. Other	0.00	0.00	0.00	0.00
48. Total Taxes	0.00	812,323.92	0.00	812,323.92
Licenses and Permits				
49. Specify	0.00	0.00	1,700.00	1,700.00
Federal Sources				
50. Surface Tran. Program (STP)	679,619.30	0.00	0.00	679,619.30
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	174,383.80	0.00	0.00	174,383.80
56. Total Federal Sources	854,003.10	0.00	0.00	854,003.10
STATE SOURCES				
Michigan Transportation Fund				
57. Engineering	5,563.15	4,436.85		10,000.00
58. Snow Removal	0.00	368,540.95		368,540.95
59. Urban Road	329,206.96	66,492.56		395,699.52
60. Allocation	3,134,013.85	2,499,505.61		5,633,519.46
61. Total MTF	3,468,783.96	2,938,975.97		6,407,759.93
Other				
62. Local Bridge	0.00	0.00		0.00
63. Other	0.00	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)	127,469.88	0.00		127,469.88
68. Forest Road (E)	230,357.59	0.00		230,357.59
69. Urban Area (F)	0.00	0.00		0.00
70. Other	0.00	0.00		0.00
71. Total EDF	357,827.47	0.00		357,827.47
72. Total State Sources	\$3,826,611.43	\$2,938,975.97	\$0.00	\$6,765,587.40

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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.	383,047.50	836,996.59	0.00	1,220,044.09
75. Other	0.00	0.00	3,303.60	3,303.60
76. Total Contributions	383,047.50	836,996.59	3,303.60	1,223,347.69
Charges for Service				
77. Trunkline Maintenance	0.00		2,848,454.17	2,848,454.17
78. Trunkline Non-maintenance	0.00		23,443.45	23,443.45
79. Salvage Sales	0.00	0.00	7,253.55	7,253.55
80. Other	0.00	0.00	0.00	0.00
81. Total Charges	0.00	0.00	2,879,151.17	2,879,151.17
Interest and Rents				
82. Interest Earned	3,235.92	333.10	1,189.68	4,758.70
83. Property Rentals	0.00	0.00	0.00	0.00
84. Total Interest/Rents	3,235.92	333.10	1,189.68	4,758.70
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	21,437.14	21,437.14
89. Contributions from Private Sources	0.00	75,000.00	2,624.56	77,624.56
90. Other	0.00	0.00	21,051.00	21,051.00
91. Total Other	0.00	75,000.00	45,112.70	120,112.70
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	\$5,066,897.95	\$4,663,629.58	\$2,930,457.15	\$12,660,984.68

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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	1,931,222.21	1,242,277.79		3,173,500.00
105. Structures	608,823.28	873.97		609,697.25
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.	2,540,045.49	1,243,151.76		3,783,197.25
Maintenance				
111. Roads	869,105.43	1,418,646.98		2,287,752.41
112. Structures	4,628.69	1,059.05		5,687.74
113. Roadside Parks	0.00	0.00		0.00
114. Winter Maintenance	1,325,949.73	728,083.69		2,054,033.42
115. Traffic Control	57,095.05	38,896.11		95,991.16
116. Total Maintenance	2,256,778.90	2,186,685.83		4,443,464.73
117. Total Construction., Preservation And Maintenance.	4,796,824.39	3,429,837.59		8,226,661.98
Other				
118. Trunkline Maintenance	0.00		2,576,659.17	2,576,659.17
119. Trunkline Non-maintenance	0.00		23,443.45	23,443.45
120. Administrative Expense	168,768.01	120,672.93		289,440.94
121. Equipment - Net	98,459.98	92,554.34	108,010.03	299,024.35
122. Capital Outlay - Net	0.00	0.00	(119,579.56)	(119,579.56)
123. Debt Principal Payment	0.00	0.00	314,152.42	314,152.42
124. Interest Expense	0.00	0.00	16,464.78	16,464.78
125. Drain Assessment	0.00	0.00	0.00	0.00
126. Other	0.00	0.00	0.00	0.00
127. Total Other	267,227.99	213,227.27	2,919,150.29	3,399,605.55
128. Total Expenditures	\$5,064,052.38	\$3,643,064.86	\$2,919,150.29	\$11,626,267.53

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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	\$5,066,897.95	\$4,663,629.58	\$2,930,457.15	\$12,660,984.68
130. Total Expenditures	5,064,052.38	3,643,064.86	2,919,150.29	11,626,267.53
131. Excess of Revenues Over (Under) Expenditures	2,845.57	1,020,564.72	11,306.86	1,034,717.15
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	2,845.57	1,020,564.72	11,306.86	1,034,717.15
136. Beginning Fund	1,424,354.18	145,821.11	511,243.25	2,081,418.54
137. Adjustment	0.00	0.00	0.00	0.00
138. Beginning Fund Balance Restated	1,424,354.18	145,821.11	511,243.25	2,081,418.54
139. Interfund Transfer(County to Primary and/or Local)	0.00	0.00	0.00	0.00
140. Ending Fund Balance	\$1,427,199.75	\$1,166,385.83	\$522,550.11	\$3,116,135.69

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

EQUIPMENT EXPENSE

Direct Equipment Expense

141. Labor and Fringe Benefits	\$1,102,639.34	
142. Depreciation	<u>553,081.39</u>	
143. Other	<u>537,772.85</u>	
144. Total Direct		<u>2,193,493.58</u>

145. Indirect Equipment Expense		<u>821,345.77</u>
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Operating Equipment Expense

146. Labor and Fringe Benefits	0.00	
147. Operating Expenses	<u>547,451.75</u>	
148. Total Operating		<u>\$547,451.75</u>

149. TOTAL EQUIPMENT EXPENSE \$3,562,291.10

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	254,885.75	140,801.35		395,687.10
152. Maintenance	819,612.65	869,248.55		1,688,861.20
153. Inventory Operations	0.00	0.00	46,390.60	46,390.60
154. MDOT	0.00		991,489.60	991,489.60
155. Other Reimbursable Charges	0.00	0.00	140,838.25	140,838.25
156. All Other Charges	0.00	0.00	0.00	0.00
157. Total Equipment Rental Credits	<u>1,074,498.40</u>	<u>1,010,049.90</u>	<u>1,178,718.45</u>	<u>3,263,266.75</u>
	(A)	(B)	(C)	(D)
158. (Gain) or Loss on Usage of Equipment				<u>299,024.35</u>

PRORATION OF EQUIPMENT USAGE GAIN OR LOSS

(Net Equipment Expense)

159. Equipment Rental Credits	<u>\$1,074,498.40</u>	<u>\$1,010,049.90</u>	<u>\$1,178,718.45</u>	<u>\$3,263,266.75</u>
	(A)	(B)	(C)	(D)
160. Percent of Total	32.93 %	30.95 %	36.12 %	100.00 %
161. Prorated Total Equipment Expense	<u>1,172,958.38</u>	<u>1,102,604.24</u>	<u>1,286,728.48</u>	<u>3,562,291.10</u>
162. Prorated Gain/Loss On Usage (Net Equipment Expense)	<u>98,459.98</u>	<u>92,554.34</u>	<u>108,010.03</u>	<u>299,024.35</u>

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

DISTRIBUTIVE EXPENSE - FRINGE BENEFITS

	Total Labor Charge	Distributive Calc.
163. Primary Construction/Cap. Imp.	\$0.00	\$0.00
164. Primary Preservation - Struct Imp.	213,892.93	251,525.63
165. Primary Maintenance	536,383.35	630,755.58
166. Local Construction/Cap. Imp.	0.00	0.00
167. Local Preservation - Struct. Imp.	85,469.16	100,506.75
168. Local Maintenance	485,968.66	571,470.84
169. Inventory	27,967.44	32,888.08
170. Equipment Expense - Direct	506,741.20	595,898.14
171. Equipment Expense - Indirect	160,292.67	188,494.84
172. Equipment Expense - Operating	0.00	0.00
173. Administration	210,661.63	247,725.81
174. State Trunkline Maintenance	535,451.05	
175. Sundry Account Rec.	0.00	
176. Capital Outlay	9,184.74	10,800.72
177. Other	6,139.26	0.00
178. Total Payroll	\$2,778,152.09	
179. Less Applicable Payroll	(541,590.31)	
180. Total Applicable Labor Cost	\$2,236,561.78	Total Distributive \$2,630,066.39

	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	\$488,458.17	\$109,008.00	\$1,109,392.82	\$2,030,939.24	\$4,711.64	\$47,483.53	\$3,789,993.40
182. Less: Benefits Recovered	(77,674.80)	(19,650.14)	(188,746.83)	(427,371.60)	(931.50)	(8,917.10)	(723,291.97)
183. Less: Refunds	(2,688.05)	(2,757.10)	(18.32)	(431,171.57)	0.00	0.00	(436,635.04)
184. Benefits to be Distributed	408,095.32	86,600.76	920,627.67	1,172,396.07	3,780.14	38,566.43	2,630,066.39
185. Applicable Labor Cost	2,236,561.78	2,236,561.78	2,236,561.78	2,236,561.78	2,236,561.78	2,236,561.78	
186. Factor	0.182465	0.038720	0.411626	0.524196	0.001690	0.017244	1.175941

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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.	2,433,564.15	110,047.81
189. Primary Maintenance	2,155,722.06	97,490.37
190. Local Construction/Cap. Imp.	0.00	0.00
191. Local Preservation - Struct. Imp.	1,197,692.68	54,164.45
192. Local Maintenance	2,083,745.17	94,235.29
193. Other	0.00	0.00
194. TOTAL	\$7,870,724.06	\$355,937.92

	790 Small Road Tools	791 Inventory Adjustment	882 Liability	716 Health Insurance	Other	Total
195. Expenses Distributed	524.38	59,420.57	(58,678.77)	0.00	354,671.74	\$355,937.92
196. Applicable Operation Cost	7,870,724.06	7,870,724.06	7,870,724.06	7,870,724.06	7,870,724.06	
197. Factor	0.000067	0.007550	(0.007455)	0.000000	0.045062	\$0.04522

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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.	1,186,751.60	454,908.63	1,353,293.89	788,243.13	2,540,045.49	1,243,151.76
200. Special Assessment	0.00	0.00	0.00	0.00	0.00	0.00
201. Maintenance	2,239,585.44	2,168,963.11	17,193.46	17,722.72	2,256,778.90	2,186,685.83
202. Total	\$3,426,337.04	\$2,623,871.74	\$1,370,487.35	\$805,965.85	\$4,796,824.39	\$3,429,837.59

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

ANALYSIS OF ACCOUNTS RECEIVABLE

Optional for noncontract counties

	Trunkline Maintenance	MDOT Other
203. Labor	\$535,451.05	\$6,139.26
204. Fringe Benefits	659,087.41	0.00
205. Equipment Rental	983,802.90	6,366.70
206. Materials	20,916.25	10,937.49
207. Handling Charges	0.00	0.00
208. Overhead	263,204.66	0.00
209. Other	114,196.90	0.00
210. Total Charges for Current Yea	\$2,576,659.17	\$23,443.45
211. Beginning Balance	655,008.79	0.00
212. Sub-Total	3,231,667.96	23,443.45
213. Less Credits	(2,769,998.39)	(21,755.86)
214. Ending Balance	\$461,669.57	\$1,687.59

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

SCHEDULE OF CAPITAL OUTLAY

215. Land and Improvements (971 - 974)	\$0.00
216. Buildings (975)	39,799.42
217. Equipment Road (976, 981)	466,422.12
218. Equipment Shop (977)	1,000.00
219. Equipment Engineers (978)	38,101.74
220. Yard and Storage Equipment (979)	0.00
221. Equipment Office (980)	18,505.52
222. Depletable Assets (987)	0.00
223. Total Capital Outlay:	\$563,828.80

	<u>Primary</u>	<u>Local</u>	<u>County</u>	<u>Total</u>
224. Total Capital Outlay:	0.00	0.00	563,828.80	563,828.80
225. Less: Equipment Retirements 689	0.00	0.00	(949.86)	(949.86)
226. Sub-total	0.00	0.00	562,878.94	562,878.94
227. Less: Depreciation and Depletion 968	0.00	0.00	(682,458.50)	(682,458.50)
228. Net Capital Outlay Expenditure	\$0.00	\$0.00	\$(119,579.56)	\$(119,579.56)

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	5,141,515.58	5,141,515.58
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	21,437.14	21,437.14

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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			<u>\$6,407,759.93</u>
DEDUCTIONS			
233. Administrative Expense (from Page 5 Expenditures)			<u>289,440.94</u>
234. Total Capital Outlay (from Capital Outlay)			<u>563,828.80</u>
235. Debt Principal Payment (from Page 5 Expenditures)			<u>314,152.42</u>
236. Interest Expense (from Page 5 Expenditures)			<u>16,464.78</u>
236 a. Total Deductions			<u>1,183,886.94</u>
236 b. Adjusted MTF Returns			<u>5,223,872.99</u>
237. Preser - Struct Imp (from Page 5 Expenditures)	<u>\$2,540,045.49</u>	<u>\$1,243,151.76</u>	<u>3,783,197.25</u>
238. Routine Maintenance (from Page 5 Expenditures)	<u>2,256,778.90</u>	<u>2,186,685.83</u>	<u>4,443,464.73</u>
239. Less Federal Aid for Preser - Struct Imp	<u>(854,003.10)</u>	<u>0.00</u>	<u>(854,003.10)</u>
240. TOTAL RD EXPENSE (Excluding Fed Aid)	<u>3,942,821.29</u>	<u>3,429,837.59</u>	<u>7,372,658.88</u>
241. 90% of Adjusted MTF Returns			<u>4,701,485.69</u>

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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

Fiscal Year	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Expenditures (\$)	<u>84,824.73</u>	<u>74,857.16</u>	<u>129,822.00</u>	<u>232,490.57</u>	<u>296,293.18</u>
Fiscal Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Expenditures (\$)	<u>246,025.00</u>	<u>245,040.00</u>	<u>109,698.00</u>	<u>1,198,412.50</u>	<u>96,127.00</u>
242. TOTAL					<u>\$2,713,590.14</u>

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

$$\underline{6,407,759.93} \times .10 = \underline{640,775.99}$$

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

INDIRECT EQUIPMENT AND STORAGE EXPENSE
Activity 511

Account Number	Account Name	Amount Recorded
707	Wages - Shop and Garage	\$41,356.06
712-724	Fringe Benefits - Shop Employees	48,632.29
721	Drug Testing	4,003.53
728	Office Supplies - Shop	0.00
731	Janitor Supplies - Shop	9,862.75
733	Welding Supplies	6,379.42
734	Safety Supplies - Shop	8,850.56
736	Tire Shop Supplies	0.00
737	Shop Supplies	0.00
791	Equipment Material/Parts Inventory Adjustment	61,930.28
801	Contractual Services - Shop	0.00
805	Health Services	0.00
806	Laundry Services	1,879.10
807	Data Processing - Shop	0.00
810	Education Expense - Shop	0.00
850-859	Communications - Shop	6,545.92
861	Travel and Mileage - Shop Employees	0.00
862	Freight Costs	2,105.19
875	Insurance - Shop Buildings	457.00
876	Insurance - Boiler and Machine	15,102.20
878	Insurance - Fleet	95,470.00
883	Insurance - Underground Tank	0.00
921-923	Utilities - Shop and Storage Buildings	80,365.36
931	Buildings Repairs and Maintenance	294,958.06
932	Yard and Storage Repairs and Maintenance	2,675.10
933	Shop Equipment Repairs and Maintenance	6,078.67
934	Office Equipment Repairs and Maintenance	0.00
941	Equipment Rental - Shop Pickup/Wrecker	0.00
944-947	Underground Storage Tank Expense	22,836.73
956	Safety Expense - Shop	0.00
968	Depreciation - Shop Building	82,301.72
968	Depreciation - Storage Building	0.00
968	Depreciation - Shop Equipment	14,330.96
968	Depreciation - Stockroom Expense	0.00
707	Other:	15,224.87
	243. TOTAL	\$821,345.77

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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	\$210,661.63
709-714	Administrative Leave	0.00
724	Fringe Benefits	247,725.81
727	Postage	1,429.43
728	Office Supplies	7,810.17
730	Dues and Subscriptions	3,452.80
801	Contractual Services	5,278.00
803	Legal Services	231.86
804	Auditing and Accounting Services	6,124.50
807	Data Processing	0.00
810	Education	0.00
850-853	Communications	0.00
861	Travel and Mileage	1,319.56
862	Freight	6,309.83
873	Public Relations	0.00
874	Advertising	0.00
875	Insurance - Building and Contents	1,286.90
876	Insurance - Boiler and Machinery	0.00
877	Insurance - Bonds	0.00
880	Insurance - Umbrella	0.00
881	Insurance - Errors and Omissions	20,481.69
882	Insurance - General Liability	0.00
920-923	Utilities	1,830.84
931	Building Repair/Maintenance	2,128.50
934	Office Equipment Repair/Maintenance	7,536.12
942	Building Rental	0.00
955-956	Miscellaneous	1.43
966-967	Overhead	0.00
968	Depreciation - Buildings	5,498.64
968	Depreciation - Engineering Equipment	6,377.80
968	Depreciation - Office Equipment and Furniture	3,123.40
968	Other:	15,873.28
	244. TOTAL	\$554,482.19

Less: Credits to Administrative Expense

646	Handling Charges on Materials Sold	0.00
629	Overhead - State Trunkline Maintenance	(265,041.25)
691	Purchase Discounts	0.00
	Other:	0.00
	Total Credits to Administrative Expense	\$(265,041.25)
	245. Net Administrative Expense	\$289,440.94

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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;Sec 4&5	282,487.37	GravelSurfacing
		246. Total	
		<u>\$282,487.37</u>	

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

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

CONSTRUCTION / CAPACITY IMPROVEMENTS

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

	Primary System		Local System	
	*Unit	Expenditures	*Unit	Expenditures
ROADS				
251. Reconstruction	0.00 mi.	x \$0.00	0.00 mi.	\$0.00
252. Resurfacing	10.97 mi.	1,286,421.13	4.58 mi.	560,497.80
253. Gravel Surfacing	2.49 mi.	644,801.08	4.32 mi.	349,273.20
254. Paving Gravel Roads	0.00 mi.	0.00	3.85 mi.	332,506.79
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		1,931,222.21		1,242,277.79
BRIDGES				
261. Replacement	1.00 ea.	608,823.28	0.00 ea.	0.00
262. Recondition or Repair	0.00 ea.	0.00	0.00 ea.	873.97
263. Replace with Culvert	0.00 ea.	0.00	0.00 ea.	0.00
264. Bridge Subtotals		608,823.28		873.97
265. TOTAL PRESERVATION - STRUCT IMP		\$2,540,045.49		\$1,243,151.76

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

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

SCHEDULE OF TOWNSHIP MILEAGE AND POPULATION

Local Roads

Primary Roads

Township	Local Roads			Primary Roads			Population Outside Municipalities	Funds Received (\$)
	Miles Local (mi)	Miles Outside Urban (mi)	Funds Received (\$)	Miles Primary (mi)	Miles Outside Urban (mi)	Funds Received (\$)		
Bay Mills	63.16	0.00	143,941.64	22.62	0.00	46,981.74	1,477	23,927.4
Bruce	78.93	0.00	179,881.47	37.81	0.00	78,531.37	2,128	34,473.6
Chippewa	29.76	0.00	67,823.04	10.43	0.00	21,663.11	213	3,450.6
Dafter	45.45	0.00	103,580.55	23.53	0.00	48,871.81	1,263	20,460.6
Detour	26.71	0.00	60,872.09	8.50	0.00	17,654.50	807	13,073.4
Drummond Island	89.66	0.00	204,335.15	11.75	0.00	24,404.75	1,058	17,139.6
Hulbert	8.80	0.00	20,055.20	8.83	0.00	18,339.91	168	2,721.6
Kinross	78.24	18.59	215,154.34	32.21	10.25	188,782.92	7,561	122,488.2
Pickford	69.27	0.00	157,866.32	27.21	0.00	56,515.17	1,595	25,839.0
Raber	59.82	0.00	136,329.78	9.80	0.00	20,354.60	647	10,481.4
Rudyard	72.96	0.00	166,275.84	39.50	0.00	82,041.50	1,370	22,194.0
Soo	42.55	15.27	127,236.59	33.47	16.45	265,124.15	3,141	50,884.2
Sugar Island	29.08	0.00	66,273.32	38.84	0.00	80,670.68	652	10,562.4
Superior	71.01	0.00	161,831.79	16.29	0.00	33,834.33	1,337	21,659.4
Trout Lake	77.79	0.00	177,283.41	19.83	0.00	41,186.91	384	6,220.8
Whitefish	82.76	0.00	188,610.04	17.36	0.00	36,056.72	575	9,315.0
266. Totals	925.95	33.86	\$2,177,350.57	357.98	26.70	\$1,061,014.17	24,376	\$394,891.2

Local Road Rate Per Mile	2279	Primary Road Rate Per Mile	2077
Local Urban Road Rate Per Mile	1982	Primary Urban Road Rate Per Mile	11891
Population Rate Per Capita	16.2		

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

SCHEDULE OF TOWNSHIP EXPENDITURES AND CONTRIBUTIONS
Expenditures

Township	Construction/ Capacity Improvement (\$)	Preservation - Struct Improvement (\$)	Total (\$)	Township Contributions* (\$)
Bay Mills	0.00	13,287.00	13,287.00	29.84
Bruce	0.00	322,432.24	322,432.24	274,530.00
Chippewa				
Dafter	0.00	4,702.60	4,702.60	16,450.13
Detour	0.00	120,245.76	120,245.76	40,759.00
Drummond Island				
Hulbert	0.00	282,487.37	282,487.37	0.00
Kinross	0.00	150,839.60	150,839.60	33,969.50
Pickford	0.00	1,322,504.39	1,322,504.39	280,920.50
Raber	0.00	115,543.92	115,543.92	91,271.20
Rudyard	0.00	325,622.34	325,622.34	145,590.00
Soo	0.00	503,921.94	503,921.94	227,947.00
Sugar Island	0.00	9,018.27	9,018.27	108,483.00
Superior	0.00	2,894.57	2,894.57	0.00
Trout Lake				
Whitefish	0.00	0.00	0.00	93.92
267. Totals	\$0.00	\$3,173,500.00	\$3,173,500.00	\$1,220,044.09

*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, 2017

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		\$ 13,287.00	\$ 165,223.25	\$ 111,648.10	\$ 290,158.35	\$ 29.84	\$ 23,927.00	\$ 23,956.84
BRUCE		322,432.24	234,608.51	152,343.27	709,384.02	274,530.00	\$ 34,474.00	\$ 309,004.00
CHIPPEWA			41,826.98	40,418.63	82,245.61	-	\$ 3,451.00	\$ 3,451.00
DAFTER		4,702.60	170,619.92	164,985.51	340,308.03	16,450.13	\$ 20,461.00	\$ 36,911.13
DETOUR		120,245.76	39,032.81	60,844.33	220,122.90	40,759.00	\$ 13,073.00	\$ 53,832.00
DRUMMOND ISL.			106,685.44	126,908.68	233,594.12	-	\$ 17,140.00	\$ 17,140.00
HULBERT		282,487.37	41,049.71	34,434.46	357,971.54	-	\$ 2,722.00	\$ 2,722.00
KINROSS		150,839.60	155,715.78	139,459.30	446,014.68	33,969.50	\$ 122,488.00	\$ 156,457.50
PICKFORD		1,322,504.39	130,150.22	256,519.08	1,709,173.69	280,920.50	\$ 25,839.00	\$ 306,759.50
RABER		115,543.92	99,770.41	122,150.18	337,464.51	91,271.20	\$ 10,481.00	\$ 101,752.20
RUDYARD		325,622.34	198,313.08	344,375.31	868,310.73	145,590.00	\$ 22,194.00	\$ 167,784.00
SOO		503,921.94	424,608.84	92,700.64	1,021,231.42	227,947.00	\$ 50,884.00	\$ 278,831.00
SUGAR ISL.		9,018.27	111,760.77	216,196.21	336,975.25	108,483.00	\$ 10,562.00	\$ 119,045.00
SUPERIOR		2,894.57	76,355.51	144,264.54	223,514.62	-	\$ 21,659.00	\$ 21,659.00
TROUT LAKE		-	108,612.50	51,662.61	160,275.11	-	\$ 6,221.00	\$ 6,221.00
WHITEFISH		-	152,445.17	127,774.98	280,220.15	93.92	\$ 9,315.00	\$ 9,408.92
TOTALS	\$ -	\$ 3,173,500.00	\$ 2,256,778.90	\$ 2,186,685.83	\$ 7,616,964.73	\$ 1,220,044.09	\$ 394,891.00	\$ 1,614,935.09

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

ASSET MANAGEMENT
Projects Completed During the County Fiscal Year

Work Type: Bit Resurf & Drainage Imprv

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
Riverside Drive	934,116.55	09/29/2017	Asphalt
5 Mile Road Resurface	372,999.05	09/29/2017	Asphalt

Work Type: Bituminous Overlay (< 40mm)

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
Scenic Drive Repaving	322,432.24	08/31/2017	Asphalt
White Road Resurface	147,104.46	09/29/2017	Asphalt

Work Type: Bituminous Resurfacing

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
Curtis Rd Repave	61,248.36	10/02/2017	Asphalt

Work Type: Gravel Resurface

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
Spring Bay Rd	120,245.76	09/15/2017	Gravel
N Hulbert Rd	282,487.37	08/31/2017	Gravel
Point Aux Frenes Rd	115,543.92	09/29/2017	Gravel
Hewer	139,435.44	10/02/2017	Gravel
Lockhart Rd Lift	89,591.24	09/29/2017	Gravel
Praire Rd Grade Lift	242,067.95	10/02/2017	Gravel

Work Type: Minor Rehabilitation

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
Causeway Culvert	192,595.98	10/02/2017	Asphalt

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

Work Type: Paving Gravel

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
Bay Road Paving	84,428.36	09/29/2017	Asphalt
Libby Road Paving	96,346.50	10/02/2017	Asphalt
Hanna Rd Paving	152,605.90	09/29/2017	Asphalt

Work Type: Restoration of drainage for pavement

<u>Project ID/Name</u>	<u>Total Project Cost</u>	<u>Date Open to Traffic</u>	<u>Pavement Type</u>
12 Mile Gravel	4,702.60	10/02/2017	Gravel

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

Sub Ledger Report

Line: 3 Sundry Accounts Receivable

Account	Description	Amount (\$)
040-40	Due From Superior Watershed	75,000.00
Various	Misc Receivables	6,554.98

Line: 9 Other (Identify)

Account	Description	Amount (\$)
020	Deferred Revenue - Prop Taxes	826,484.21
123.02	Other Prepaid Expenses	12,271.71

Line: 18 Other (Identify)

Account	Description	Amount (\$)
228.01	Due To State	4,314.78
228.02	Due To State Maint Dept	1,622.25

Line: 49 Specify - County

Account	Description	Amount (\$)
451	Permit Fees	1,700.00

Line: 55 FS-Other - Local

Account	Description	Amount (\$)
510.06	USDA Discretionary Grant	0.00

Line: 55 FS-Other - Primary

Account	Description	Amount (\$)
510.03	Hazard/Safety Funds	0.00
525.01	NOAA Grant	174,383.80

Line: 70 EDF-Other - Local

Account	Description	Amount (\$)
560.01	General Fund Approp.	0.00

Line: 75 CFL-Other - County

Account	Description	Amount (\$)
584	Other Gov't Contributions	3,303.60

Line: 90 Other2 Other - County

Account	Description	Amount (\$)
696	Insurance Recoveries	21,051.00

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

Line: 143 Other - Primary

Account	Description	Amount (\$)
510	Equipment Rental	27,234.15
510	Inventory Parts	192,377.73
510	Vendor Purchases	335,713.07
510.0689	Insurance Repairs	(14,514.00)
510.0695	Insurance Repairs	(3,038.10)

Line: 156 All Other Charges - County

Account	Description	Amount (\$)
510	Direct Expense	0.00
511	Indirect Expense	0.00
514	Other Distributive	0.00
515	Admin Expense	0.00
900	Capital Outlay	0.00

Line: 177 Other - Total Labor Charge

Account	Description	Amount (\$)
081	Due from other gov't units	0.00
518	State Trunkline non-maint.	6,139.26

Line: 181 Total Fringe Benefits - Other

Account	Description	Amount (\$)
720	MESC	33,304.53
722	CDL	3,570.00
724	Fringe Cost Recovery	0.00
734.01	Safety shoe/eye glasses	8,839.00
734.02	Other safety supplies	0.00
801.02	Professional Services	1,770.00

Line: 182 Less Benefits Recovered - Other

Account	Description	Amount (\$)
720	MESC	(5,773.93)
734.01	Safety Shoes/Eye Glasses	(3,143.17)

Line: 195 Expenses Distributed - Other

Account	Description	Amount (\$)
704.01	Meetings	15,450.42
705	Oth Eng / Bridge Insp	82,796.17
705.01	DEQ SESC Costs	39,322.41
729	Surveyor Supplies	2,845.32
734	Road Safety Supplies	3,857.22
734.03	Safety Meetings	29,314.23
761	Scrn Sand/Gravel	100,433.07
771	Erosion Control Supplies	4,899.44
801	Contractual Charges	0.00
810	Employee Training	8,279.04

Year Ended - 2017

Start: 01/01/2017 End: 12/31/2017

826	Grass/Weed Control	7,702.50
862	Freight Charges	142.95
921.03	Power M28 Salt Shed	326.78
932.03	Soo Salt Shed	180.00
932.26	Eckerman Sand Shed	142.60
933.02	Sign Shop Supplies	11,301.77
957	Gravel Pit Maint	29,933.23
968.01	Bldg Depr - Other	1,805.28
968.02	Salt Shed Depr.	15,939.31

Line: 209 Other - MDOT Other

Account	Description	Amount (\$)
518	Vendor Payments	0.00

Line: 209 Other - Trunkline Maintenance

Account	Description	Amount (\$)
195	Trunkline Liability	(37,256.00)
517	Vendor Payments	151,452.90

Line: 242 Expenditure10

Account	Description	Amount (\$)
489.12	5 Mile Rd & White Rd	96,127.00

Line: 243 707 Other

Account	Description	Amount (\$)
936	Small Tools	15,224.87

Line: 244 244 Other

Account	Description	Amount (\$)
739	County Map Sales	(23.00)
808	Association Services	15,896.28

Line: 245 245 Other

Account	Description	Amount (\$)
630	All Other Services	0.00