

CHARTER TOWNSHIP OF CANTON, MICHIGAN

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT



FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

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For Charter Township of Canton Wayne County, Michigan

Comprehensive Annual Financial Report with Supplemental Information For the Fiscal Year Ended December 31, 2010

Supervisor

Philip J. LaJoy

Clerk

Terry Bennett

Treasurer

Melissa McLaughlin

Trustees

John Anthony

Todd Caccamo

Syed S. Taj

Pat Williams

Finance Director

Richard A. Eva, Jr.

Prepared by the Finance Department

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Charter Township of Canton

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June 14, 2011

GENERAL OFFICES

1150 Canton Center S
Canton, MI 48188-1699
734/394-5100
734/394-5128 FAX

Philip J. LaJoy
Supervisor
394-5185
394-5234 FAX

Terry G. Bennett
Clerk
394-5120
394-5128 FAX

Melissa McLaughlin
Treasurer
394-5130
394-5139 FAX

John Anthony
Todd Caccamo
Syed S. Taj
Pat Williams
Trustees

To the Board of Trustees and Citizens of the
Charter Township of Canton
Wayne County, Michigan

State law requires that the Township publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This letter serves to formally transmit to the Board and the Township Citizens the Comprehensive Annual Financial Report for the 2010 fiscal year within the required time line.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The Township has engaged Plante & Moran, PLLC to audit the financial records of the Township. They have issued an unqualified (“clean”) opinion on the Charter Township of Canton’s Financial Statements for the year ending December 31, 2010. This Independent Auditor’s Report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the Independent Auditor’s Report and should be read in conjunction with it. The MD&A provides a narrative, introduction, overview and analysis of the basic financial statements.

Profile of the Government

Canton Township was established on March 7, 1834 and was incorporated as a Charter Township on July 25, 1961. The Township is located in the southeastern part of the state in Wayne County and is approximately 13 miles west of Detroit and is approximately 15 miles east of Ann Arbor. Canton Township encompasses 36.12 square miles and serves a population of 90,173 based on the 2010 Census.

The Charter Township of Canton is empowered to levy a property tax on both real and personal property located within its boundaries.

The Township is governed by a Board of Trustees composed of seven members who are elected for four year terms on an at-large partisan basis. The Board is composed of a Supervisor, Clerk, Treasurer, which are all full-time elected officials and four part-time Trustees. The Supervisor is the Chief Administrative and Executive Officer of the Township. The Board is vested with all legislative powers except those otherwise provided by law.

Canton Township provides a full range of services, including police and fire protection, recreational and cultural activities, sanitation and water and sewer activities.

The Township has two component units, one being the Charter Township of Canton Building Authority, whose activities are reported as if they were part of the primary government, although they are legally separate. The second, the Downtown Development Authority (DDA) also legally separate, is presented separately in the statements. Additional information regarding these component units can be found in the notes to the financial statements (See Note #1).

The Township also participates in two joint ventures, Western Township Utilities Authority (WTUA) and the 35th District Court System. Canton Township's participation in these joint ventures is recognized in the financial statements of the Township. Additional information regarding these joint ventures can be found in the notes to the financial statements (See Note #13).

The Board of Trustees is required to adopt a final budget by no later than December 31st each year. The annual budget is adopted on a fund basis. The Charter Township Supervisor is authorized to transfer budgeted amounts within budgetary centers (activity); however, any revisions that alter the total expenditures of any budgetary center (activity) must be approved by the Board.

Local Economy

Unemployment in the Township remained relatively low at 3.7% for December, 2010 compared to 12.1% in the county and 11.1% in the state. Employment levels are expected to remain stable over the next year.

The Township has established an Economic Development Department to assist the community in attracting and retaining business

Many new commercial and industrial projects were completed in 2010. Projects completed included: Wal-Mart Super Center (Michigan Avenue), Summer Commerce Center – Phase 2 (Red Olive, DQ and Ashoka Salon), National Heritage Academy School (Denton Road), Jarbou Commercial Center (Just Baked, Olga's Kitchen).

In addition, there were several reoccupancies during 2010 including: DSW Shoe Warehouse, Los Tres Amigo's, Hayden's Bar and Grill, Ichiban Japanese Steak House, Michigan Institute of Aviation (MIAT), W.F. Whelan Logistics, Enovate, Sweet Bikes, Ray's Squeeze In, Blue Line Food Services.

There were 47 single family residential home permits issued during the year. The total permit activity increased from 5,654 (2009) to 6,449 (2010) which represents a 14% increase.

Long-term Financial Planning

Unreserved, undesignated fund balance in the general fund (22.5% of total general fund expenditures) meets management's guidelines of 15% minimum for budgeting and planning purposes. A formal policy will be submitted for approval to the Canton Township Board of Trustees during the 2012/2013 budget process.

Police and Fire are not included in the activity of the General Fund but are shown as special revenue funds as they each have a dedicated millage. Fund balances for the two funds are; Police (4.5% of total expenditures) and Fire (17.3% of total expenditures). The Township Board of Trustees approved a tax (millage) increase for both the Police and Fire funds in 2010 which will reverse the use of fund balance in 2011.

As part of the Townships long-term financial planning, the Township moved to a multi-year budget process. This process was initiated in 2010 for the budgets of 2011 and 2012.

Award and Acknowledgements

The Government Finance Officers Association (GFOA) awarded the Certificate of Achievement for Excellence in financial reporting to the Charter Township of Canton for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2010. This was the 18th consecutive year the Charter Township received this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

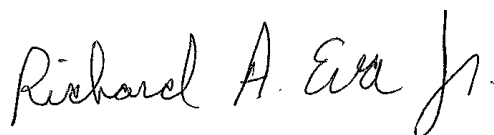
A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated service of the staff of the Finance Department. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. We would also like to thank the Board of Trustees for their support for maintaining the highest standards of professionalism in the management of the Charter Township of Canton's finances.

Sincerely,



Philip J. LaJoy
Canton Supervisor



Richard A. Eva, Jr.
Director of Finance and Budget

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Charter Township of Canton
Michigan

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

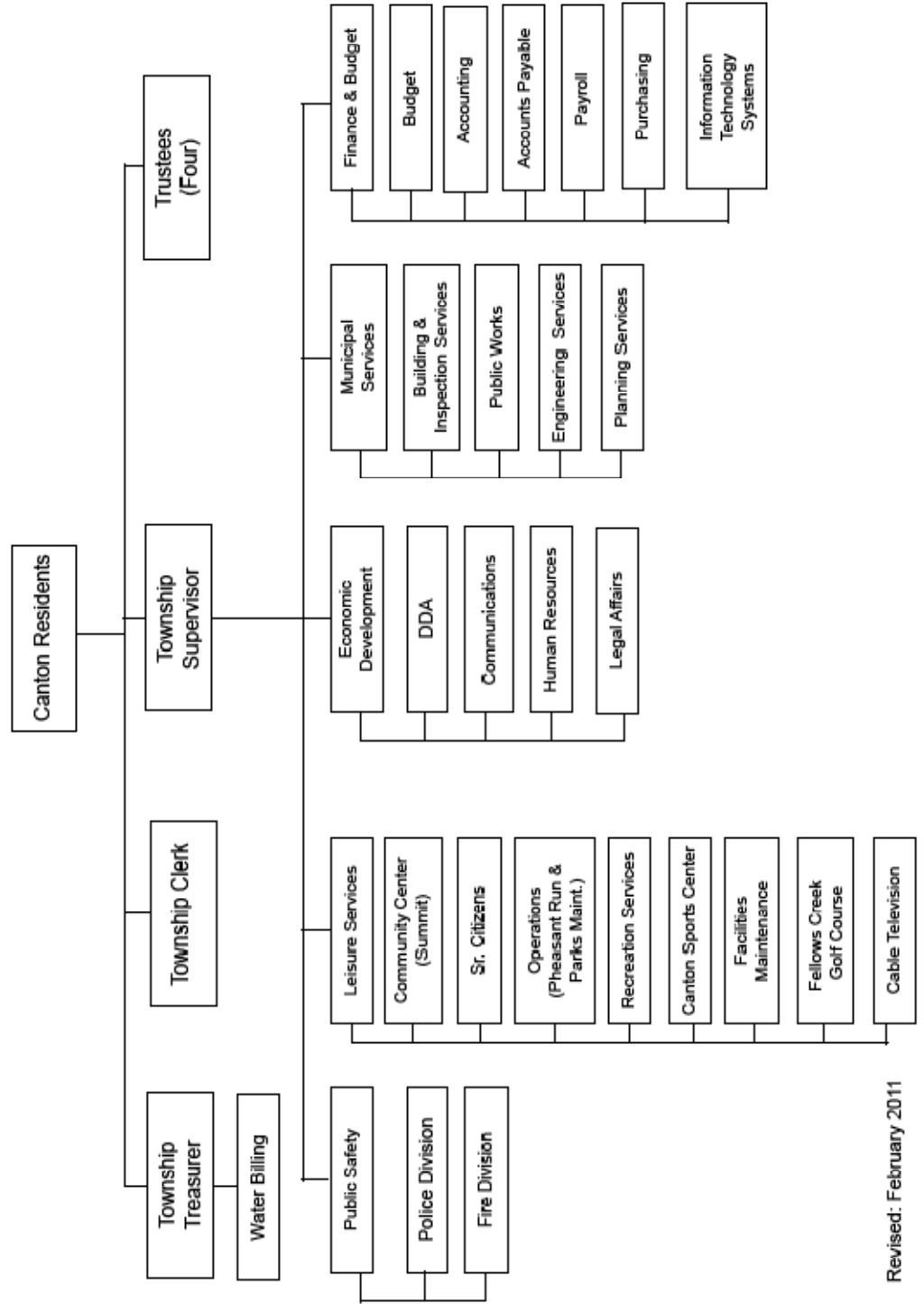
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

CHARTER TOWNSHIP OF CANTON



Revised: February 2011

Charter Township of Canton

List of Principal Officials as of December 31, 2010

Supervisor's Office

Supervisor
Human Resources Manager
Legal and Contract Administration Manager

Philip J. Lajoy
David Medley
Audrey Robinson

Clerk's Office

Clerk
Deputy Clerk

Terry G. Bennett
Mike Sheppard

Treasurer's Office

Treasurer
Assistant Treasurer

Melissa McLaughlin
Bruce Malinczak

Finance and Budget Division

Director
Accounting Manager
Budget, Benefits and Internal Audit Manager
Information Technology Manager

Richard A. Eva, Jr.
Britt Winter
Carolyn Cox
John Spencer

Municipal Services Department

Director
Building Official
Township Engineer
Community Planner

Timothy Faas
John Weyer
Thomas Casari
Jeffrey Goulet

Leisure Services Department

Director
Chief of Parks

Debra Bilbrey-Honsowetz
Brad Sharp

Public Safety Department

Director
Deputy Chief
Fire Chief

Patrick Nemecek
Robert Kerr
Tim Dunn

Charter Township of Canton

Labor Agreements as of December 31, 2010

<u>Bargaining Unit</u>	<u>Expiration Date</u>	<u>Number of Employees</u>
Police:		
Deputy chiefs	12/31/12	1
Sergeants and lieutenants	12/31/12	17
Police Officers Association of Michigan - Represents police officers and dispatchers	06/30/11	82
International Association of Firefighters - Represents firefighters	06/30/11	59
Technical, Professional, and Officeworkers Association of Michigan - Represents clerical employees	12/31/11	59
American Federation of State, County, and Municipal Employees - Represents public works employees, facilities maintenance employees, building inspectors, and ordinance officers	03/31/12	<u>66</u>
Total		<u><u>284</u></u>

Charter Township of Canton

Summary of Personnel - Budgeted Positions As of December 31, 2010

	<u>Full-time</u>	<u>Part-time</u>
Supervisor:		
Supervisor's Office	4	-
Economic Development	1	-
Cable Television	3	3
Human Resources	5	1
Downtown Development	2	-
Clerk's Office	6	-
Treasurer:		
Treasurer's Office	6	-
Utility Billing	4	-
Public Safety:		
Fire and Emergency Management	72	-
Police	115	-
Finance and Budget:		
Finance and Budget	11	-
Information Technology Systems	7	-
Municipal Services:		
Director's Office	3	-
Building and Inspection Services	11	-
Engineering Services	13	-
Fleet Maintenance	7	-
Planning Services	6	-
Public Works	29	-
Stormwater Drains	3	-
Leisure Services:		
Director's Offices	7	-
Facilities Maintenance	11	-
Parks Division	12	-
Summit Community Center	9	-
Pheasant Run Golf Course	2	1
Parks and Recreation	8	-
Softball Center	2	-
Senior Citizen Programs	1	3
Performing Arts	3	1
	<u>363</u>	<u>9</u>
Total budgeted employees		

Charter Township of Canton

Fund Organization Chart

Fund Name	Fund Number
Governmental Funds	
General Fund	101
Special Revenue Funds	
Fire	206
Police	207
Community Center	208
Street Lighting	219
Cable TV	230
Public Improvement	245
Community Improvement	246
911 Service	261
Special Investigation	266, 267, & 289
Community Development Block Grant (CDBG)	274
Energy Grant Fund	275
Neighborhood Stabilization	276
Debt Service Funds	
Special Assessment Debt Service	852
Building Authority	369
Capital Projects Funds	
Capital Projects- Road	403
Proprietary Funds	
Enterprise Funds	
Water and Sewer	592 & 402
Golf Course	584 & 469
Internal Service Fund	
Fleet Maintenance	661
Fiduciary Funds	
Trust and Agency Funds	
Tax Collections	703
Other Agency	701
Construction Escrow	702
Postemployment Benefits	736

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Independent Auditor's Report

To the Township Board
Charter Township of Canton

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Charter Township of Canton as of and for the year ended December 31, 2010, which collectively comprise the Charter Township of Canton's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Charter Township of Canton's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Charter Township of Canton as of December 31, 2010 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

To the Township Board
Charter Township of Canton

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter Township of Canton's basic financial statements. The management's discussion and analysis and the budgetary comparison schedules, as identified in the table of contents, are not a required part of the basic financial statements but are supplemental information required by the Governmental Accounting Standards Board. The introductory section, other supplemental information, and statistical section, as identified in the table of contents, are presented for the purpose of additional analysis and are not a required part of the basic financial statements. The budgetary comparison schedules, combining balance sheet, and combining statements of revenue, expenditures, and changes in fund balance have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. We have applied certain limited procedures to the management's discussion and analysis, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it. The introductory section and statistical section have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2011 on our consideration of the Charter Township of Canton's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Plante & Moran, PLLC

June 3, 2011

Charter Township of Canton

Management's Discussion and Analysis

As management of the Charter Township of Canton, we offer readers of these financial statements this narrative overview and analysis of the financial activity of the Charter Township of Canton for the fiscal year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iii of this report.

Financial Highlights

- The assets of the Charter Township of Canton exceed its liabilities at the close of the most recent fiscal year by \$214,305,139 (net assets). Of this amount; \$38,636,465 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets decreased by \$1,462,104. This decrease is attributable to the results from operations which saw a \$2.4 million dollar decrease in tax revenues.
- As of the close of the current fiscal year, the Charter Township of Canton's governmental funds reported combined ending fund balances of \$14,049,079 a decrease of \$6,354,206. Approximately 38 percent of this total was due to the decline in tax revenue. Expenditures decreased by 0.6 percent. \$12,186,175 of the fund balance is available for spending at the government's discretion (unreserved, undesignated fund balance).
- At the close of the current fiscal year, unreserved, undesignated fund balance for the General Fund was \$5,361,889 or 23.2 percent of total General Fund expenditures.
- At the close of the current fiscal year, unreserved, undesignated fund balance for the Fire Fund was \$1,844,125 or 17.3 percent of total Fire Fund expenditures.
- At the end of the current fiscal year unreserved, undesignated fund balance for the Police Fund was \$714,682 or 4.5 percent of total Police Fund expenditures.
- The Charter Township of Canton's total debt decreased by \$3,985,954. This was due to no new debt being issued and from principal payments made.

Overview of the Financial Statements

Canton's 2010 Comprehensive Annual Financial Report (CAFR) is presented in conformity with the requirements of GASB 34. This annual report consists of five parts - management's discussion and analysis, the basic financial statements, required supplementary information, other supplemental information, which presents combining statements for nonmajor governmental funds and fiduciary funds, and a statistical section. The basic financial statements include two sets of statements, each present a different view of the Charter Township, along with the notes to the financial statements. The first set of statements is the government-wide financial statements that provide both long-term and short-term information about the Charter Township's overall financial status. The second set of statements is fund financial statements that focus on individual parts of the Charter Township's government, reporting the Charter Township's operations in more detail than the government-wide statements.

Charter Township of Canton

Management's Discussion and Analysis

The management's discussion and analysis is intended to serve as an introduction to the Charter Township of Canton's basic financial statements. The basic financial statements are comprised of three components: 1) governmental-wide financial statements, 2) fund financial statements, and, 3) notes to the financial statements.

Government-wide financial statements. The government-wide financial statements are designed to report financial information about the Charter Township as a whole using accounting methods similar to those used by private-sector companies.

The statement of net assets includes all of the government's assets and liabilities. The difference between the assets and liabilities is reported as net assets and over time, changes in the net assets can be a useful indicator of the fiscal health of the Township.

All of the current year's revenues and expenses are reported in the statement of activities. This statement presents information showing how the government's net assets changed during the year. All changes in net assets are reported as soon as the underlying event giving rise to the changes occurs regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow in future fiscal periods.

The government-wide financial statements of the Charter Township are divided into three categories:

- **Governmental Activities.** Most of the Charter Township's basic services are included here, such as the police, fire, public works, leisure services, and general administration. Property taxes, state-shared revenue, charges for services, and two special operating millages provide most of the funding.
- **Business-type Activities.** The Charter Township charges fees to customers to help it cover the costs of certain services it provides. The Charter Township's water and sewer system and golf operations are treated as business-type activities.
- **Component Units.** The Charter Township includes one other entity in its report, the Canton Downtown Development Authority. Although legally separate, this "component unit" is important because the Charter Township is financially accountable for them, including debt, which was issued on behalf of the authorities by the Charter Township.

The government-wide financial statements can be found on pages 15-17 of this report.

Fund financial statements. The fund financial statements provide more detailed information about the Charter Township's most significant funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required by State laws or bond covenants. Others are established by the Charter Township to control and manage money for particular purposes. All of the funds of the Charter Township can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Charter Township of Canton

Management's Discussion and Analysis

Governmental funds. Governmental funds are used to account for essentially the same functions as reported in the governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirement.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Charter Township of Canton maintains sixteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Police and Fire funds all of which are considered to be major funds. Data for the other thirteen governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combined statements elsewhere in the report.

The Charter Township of Canton adopts an annual budget for the general fund, special revenue funds, debt service funds and capital project funds except that fund balance appropriation, proceeds from the sale of capital assets, and transfers are budgeted as either revenues or expenditures to balance the budget. A budgetary comparison statement has been provided for each fund.

The basic governmental fund financial statements can be found on pages 18-21 of this report.

Proprietary funds. The Charter Township of Canton maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the governmental-wide financial statements. Enterprise funds are used to account for the operations of its Water and Sewer and its Golf Course funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Charter Township's various functions. The Charter Township of Canton uses an internal service fund to account for the activity of the fleet maintenance functions.

The basic Proprietary fund financial statements can be found on pages 22-24 of this report.

Charter Township of Canton

Management's Discussion and Analysis

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Charter Township of Canton's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 25-26 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27-54 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Charter Township of Canton's major fund's budgetary comparisons. Required supplementary information can be found on page 55-60 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the Charter Township of Canton, assets exceeded liabilities by \$214,305,139 at the close of the 2010 fiscal year.

By far, the largest portion of the Charter Township of Canton's net assets (69 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The Charter Township of Canton uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending although investments in capital assets reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the net assets (13 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$38,636,465) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's net assets were decreased by \$1,462,104, during the current fiscal year. This decrease is attributable to the results from operations which saw a \$2.4 million dollar decrease in property tax revenues.

Charter Township of Canton

Management's Discussion and Analysis

Charter Township of Canton's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2010	2009*	2010	2009*	2010	2009*
Assets						
Current and other assets	\$ 56,443,943	\$ 61,172,273	\$ 34,552,797	\$ 35,904,087	\$ 90,996,740	\$ 97,076,360
Noncurrent assets	4,093,724	4,404,340	-	-	4,093,724	4,404,340
Investment in joint venture	1,977,429	1,857,798	68,264,357	63,131,797	70,241,786	64,989,595
Capital assets	<u>84,718,891</u>	<u>83,120,273</u>	<u>95,224,749</u>	<u>96,127,458</u>	<u>179,943,640</u>	<u>179,247,731</u>
Total assets	147,233,987	150,554,684	198,041,903	195,163,342	345,275,890	345,718,026
Liabilities						
Current liabilities	37,979,093	35,216,102	4,283,598	4,491,136	42,262,691	39,707,238
Long-term liabilities	<u>40,383,123</u>	<u>41,000,780</u>	<u>48,324,937</u>	<u>49,242,765</u>	<u>88,708,060</u>	<u>90,243,545</u>
Total liabilities	<u>78,362,216</u>	<u>76,216,882</u>	<u>52,608,535</u>	<u>53,733,901</u>	<u>130,970,751</u>	<u>129,950,783</u>
Net Assets						
Invested in capital assets -						
Net of related debt	58,824,432	54,914,974	89,157,966	88,447,727	147,982,398	143,362,701
Restricted:						
Police and fire	2,561,527	5,704,102	-	-	2,561,527	5,704,102
Street lighting	72,557	88,138	-	-	72,557	88,138
911 activities	2,024,530	2,268,606	-	-	2,024,530	2,268,606
Special Investigation	853,500	1,175,475	-	-	853,500	1,175,475
Inventories	1,233,058	-	-	-	1,233,058	-
Debt service	4,161,189	4,055,841	-	-	4,161,189	4,055,841
WTUA capital projects	-	-	16,779,915	18,055,888	16,779,915	18,055,888
Unrestricted	<u>(859,022)</u>	<u>6,130,666</u>	<u>39,495,487</u>	<u>34,925,826</u>	<u>38,636,465</u>	<u>41,056,492</u>
Total net assets	<u>\$68,871,771</u>	<u>\$74,337,802</u>	<u>\$145,433,368</u>	<u>\$141,429,441</u>	<u>\$214,305,139</u>	<u>\$215,767,243</u>

*Restated for comparability.

Governmental Activities. Governmental activities decreased by \$5,466,031, the net assets of the Charter Township of Canton. Key elements in this decrease are as follows:

- Property taxes saw a decrease of \$2.4 million, a 7.4 percent decrease from last year, due to the continued downturn in the economy.
- Investment income decreased by \$0.2 million due to declining cash to invest as reserves are depleted and based on lower investment rates.
- The Township realized a \$0.3 million net loss on the default of a land contract. The property has reverted back to the Charter Township of Canton and can be sold at a future date.
- Grants and contributions increased by \$1.7 million due to the Township's aggressive efforts to take advantage of available grant opportunities.

Charter Township of Canton

Management's Discussion and Analysis

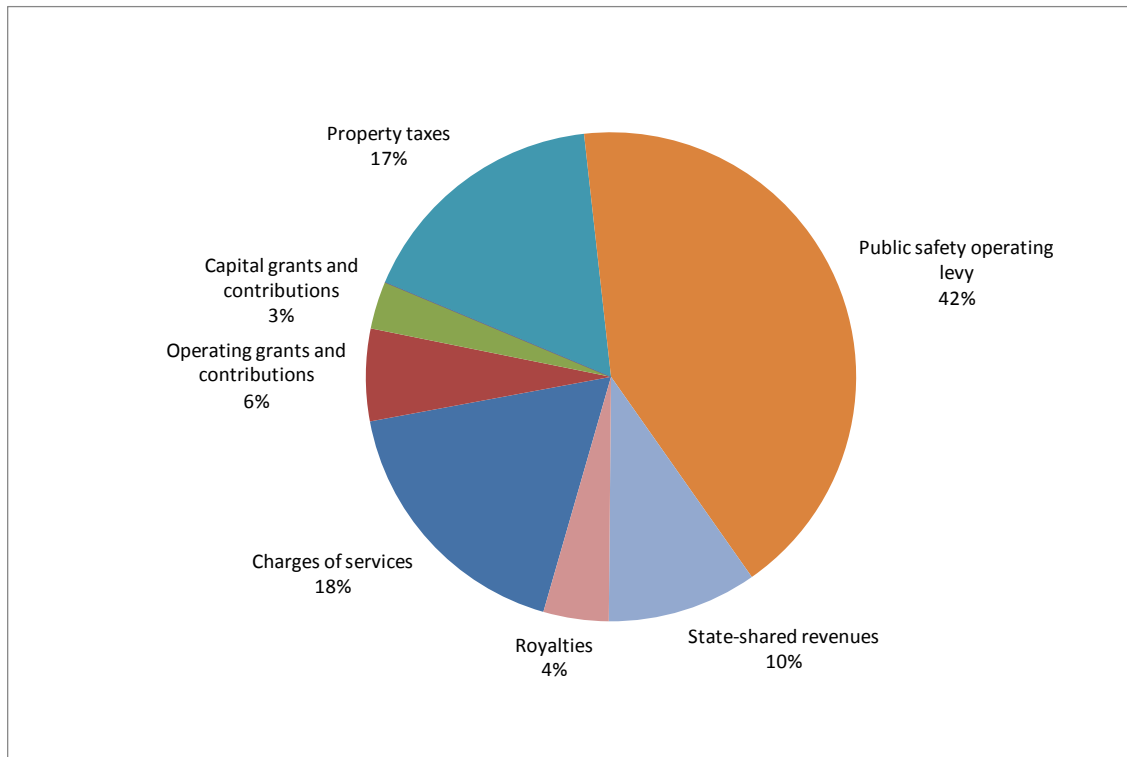
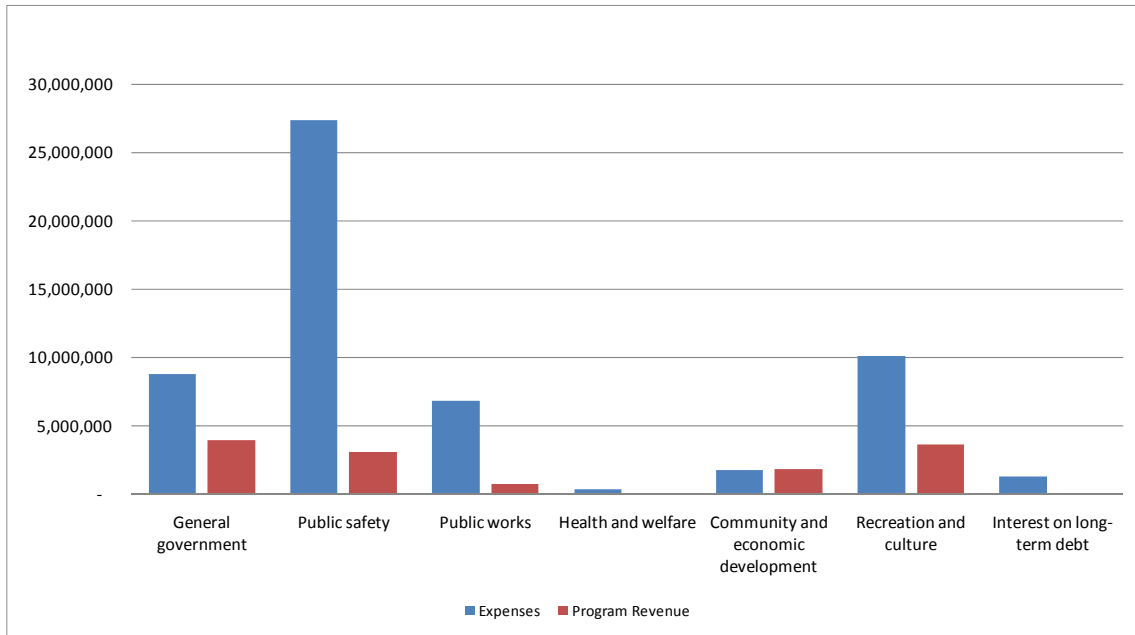
Charter Township of Canton's Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2010	2009*	2010	2009	2010	2009
Revenue						
Program revenue:						
Charges for services	\$ 8,826,174	\$ 8,676,912	\$ 30,962,733	\$ 27,220,395	\$ 39,788,907	\$ 35,897,307
Operating grants and contributions	3,053,617	2,480,678	2,329	17,698	3,055,946	2,498,376
Capital grants and contributions	1,575,888	488,857	501,550	-	2,077,438	488,857
General revenue:						
Property taxes	8,461,037	10,139,914	-	-	8,461,037	10,139,914
Public safety operating levy	21,033,514	21,717,029	-	-	21,033,514	21,717,029
State-shared revenue	4,941,182	5,045,295	-	-	4,941,182	5,045,295
Franchise fees and royalties	2,154,437	2,194,569	-	-	2,154,437	2,194,569
Investment earnings	538,493	723,406	146,306	563,987	684,799	1,287,393
Miscellaneous	380,002	1,325,182	184,258	156,098	564,260	1,481,280
Total revenue	50,964,344	52,791,842	31,797,176	27,958,178	82,761,520	80,750,020
Program Expenses						
General government	8,798,543	8,803,717	-	-	8,798,543	8,803,717
Public safety	27,379,218	28,220,711	-	-	27,379,218	28,220,711
Public works	6,847,169	8,126,977	-	-	6,847,169	8,126,977
Health and welfare	390,000	410,703	-	-	390,000	410,703
Community and economic development	1,786,279	1,752,539	-	-	1,786,279	1,752,539
Recreation and culture	10,103,016	9,635,079	-	-	10,103,016	9,635,079
Interest on long-term debt	1,297,659	1,315,953	-	-	1,297,659	1,315,953
Water and sewer	-	-	25,795,038	26,048,538	25,795,038	26,048,538
Golf course	-	-	1,826,702	1,958,461	1,826,702	1,958,461
Total program expenses	56,601,884	58,265,679	27,621,740	28,006,999	84,223,624	86,272,678
Excess of Revenue Over (Under)						
Expenses - Before transfers	(5,637,540)	(5,473,837)	4,175,436	(48,821)	(1,462,104)	(5,522,658)
Transfers	171,509	(974,256)	(171,509)	974,256	-	-
Change in Net Assets	(5,466,031)	(6,448,093)	4,003,927	925,435	(1,462,104)	(5,522,658)
Net Assets - Beginning of year	74,337,802	80,785,895	141,429,441	140,504,006	215,767,243	221,289,901
Net Assets - End of year	\$ 68,871,771	\$ 74,337,802	\$ 145,433,368	\$ 141,429,441	\$ 214,305,139	\$ 215,767,243

- Total expenses decreased by \$1.7 million as management reacted to the downturn in the economy.
- The decrease in net assets is \$1.0 million less than the decrease in 2009. Management has taken steps for the 2011 and 2012 budget years to reverse this downward trend by increased tax rates and with further reduction of expenses including employee wage and benefit concessions.

Charter Township of Canton

Management's Discussion and Analysis

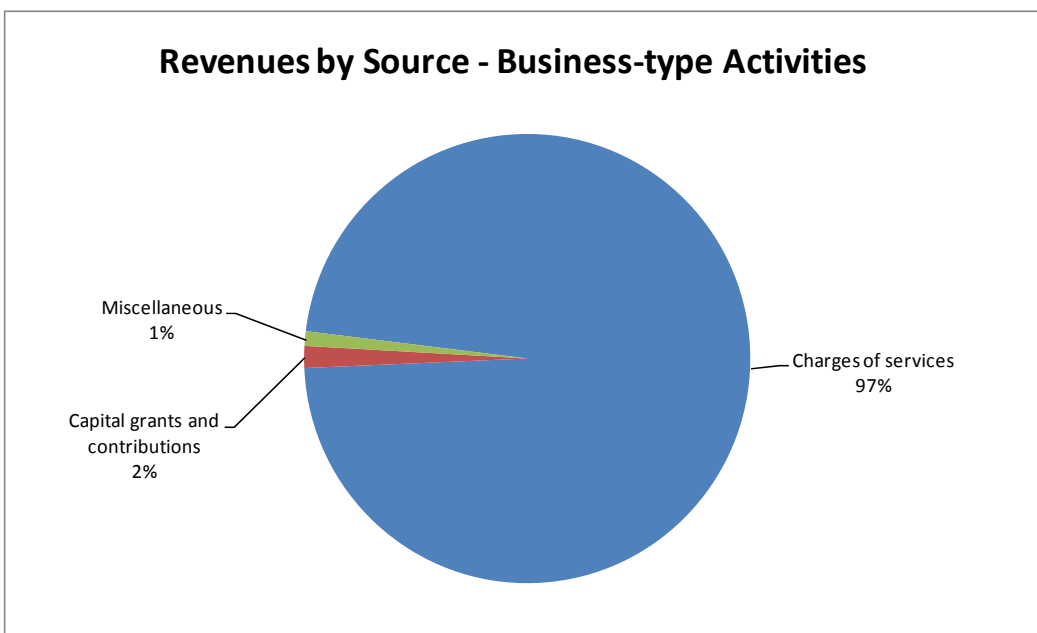
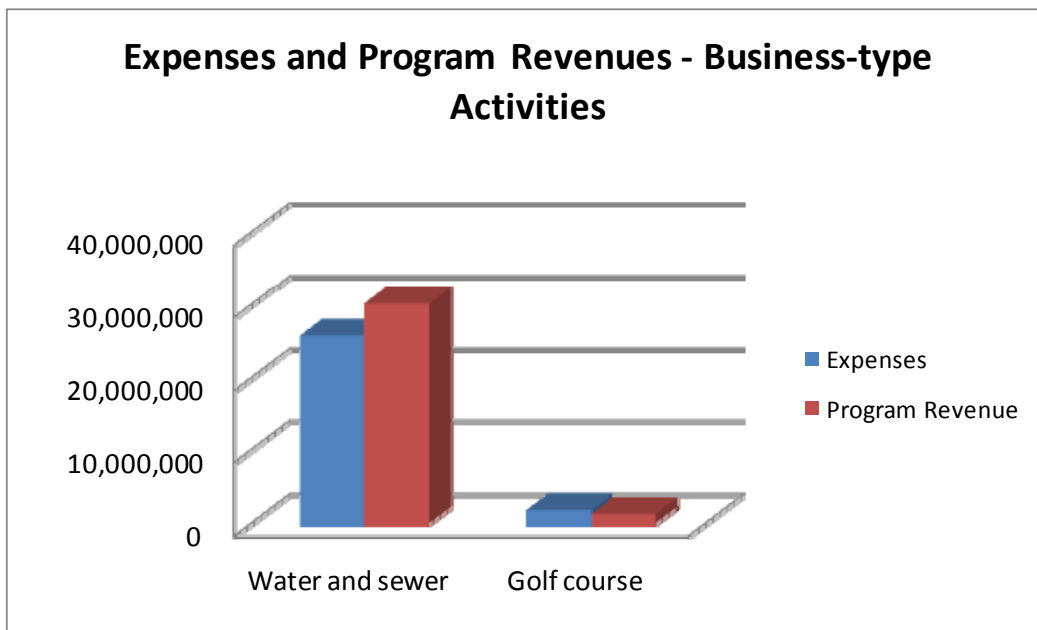


Charter Township of Canton

Management's Discussion and Analysis

Business-type Activities. Business-type activities increased the Charter Township of Canton's net assets by \$4,003,927. Key elements in this increase are as follows:

- Charges for services increased by \$3.7 million due to increased Water and Sewer rates accounting for 93.5 percent of the increase.
- Capital grants and contributions increased by \$0.5 million.
- Investment earnings decreased by \$0.4 million due to declining investment rates.



Charter Township of Canton

Management's Discussion and Analysis

Financial analysis of the Government's Funds

As noted earlier, the Charter Township of Canton uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the year, the Charter Township's governmental funds reported combined ending fund balances of \$14,049,079 a decrease of \$6,354,206 in comparison with the prior year. Approximately 87 percent of this total amount (\$12,186,175) constitutes unreserved, undesignated fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved or designated to indicate that it is not available for new spending because it has already been committed to cover expenses in future years.

The General Fund is the chief operating fund of the Charter Township of Canton. At the end of the current fiscal year, the fund balance was \$5,504,426, of this total \$142,537 was reserved for payment of encumbrances at year-end. As a measure of the General Funds liquidity, the total fund balance is 23.8 percent of total expenditures and the unreserved, undesignated percentage of total expenditures is 23.2 percent. This percentage exceeds the Township goal of a 15 percent unreserved, undesignated fund balance.

General Fund fund balance decreased by \$531,104. The General fund's 2010 adjusted final budget appropriated \$1.1 million of the fund balance to cover expenditures. Actual use of the fund balance was lower than anticipated.

The Charter Township separates two funds whose activity is normally found in the General Fund. These funds are for the Police and Fire activities and are considered major funds. These funds are separated as the citizens have authorized operating millage levies for each of the activities. These levies are restricted for the intended use of providing Police and Fire Services to the community.

The Fire Fund's fund balance at year-end was \$1,844,125 or 17.3% of total expenditures. There were no funds reserved or designated in this fund and all is available to be used to meet future obligations. The Fire Fund's fund balance saw a decrease of \$1,489,022 from the previous year. The Fire Fund's 2010 final budget appropriated \$1,630,243 of the fund balance to cover expenses.

Charter Township of Canton

Management's Discussion and Analysis

The Police Fund balance at year-end was \$717,402 or 4.5% of total expenditures. There was a reserve for encumbrances of \$2,720 leaving an unreserved, undesignated fund balance of \$714,682 or 4.5% of total expenditures. The Police Fund fund balance saw a decrease of \$1,653,553 which was also budgeted for in the final budget in the amount of \$1,705,585.

The Charter Township of Canton has increased the millage rates for both the Police and Fire Funds which will reverse the last two years use of their fund balance. These increased revenues will be recognized beginning in the 2011 fiscal year.

Proprietary funds. The Charter Township of Canton's proprietary funds provide the same type of information found in the government-wide statements, but in more detail.

Unrestricted net assets of the Water and Sewer Fund at the end of the year were \$39,748,815. The Golf Course Fund showed a negative \$253,328 at year-end.

Total net assets increased in both funds; \$3,702,978 in the Water Sewer Fund and \$300,949 in the Golf Course Fund. The shortfall in the net assets of the Golf Course Fund will be covered by an operating transfer during the 2011 fiscal year.

Major Governmental Fund Budgetary Highlights

During the year, the Township monitors the various budgets and makes changes when required. The three major funds were all adjusted throughout the year.

The General Fund budget was increased by \$526,205. The main adjustment was a transfer-in from the Cable Fund of \$500,000 used to offset the shortfall of property tax revenues.

The Fire Fund was increased by \$701,847. The main adjustments were an additional \$391,800 to operations and \$310,047 to capital outlay. The use of the fund balance was increased to cover these costs.

The Police Fund was increased by \$179,449. The main adjustments were an additional \$91,131 for operations and \$88,318 for capital outlay, a transfer-in of \$500,000 from the 911 fund, a decrease in property tax revenue of \$580,000 and an increase in the use of fund balance of \$249,597.

Capital Assets and Debt Administration

Long Term Debt. At the end of the current fiscal year, the Charter Township of Canton had total bonded debt outstanding of \$77,369,736. Of this amount, \$74,629,736 comprises debt backed by the full faith and credit of the government and \$2,600,000 is Special Assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remaining debt represents a State revolving fund loan payable from Water and Sewer fund receipts.

Charter Township of Canton

Management's Discussion and Analysis

Charter Township of Canton's Outstanding Debt

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds	\$ 27,504,459	\$ 29,235,299	\$ 47,125,277	\$ 48,345,391	\$ 74,629,736	\$ 77,580,690
Special assessment debt with governmental commitment	2,600,000	3,500,000	-	-	2,600,000	3,500,000
State revolving fund loan	-	-	140,000	275,000	140,000	275,000
Total	\$ 30,104,459	\$ 32,735,299	\$ 47,265,277	\$ 48,620,391	\$ 77,369,736	\$ 81,355,690

During the current fiscal year, the Charter Township of Canton's total debt decreased by \$3,985,954. No new debt was issued in 2010. In May of 2011, the Township issued debt for \$1,150,000 to fund its portion of a County road project.

The Township has been assigned a "AA" rating from Standard & Poor's, a "AAA" rating from Fitch and a Aa3 rating from Moody's as of the end of May 2011.

State statutes limit the amount of general obligation debt government entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the Charter Township of Canton is \$373,895,528, which is significantly in excess of the net debt subject to the limit of \$74,329,003.

Additional information on the Charter Township of Canton's long-term debt can be found on pages 44-47 of this report.

Charter Township of Canton's Capital Assets

(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 17,788,892	\$ 16,497,679	9,364,807	\$ 9,364,807	\$ 27,153,699	\$ 25,862,486
Land improvements	-	-	1,037,329	930,402	\$ 1,037,329	\$ 930,402
Infrastructure	8,081,380	8,797,919	73,117,937	74,367,446	\$ 81,199,317	\$ 83,165,365
Buildings and improvements	49,637,821	47,846,691	6,855,910	7,492,513	\$ 56,493,731	\$ 55,339,204
Vehicles and equipment	2,952,380	3,047,706	813,922	768,829	3,766,302	3,816,535
Furniture and fixtures	2,304,815	3,135,800	62,228	96,302	2,367,043	3,232,102
Computer equipment	915,121	985,437	19,932	12,889	935,053	998,326
Construction in progress	3,038,482	2,809,041	3,952,684	3,094,270	6,991,166	5,903,311
Total	\$ 84,718,891	\$ 83,120,273	\$ 95,224,749	\$ 96,127,458	\$ 179,943,640	\$ 179,247,731

Capital Assets. The Charter Township of Canton's investment in capital assets for its governmental and business-type activities at year-end amounts to \$179,943,640 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, infrastructure, vehicles and equipment, furniture and fixtures, computers and construction in progress. The total increase in capital assets was \$695,909, which is less than a 1 percent increase.

Charter Township of Canton

Management's Discussion and Analysis

Additional information on the Charter Township of Canton's Capital Assets can be found in Note 4 found on pages 38-41.

Economic Factors and Next Year's Budgets and Rates. The Charter Township of Canton continues to maintain a low unemployment rate which is 3.7 percent at year-end compared to 5.1 percent last year. This rate compares very favorably to Wayne County's 12.1 percent and the State's 11.1 percent. This favorable rate is expected to continue as the economy continues to improve.

The population of the Charter Township of Canton continues to grow as the 2010 census put the Township's population at 90,173, an increase of 13,807 from the 2000 census or an increase of approximately 18 percent.

Continued interest in the community by developers for commercial, industrial and residential will ensure the Township's continued growth.

In 2010, the Charter Township of Canton issued its first multi-year budget for the 2011 and 2012 years. As part of the budget process, several steps were taken to address the decline in lost tax revenues due to the downturn in Township's tax base.

The Township Board approved increased operating levies for both the Police and Fire funds which will result in increases to those fund's unrestricted fund balances in 2011.

In addition, employees approved concessions in pay and benefits that will further improve year-end results.

While the General Fund's budget for 2011 shows a use of fund balance of \$1.6 million, the Township chose not to increase its tax levy to address the shortfall but rather chose to reduce expenditures which include the employee concessions. The Township is approximately 1.0 mill below its Headlee limit and could raise the tax rate without the vote of the people, but chose not to do so for the General Fund.

Management believes that the use of Fund Balance during 2011 will be considerably less than the \$1.6 million budgeted, if any is used at all.

The Water and Sewer Fund saw a 7 percent increase in its rates for 2011. Continued increases from outside service providers continue the upward pressure on Water and Sewer rates.

Request for Information. This Financial Report is designed to provide a general overview of the Charter Township of Canton's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information not provided should be sent to the office of the Finance Director at the Charter Township of Canton, 1150 S. Canton Center Road, Canton, Michigan, 48188.

Charter Township of Canton

Statement of Net Assets December 31, 2010

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
Assets				
Cash and cash equivalents (Note 3)	\$ 17,146,907	\$ 2,787,149	\$ 19,934,056	\$ 765,013
Investments (Note 3)	14,873,594	5,101,492	19,975,086	3,985,700
Receivables, net:				
Property taxes	14,646,772	-	14,646,772	1,894,569
Customers	-	10,044,816	10,044,816	-
Special assessments	3,841,103	-	3,841,103	-
Accrued interest and other receivables	1,204,533	94,742	1,299,275	-
Internal balances	1,198,114	(1,198,114)	-	-
Due from other governmental units	1,411,792	-	1,411,792	-
Other assets	489,771	104,431	594,202	-
Inventories	1,327,448	456,842	1,784,290	-
Restricted assets (Note 8)	-	16,781,115	16,781,115	-
Investment in joint venture (Note 13):				
35th District Courthouse Authority	1,977,429	-	1,977,429	-
Western Townships Utilities Authority (WTUA)	-	68,264,357	68,264,357	-
Capital lease receivable	4,093,724	-	4,093,724	-
Nondepreciable capital assets (Note 4)	20,827,374	13,317,491	34,144,865	9,700,332
Depreciable capital assets, net (Note 4)	63,891,517	81,907,258	145,798,775	5,799,736
Net unamortized bond issuance costs	303,909	380,324	684,233	38,022
Total Assets:	147,233,987	198,041,903	345,275,890	22,183,372
Liabilities				
Accounts payable	1,725,678	2,882,778	4,608,456	1,260,575
Accrued and other liabilities	1,958,452	637,249	2,595,701	30,805
Due to other governmental units	119,475	2,982	122,457	48,239
Cash bonds and deposits	1,207,844	729,065	1,936,909	-
Unearned revenue (Note 5):				
Special assessments	240,189	-	240,189	-
Property taxes and other	32,727,455	31,524	32,758,979	2,710,700
Noncurrent liabilities:				
Due within one year (Note 7):				
Bond and other contractual obligations	2,797,139	2,472,599	5,269,738	728,448
Other long-term obligations	1,611,143	89,139	1,700,282	-
Due in more than one year:				
Net other post employment benefit obligations	7,250,366	785,119	8,035,485	-
Bond and other long-term obligations (Note 7)	27,307,320	44,792,679	72,099,999	6,766,702
Other long-term obligations (Note 7)	1,417,155	185,401	1,602,556	-
Total Liabilities:	78,362,216	52,608,535	130,970,751	11,545,469
Net Assets				
Invested in capital assets, net of related debt	58,824,432	89,157,966	147,982,398	8,004,918
Restricted:				
Police and fire	2,561,527	-	2,561,527	-
Street lighting	72,557	-	72,557	-
911 activities	2,024,530	-	2,024,530	-
Special investigation	853,500	-	853,500	-
Grants	1,233,058	-	1,233,058	-
Debt service	4,161,189	-	4,161,189	-
WTUA capital projects	-	16,779,915	16,779,915	-
Unrestricted	(859,022)	39,495,487	38,636,465	2,632,985
Total Net Assets:	\$ 68,871,771	\$ 145,433,368	\$ 214,305,139	\$ 10,637,903

Charter Township of Canton

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
General government	\$ 8,798,543	\$ 2,509,714	\$ 1,493,066	\$ -
Public safety	27,379,218	2,276,974	876,279	-
Public works	6,847,169	653,255	50,397	88,894
Health and welfare	390,000	-	-	-
Community and economic development	1,786,279	46,680	340,101	1,486,994
Recreation and culture	10,103,016	3,339,551	293,774	-
Interest on long-term debt	1,297,659	-	-	-
Total Governmental Activities:	<u>56,601,884</u>	<u>8,826,174</u>	<u>3,053,617</u>	<u>1,575,888</u>
Business-Type Activities:				
Water and sewer	25,795,038	29,648,978	2,329	501,550
Golf course	1,826,702	1,313,755	-	-
Total Business-Type Activities:	<u>27,621,740</u>	<u>30,962,733</u>	<u>2,329</u>	<u>501,550</u>
Total Primary Government:	<u>\$ 84,223,624</u>	<u>\$ 39,788,907</u>	<u>\$ 3,055,946</u>	<u>\$ 2,077,438</u>
Component Unit				
Downtown development authority	1,768,773	-	-	-
Total Component Unit:	<u>\$ 1,768,773</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Taxes:				
Property taxes				
Public safety operating levy				
State shared revenues (unrestricted)				
Royalties				
Investment earnings				
Miscellaneous				
Transfers				
Total General Revenues, Special Items, and Transfers:				
Change in Net Assets:				
Net Assets - Beginning				
Net Assets - Ending:				

Statement of Activities
Year Ended December 31, 2010

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Unit
\$ (3,308,769)	\$ -	\$ (3,308,769)	\$ -
(24,225,965)	-	(24,225,965)	-
(6,054,623)	-	(6,054,623)	-
(390,000)	-	(390,000)	-
(1,399,498)	-	(1,399,498)	-
(6,469,691)	-	(6,469,691)	-
<u>(1,297,659)</u>	<u>-</u>	<u>(1,297,659)</u>	<u>-</u>
<u>(43,146,205)</u>	<u>-</u>	<u>(43,146,205)</u>	<u>-</u>
-	4,357,819	4,357,819	-
<u>-</u>	<u>(512,947)</u>	<u>(512,947)</u>	<u>-</u>
<u>-</u>	<u>3,844,872</u>	<u>3,844,872</u>	<u>-</u>
<u>(43,146,205)</u>	<u>3,844,872</u>	<u>(39,301,333)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,768,773)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,768,773)</u>
8,461,037	-	8,461,037	2,731,448
21,033,514	-	21,033,514	-
4,941,182	-	4,941,182	-
2,154,437	-	2,154,437	-
538,493	146,306	684,799	51,227
380,002	184,258	564,260	83,655
171,509	(171,509)	-	-
<u>37,680,174</u>	<u>159,055</u>	<u>37,839,229</u>	<u>2,866,330</u>
(5,466,031)	4,003,927	(1,462,104)	1,097,557
<u>74,337,802</u>	<u>141,429,441</u>	<u>215,767,243</u>	<u>9,540,346</u>
<u>\$ 68,871,771</u>	<u>\$ 145,433,368</u>	<u>\$ 214,305,139</u>	<u>\$ 10,637,903</u>

**Governmental Funds
Balance Sheet
December 31, 2010**

	General	Fire	Police	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents (Note 3)	\$ 4,075,258	\$ 3,532,662	\$ 5,149,998	\$ 4,221,507	\$ 16,979,425
Investments (Note 3)	3,584,161	3,608,958	4,438,794	3,241,681	14,873,594
Receivables, net:					
Property taxes	3,660,158	4,250,241	6,736,373	-	14,646,772
Special assessments	-	-	-	3,841,103	3,841,103
Accrued interest and other receivables	110,510	5,934	20,052	1,068,037	1,204,533
Other assets	111,631	46,414	313,298	18,427	489,770
Due from other funds (Note 6)	2,943,251	508,032	500,000	1,879,193	5,830,476
Due from other governmental units	970,402	5,209	5,579	430,603	1,411,793
Inventories	-	-	-	1,233,058	1,233,058
Total Assets:	<u>\$ 15,455,371</u>	<u>\$ 11,957,450</u>	<u>\$ 17,164,094</u>	<u>\$ 15,933,609</u>	<u>\$ 60,510,524</u>
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 567,716	\$ 225,800	\$ 318,971	\$ 587,672	\$ 1,700,159
Accrued and other liabilities	390,067	265,938	864,552	106,855	1,627,412
Due to other funds (Note 6)	36,326	14,660	28,930	4,561,457	4,641,373
Due to other governmental units	13,619	10,694	19,319	75,229	118,861
Cash bonds and deposits	1,207,844	-	-	-	1,207,844
Deferred revenue (Note 5):					
Special assessments	-	-	-	3,970,637	3,970,637
Property taxes and other	7,735,373	9,596,233	15,214,920	648,633	33,195,159
Total Liabilities:	<u>9,950,945</u>	<u>10,113,325</u>	<u>16,446,692</u>	<u>9,950,483</u>	<u>46,461,445</u>
Fund Balances:					
Reserved for encumbrances	142,537	-	2,720	484,589	629,846
Reserved for grants	-	-	-	1,233,058	1,233,058
Unreserved, undesignated reported in:					
General Fund	5,361,889	-	-	-	5,361,889
Special Revenue Funds	-	1,844,125	714,682	3,503,859	6,062,666
Debt Service Funds	-	-	-	616,195	616,195
Capital Projects Funds	-	-	-	145,425	145,425
Total Fund Balances:	<u>5,504,426</u>	<u>1,844,125</u>	<u>717,402</u>	<u>5,983,126</u>	<u>14,049,079</u>
Total Liabilities and Fund Balances:	<u>\$ 15,455,371</u>	<u>\$ 11,957,450</u>	<u>\$ 17,164,094</u>	<u>\$ 15,933,609</u>	<u>\$ 60,510,524</u>

Charter Township of Canton

Governmental Funds Reconciliation of Fund Balances to the Statement of Net Assets December 31, 2010

Total Fund Balances for Governmental Funds \$ 14,049,079

Amounts reported for governmental activities in the statement of net assets are different because:

Investment in joint venture is not a financial resource and is not reported in the funds	1,977,429
Capital lease receivable from the Library is not a financial resource and is not reported in the funds	4,093,724
Bond issuance costs are capitalized and included in governmental activities and are not reported in the funds.	303,909
Capital assets used in governmental activities are not financial resources and are not reported in the funds	83,808,989
Interest amounts on long-term liabilities are not payable until due in the funds	(310,214)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	962,572
Long-term liabilities are not due and payable in the current period and are not reported in the funds	(30,104,459)
Certain revenue reported in the statement of activities in previous years did not provide financial resources in the governmental funds until the current year	467,704
Special assessment and other receivables are expected to be collected over several years and are not available to pay for current year expenditures	3,730,448
Compensated absences are not due and payable in the current period and are not reported in the funds	(2,305,376)
Other post employment benefit obligations are recognized for the statement of activities	(7,115,231)
Self-insurance liabilities are not due and payable in the current period and are not reported in the funds	<u>(686,803)</u>

Net Assets of Governmental Activities **\$68,871,771**

Governmental Funds
Statement of Revenue, Expenditures, and
Changes in Fund Balances
Year Ended December 31, 2010

	General	Fire	Police	Other Governmental Funds	Total Governmental Funds
Revenues					
Property taxes	\$ 8,461,037	\$ 7,888,700	\$ 13,144,814	\$ -	\$ 29,494,551
Licenses and permits	941,472	-	11,521	-	952,993
Federal sources	-	21,314	39,738	2,804,375	2,865,427
State sources	5,073,893	-	19,780	1,001,289	6,094,962
Charges for services	2,700,039	1,178,546	143,367	291,522	4,313,474
Administration charges	3,875,246	-	-	499,550	4,374,796
Special assessments	216	-	-	569,628	569,844
Royalties	-	-	-	2,082,262	2,082,262
Contributions and donations	84,830	-	29,388	155,912	270,130
Summit recreation fees	-	-	-	1,189,965	1,189,965
Other revenues	<u>1,350,674</u>	<u>89,200</u>	<u>239,816</u>	<u>820,646</u>	<u>2,500,336</u>
Total Revenues:	<u>22,487,407</u>	<u>9,177,760</u>	<u>13,628,424</u>	<u>9,415,149</u>	<u>54,708,740</u>
Expenditures					
Current:					
General government	7,283,996	-	-	831,126	8,115,122
Public safety	1,256,284	9,816,091	15,406,856	930,485	27,409,716
Public works	5,521,260	-	-	301,939	5,823,199
Health and welfare	390,000	-	-	-	390,000
Community and economic development	908,779	-	-	526,426	1,435,205
Recreation and culture	6,782,413	-	-	2,427,220	9,209,633
	-	-	-	-	-
Capital outlay:					
Capital outlay	431,385	319,796	299,306	2,944,268	3,994,755
Debt service:					
Principal payments	320,000	437,943	62,648	1,810,250	2,630,841
Interest and fiscal charges	<u>188,569</u>	<u>92,952</u>	<u>13,167</u>	<u>992,122</u>	<u>1,286,810</u>
Total Expenditures:	<u>23,082,686</u>	<u>10,666,782</u>	<u>15,781,977</u>	<u>10,763,836</u>	<u>60,295,281</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>(595,279)</u>	<u>(1,489,022)</u>	<u>(2,153,553)</u>	<u>(1,348,687)</u>	<u>(5,586,541)</u>
Other Financing Sources (Uses)					
Transfers in (Note 6)	803,179	-	500,000	3,723,291	5,026,470
Transfers out (Note 6)	<u>(739,004)</u>	<u>-</u>	<u>-</u>	<u>(5,055,131)</u>	<u>(5,794,135)</u>
Total other financing sources (uses)	<u>64,175</u>	<u>-</u>	<u>500,000</u>	<u>(1,331,840)</u>	<u>(767,665)</u>
Net Change in Fund Balances:	(531,104)	(1,489,022)	(1,653,553)	(2,680,527)	(6,354,206)
Fund Balances - Beginning	<u>6,035,530</u>	<u>3,333,147</u>	<u>2,370,955</u>	<u>8,663,653</u>	<u>20,403,285</u>
Fund Balances - Ending:	<u>\$ 5,504,426</u>	<u>\$ 1,844,125</u>	<u>\$ 717,402</u>	<u>\$ 5,983,126</u>	<u>\$ 14,049,079</u>

Charter Township of Canton

Governmental Funds Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended December 31, 2010

Net Change in Fund Balances - Total Governmental Funds	\$ (6,354,206)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures (\$3,994,755); in the statement of activities, these costs are allocated over their estimated useful lives as depreciation (\$3,853,357)	141,398
Governmental funds report losses from capital asset disposals; in the statement of activities, losses on disposals are reported	(827,611)
Repayment of bond principal and amortization of deferred costs of financing are expenditures in the governmental funds, but not in the statement of activities (where it reduces long-term debt)	2,600,450
Accrued interest is an expenditure in the statement of activities, but not in the governmental funds	19,542
Governmental activities record payments received as a reduction in the capital lease receivable; governmental funds record as revenue when received	(310,616)
Accumulated employee sick and vacation pay is recorded when earned in the statement of activities	826,078
Other post employment benefit obligations are recognized for the statement of activities	(2,343,105)
Special assessment revenues are recorded in the statement of activities when the assessment is earned (i.e., work is substantially complete); they are not reported in the funds until collected or collectible within 60 days of year end	(287,139)
Loss on dissolution of land contract receivable	(329,833)
Grant monies and royalties recorded when earned in the statement of activities that did not provide current financial resources	404,914
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.	962,467
The change in equity interest in 35th District Courthouse Authority is not reported in the governmental funds	119,631
Change in self-insurance liabilities	(88,001)
Change in Net Assets of Governmental Activities	<u>\$ (5,466,031)</u>

Charter Township of Canton

Proprietary Funds Statement of Net Assets December 31, 2010

	Enterprise Funds		Total	Internal Service
	Water and Sewer	Golf Course		Funds Fleet Maintenance
Assets				
Current assets:				
Cash and cash equivalents (Note 3)	\$ 2,629,223	\$ 157,926	\$ 2,787,149	\$ 167,482
Investments (Note 3)	5,101,492	-	5,101,492	-
Receivables, net:				
Customers	10,044,816	-	10,044,816	-
Accrued interest and other receivables	85,742	9,000	94,742	-
Other assets	92,829	11,602	104,431	-
Due from other funds (Note 6)	647,706	660,242	1,307,948	82,909
Inventories	433,975	22,867	456,842	94,391
Restricted assets (Note 8)	330,537	1,200	331,737	-
Total Current assets:	19,366,320	862,837	20,229,157	344,782
Noncurrent assets:				
Restricted assets (Note 8)	16,449,378	-	16,449,378	-
Net unamortized bond issuance costs	236,969	143,355	380,324	-
Investment in joint venture - WTUA (Note 13)	68,264,357	-	68,264,357	-
Nondepreciable capital assets (Note 4)	4,173,398	9,144,093	13,317,491	-
Depreciable assets, net (Note 4)	78,315,627	3,591,631	81,907,258	909,901
Total Noncurrent assets:	167,439,729	12,879,079	180,318,808	909,901
Total Assets:	186,806,049	13,741,916	200,547,965	1,254,683
Liabilities				
Current liabilities:				
Accounts payable	2,542,362	8,681	2,551,043	25,519
Accrued and other liabilities	561,187	79,388	640,575	20,826
Cash bonds and deposits	757,262	-	757,262	-
Due to other funds (Note 6)	1,419,334	1,086,728	2,506,062	73,898
Due to other governmental units	2,623	360	2,983	614
Current liabilities payable from restricted assets	330,537	1,200	331,737	-
Current portion of compensated absences (Note 7)	78,355	10,784	89,139	23,472
Current portion of long-term liabilities (Note 7)	1,782,123	690,476	2,472,599	-
Total Current liabilities:	7,473,783	1,877,617	9,351,400	144,329
Noncurrent liabilities:				
Provision for compensated absences (Note 7)	33,326	1,313	34,639	12,647
Provision for uninsured losses (Note 7)	134,010	16,751	150,761	-
Net other post employment benefit obligations	732,004	53,115	785,119	135,135
Long-term liabilities, net of current portion (Note 7)	39,555,171	5,237,507	44,792,678	-
Total Noncurrent liabilities:	40,454,511	5,308,686	45,763,197	147,782
Total Liabilities:	47,928,294	7,186,303	55,114,597	292,111
Net Assets				
Investment in capital assets - Net of related debt	82,349,025	6,808,941	89,157,966	909,901
Restricted - WTUA capital projects	16,779,915	-	16,779,915	-
Unrestricted	39,748,815	(253,328)	39,495,487	52,671
Total Net Assets:	\$ 138,877,755	\$ 6,555,613	\$ 145,433,368	\$ 962,572

The Notes to Financial Statements are an
Integral Part of this Statement.

Charter Township of Canton

Proprietary Funds Statement of Revenue, Expenses, and Changes in Net Assets Year Ended December 31, 2010

	Enterprise Funds			Internal Service Funds
	Water and Sewer	Golf Course	Total	Fleet Maintenance
Operating Revenues				
Sale of water	\$ 12,100,076	\$ -	\$ 12,100,076	\$ -
Sewage disposal revenues	16,342,106	-	16,342,106	-
Service charges	468,426	1,224,755	1,693,181	-
Charges to other funds	-	-	-	1,178,391
Operating lease	-	89,000	89,000	-
Other revenues	454,230	45,294	499,524	1,749
Total Operating Revenues:	<u>29,364,838</u>	<u>1,359,049</u>	<u>30,723,887</u>	<u>1,180,140</u>
Operating Expenses				
Salaries and wages	1,860,571	494,988	2,355,559	470,370
Payroll taxes and fringe benefits	1,112,340	136,676	1,249,016	278,848
Supplies	351,081	120,664	471,745	240,556
Engineering fees	73,308	-	73,308	-
Professional service	335,884	253,971	589,855	-
Vehicle expense	89,829	35,079	124,908	71,855
Water purchases	6,854,648	-	6,854,648	-
Sewage disposal charges	6,762,859	-	6,762,859	-
Maintenance	263,108	244,697	507,805	6,502
Administration charges	1,647,734	-	1,647,734	37,747
WTUA joint venture expense	2,019,786	-	2,019,786	-
Depreciation (Note 4)	2,517,041	188,079	2,705,120	29,378
Other expenses	283,994	97,380	381,374	21,597
Total Operating Expenses:	<u>24,172,183</u>	<u>1,571,534</u>	<u>25,743,717</u>	<u>1,156,853</u>
Operating Income (Loss):	<u>5,192,655</u>	<u>(212,485)</u>	<u>4,980,170</u>	<u>23,287</u>
Nonoperating Revenues (Expenses)				
Customer connection fees	413,102	-	413,102	-
Investment income	145,370	936	146,306	6
Gain (loss) on disposal of capital assets	10,000	-	10,000	-
Interest expense	(1,622,854)	(255,167)	(1,878,021)	-
Total Nonoperating Revenues (Expenses):	<u>(1,054,382)</u>	<u>(254,231)</u>	<u>(1,308,613)</u>	<u>6</u>
Income (Loss) Before Contributions and Transfers:	4,138,273	(466,716)	3,671,557	23,293
Capital Contributions	503,879	-	503,879	
Transfers				
Transfers from Other Funds	-	767,665	767,665	939,174
Transfers to Other Funds	(939,174)	-	(939,174)	-
Total Transfers:	<u>(939,174)</u>	<u>767,665</u>	<u>(171,509)</u>	<u>939,174</u>
Change in Net Assets:	3,702,978	300,949	4,003,927	962,467
Total Net Assets - Beginning	135,174,777	6,254,664	141,429,441	105
Total Net Assets - Ending:	<u>\$ 138,877,755</u>	<u>\$ 6,555,613</u>	<u>\$ 145,433,368</u>	<u>\$ 962,572</u>

Charter Township of Canton

Proprietary Funds Statement of Cash Flows Year Ended December 31, 2010

	Enterprise Funds		Total	Internal Service Funds
	Water and Sewer	Golf Course		Fleet Maintenance
Cash Flows from Operating Activities				
Receipts from customers	\$ 27,026,296	\$ 1,261,049	\$ 28,287,345	\$ 1,749
Payments to suppliers and vendors	(15,666,992)	(667,860)	(16,334,852)	(303,756)
Payments to employees	(2,695,547)	(609,350)	(3,304,897)	(675,250)
Receipts (payments) connected with interfund services	(2,177,846)	234,128	(1,943,718)	1,166,330
Other payments	137,002	(12,642)	124,360	(21,597)
Net cash provided by operating activities	6,622,913	205,325	6,828,238	167,476
Cash Flows from Noncapital Financing Activities				
Transfers from other funds	-	767,665	767,665	-
Net cash provided by noncapital financing activities	-	767,665	767,665	-
Cash Flows from Capital and Related Financing Activities				
Investment in joint venture	(5,132,560)	-	(5,132,560)	-
Purchase of capital assets	(2,192,426)	(159,971)	(2,352,397)	-
Connection fees	413,102	-	413,102	-
Principal and interest paid on capital debt	(3,325,689)	(891,465)	(4,217,154)	-
Net cash used in capital and related financing activities	(10,237,573)	(1,051,436)	(11,289,009)	-
Cash Flows from Investing Activities				
Interest received on investments	145,370	936	146,306	6
Purchase of investment securities	(9,236,509)	-	(9,236,509)	-
Sale of investment securities	12,828,849	-	12,828,849	-
Net cash provided by investing activities	3,737,710	936	3,738,646	6
Net Increase (Decrease) in Cash and Cash Equivalents	123,050	(77,510)	45,540	167,482
Cash and Cash Equivalents - Beginning of year	19,286,088	236,636	19,522,724	-
Cash and Cash Equivalents - End of year	\$ 19,409,138	\$ 159,126	\$ 19,568,264	\$ 167,482
Statement of Net Assets Classification of Cash and Cash Equivalents				
Cash and cash equivalents	\$ 2,629,223	\$ 157,926	\$ 2,787,149	\$ 167,482
Restricted assets (Note 8)	16,779,915	1,200	16,781,115	-
Total cash and cash equivalents	\$ 19,409,138	\$ 159,126	\$ 19,568,264	\$ 167,482
Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities				
Operating income(loss)	\$ 5,192,655	\$ (212,485)	\$ 4,980,170	\$ 23,287
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation and amortization	2,517,041	188,079	2,705,120	29,378
Changes in assets and liabilities:				
Receivables	(1,884,312)	(9,000)	(1,893,312)	-
Other assets	(34,107)	(4,262)	(38,369)	-
Due from other funds	340,737	(210,242)	130,495	466,252
Inventories	146,661	7,095	153,756	12,366
Accounts payable	936,850	(12,908)	923,942	(3,034)
Accrued and other liabilities	12,179	(7,636)	4,543	5,825
Cash bonds and deposits	873	-	873	-
Due to other funds	(870,849)	444,370	(426,479)	(440,566)
Due to other governmental units	584	137	721	113
Provisions for compensated absences and uninsured losses	19,132	2,724	21,856	3,179
Net other post employment benefit obligations	245,469	19,453	264,922	70,676
Net cash provided by (used in) operating activities	\$ 6,622,913	\$ 205,325	\$ 6,828,238	\$ 167,476

Noncash Investing, Capital, and Financing Activities – During the year ended December 31, 2010, developers constructed water and sewer lines with an estimated value of \$501,550 and donated them to the Charter Township's Water and Sewer Fund. The Township's Water and Sewer Fund also recognized an unrealized loss on investments of \$3,232.

Charter Township of Canton

Fiduciary Funds Statement of Net Assets December 31, 2010

	Other Employee Benefits Fund	Agency Funds
Assets		
Cash and cash equivalents	\$ 3,683,724	\$ 10,788,900
Receivables - Accrued interest and other	1,533	-
Total Assets:	<u>3,685,257</u>	<u>\$ 10,788,900</u>
Liabilities		
Accounts payable	131,340	174
Cash bonds and deposits	-	461,526
Due to other governmental units	-	10,327,200
Total Liabilities:	<u>131,340</u>	<u>\$ 10,788,900</u>
Net Assets		
Held in trust for other employee benefits	<u>3,553,917</u>	
Total Net Assets:	<u>\$ 3,553,917</u>	

Charter Township of Canton

Fiduciary Funds Statement of Changes in Net Assets Year Ended December 31, 2010

	<u>Other Employee Benefits Fund</u>
Additions	
Contributions (Employer only)	\$ 1,673,823
Investment income	346,479
Reimbursements	<u>60,010</u>
Total Additions:	<u>2,080,312</u>
Deductions	
Benefit payments	1,539,441
Administrative expenses	<u>34,890</u>
Total Deductions:	<u>1,574,331</u>
Net Increase	505,981
Net Assets Held in Trust for Other Employee Benefits	
Beginning of year	<u>3,047,936</u>
End of year	<u><u>\$ 3,553,917</u></u>

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 1 - Summary of Significant Accounting Policies

The accounting policies of the Charter Township of Canton (the "Charter Township") conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Charter Township of Canton:

Reporting Entity

The Charter Township of Canton is governed by an elected seven-member board of trustees. The accompanying financial statements present the Charter Township and its component units, entities for which the Charter Township is considered to be financially accountable.

Blended Charter Township Building Authority - The Charter Township Building Authority (the "Building Authority") is governed by a board that is appointed by the Charter Township supervisor and approved by the board of trustees. Although it is legally separate from the Charter Township, it is reported as if it were part of the primary government because its primary purpose is to finance and construct the Charter Township's public buildings. The Building Authority's activities have been included as a Debt Service Fund.

Discretely Presented Component Unit - The following component unit is reported within the component unit column in the combined financial statements. It is reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the Charter Township. The Charter Township has the ability to impose its will upon the Downtown Development Authority (DDA).

The DDA was created to correct and prevent deterioration in the downtown district, encourage historical preservation, and to promote economic growth within the district. The DDA's governing body, which consists of 11 individuals, is selected by the Charter Township supervisor. Although no separate financial statements are prepared for this component unit, all financial information can be obtained from the Charter Township's finance department. The Charter Township has the ability to impose its will upon the DDA.

Financial statements for the DDA are available during office hours at the Charter Township of Canton, 1150 S. Canton Center Road, Canton, MI 48188.

The Canton Public Library (the "Library") is not a component unit and has not been included in the Charter Township's financial statements. The Library holds its own cash and investments in accounts separate from the control of the Charter Township treasurer. The Library Board is elected directly, and it is fiscally independent.

Note I - Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements

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

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund, fiduciary fund, and component unit financial statements. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Note 1 - Summary of Significant Accounting Policies (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Charter Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The Street Lighting Fund has a “service type” special assessment that is billed in 2010 for services performed in 2011. Therefore, the revenue is recognized in 2011 and classified as unearned revenue within the government-wide statements.

The following major revenue sources meet the availability criterion: state-shared revenue, district court fines, and interest associated with the current fiscal period. Conversely, special assessments and federal grant reimbursements will be collected after the period of availability; receivables have been recorded for these, along with a “deferred revenue” liability.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

The Charter Township reports the following major governmental funds:

- The General Fund is the Charter Township’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Police Fund is a full-service department consisting of 83 sworn personnel and 33 civilian employees. The main source of revenue for the police department comes from a voter-approved special assessment on all real property.
- The Fire Fund has a full-service fire department consisting of 59 sworn fire personnel and three support personnel, which provides fire suppression, fire prevention, and emergency medical service. The main source of revenue for the fire department comes from a voter-approved special assessment on real property.

Note I - Summary of Significant Accounting Policies (Continued)

The Charter Township reports the following major proprietary funds:

- The Water and Sewer Fund accounts for the results of operations that provide water and sewer services to citizens, financed primarily by a user charge for the provision of those services.
- The Golf Course Fund accounts for the activities of both the Fellows Creek Golf Course and the Pheasant Run Golf Course. Revenue from both courses is combined to fund overall golf operations.

Additionally, the Charter Township reports the following fund types:

- Internal service funds account for fleet management services provided to other departments on a cost reimbursement basis.
- The Other Employee Benefits Fund accounts for the accumulation of resources to provide for retiree health insurance premium costs.
- Agency Funds account for assets held by the Charter Township in a trustee capacity. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation.

Private sector standards of accounting issued prior to December 1, 1989 are generally followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with the standards of the Governmental Accounting Standards Board. The Charter Township has elected not to follow private sector standards issued after November 30, 1989 for its business-type activities.

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

Amounts reported as program revenue include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenue rather than as program revenue. Likewise, general revenue includes all taxes.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services in connection with proprietary funds' principal on-going operations. The principal operating revenue of the Water and Sewer enterprise fund, of the Golf Course enterprise fund, and of the government's internal service funds are charges to customers for sales and services. The Water and Sewer Fund also recognizes the portion of tap fees intended to recover current costs (e.g., labor and materials to hook up new customers) as operating revenue. The portion intended to recover the cost of the infrastructure is recognized as nonoperating revenue. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

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

Property Tax Revenue

Property taxes are levied on each December 1 on the taxable valuation of property as of the preceding December 31. Taxes are considered delinquent on March 1 of the following year, at which time penalties and interest are assessed.

The Charter Township's 2009 tax is levied and collectible on December 1, 2009 and is recognized as revenue in the year ended December 31, 2010, when the proceeds of the levy are budgeted and available for the financing of operations.

The 2009 taxable valuation of the Charter Township totaled approximately \$3,788 million (a portion of which is abated and a portion of which is captured by the DDA), on which taxes levied consisted of 2.3660 mills for operating purposes, 2.3580 mills for fire operating services, and 3.9260 mills for police operating. This resulted in approximately \$8.5 million for operating, \$7.9 million for fire operating, and \$13.1 million for police operating. All tax amounts are recognized in the respective General, Police, and Fire Funds' financial statements as tax revenue.

Assets, Liabilities, and Net Assets or Equity

Cash and Investments - Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note I - Summary of Significant Accounting Policies (Continued)

Receivables and Payables - In general, outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.” All trade and property tax receivables are shown as net of allowance for uncollectible amounts.

Inventories and Prepaid Items - Inventories are valued at cost, on a first-in, first-out basis. Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted Assets - The Charter Township has unspent bond proceeds in the Water and Sewer Fund for the construction of sewer infrastructure and as such, the amounts have been classified as restricted assets.

Capital Assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., road rights, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the Charter Township as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Capital assets (other than land and construction in progress) are depreciated using the straight-line method over the following useful lives:

Infrastructure	10 to 25 years
Buildings and improvements	10 to 40 years
Vehicles and equipment	3 to 20 years
Furniture and fixtures	3 to 40 years
Computer equipment	2 to 5 years
Land improvements	10 years
Water and sewer distribution systems	50 years

Note 1 - Summary of Significant Accounting Policies (Continued)

Compensated Absences - It is the Charter Township's policy to permit employees to accumulate earned but unused sick and vacation pay benefits. The liability for unpaid accumulated sick leave is limited to certain employment groups that receive payment for unused sick leave when those employees separate from service with the Charter Township. All sick and vacation pay is accrued when earned in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds as it comes due for payment (when employees terminate).

Long-term Obligations - Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net assets. In the fund financial statements, the face amount of debt issued is reported as other financing sources.

Other post employment benefit costs - The Township offers both pension and retiree health care benefits to retirees. We receive any actuarial valuation to compute the annual required contribution (ARC) necessary to fund the obligation over the remaining amortization period. In the governmental funds, pension and OPEB costs are recognized as contributions are made. For the government wide statements and proprietary funds, the Township reports the full accrual cost equal to the current year required contribution, adjusted for interest and "adjustment to the ARC" on the beginning of year underpaid amount, if any.

Fund Equity - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Net Assets - In the government-wide financial statements, net assets that are legally restricted by outside parties for use for a specific purpose are shown as restricted. The following restrictions apply to net assets as of December 31, 2010:

- **Police and Fire** - Special tax levies to fund police and fire activities
- **Western Wayne Criminal Investigation** - Amounts directed by consortium for funding various narcotics and auto theft programs
- **Street Lighting** - Special assessment tax levy to fund street lighting program
- **911 Activities** - Fees collected to fund 911 activities
- **Inventories** - Properties purchased through the Neighborhood Stabilization fund

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

- **Debt Service** - Amounts remaining from debt issuance related to special assessments and amounts collected from residents in special assessment districts that must be used to service the related outstanding debt.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Reclassifications – Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year’s presentation.

Note 2 - Stewardship, Compliance, and Accountability

State Construction Code Act - The Charter Township oversees building construction, in accordance with the State’s Construction Code Act, including inspection of building construction and renovation to ensure compliance with the building codes. The Charter Township charges fees for these services. Beginning January 1, 2000, the law requires that collection of these fees be used only for construction code costs, including an allocation of estimated overhead costs. A summary of the current year activity and cumulative shortfall is as follows:

Cumulative shortfall at January 1, 2010			(\$8,011,706)
Building permit revenue			904,017
Related expenses:			
Direct costs	\$1,422,500		
Estimated indirect costs	<u>454,769</u>		
Total construction code expenses			<u>1,877,269</u>
Cumulative shortfall at December 31, 2010			<u>\$ (8,984,958)</u>

Note 3 - Deposits and Investments

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended) authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications, which matures not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The Postemployment Benefits Fund is also authorized to invest in certain reverse repurchase agreements, stocks, diversified investment companies, annuity investment contracts, real estate leased to public entities, mortgages, real estate, debt or equity of certain small businesses, certain state and local government obligations, and certain other specified investment vehicles.

The Charter Township has designated 9 banks for the deposit of its funds. The investment policy adopted by the Charter Township in accordance with Public Act 20 of 1943 (as amended) authorizes investments in U.S. Treasuries, U.S. agencies and instrumentalities, certificates of deposit, commercial paper (meeting certain rating and maturity requirements), investment pools, and mutual funds. The Treasurer may invest in investment pools organized under the Local Government Investment Pool Act of 1985 and under the Urban Cooperation Act of 1967. For mutual funds, the Treasurer may invest in funds registered under the Investment Company Act of 1940. This authorization is limited to investment pools and mutual funds whose intent is to maintain a net asset value of \$1.00 per share and allows for indirect investment in repurchase agreements and bankers' acceptances of United States banks, as allowable for direct investment by public corporations.

The Charter Township's cash and investments are subject to several types of risk, which are examined in more detail below:

Note 3 - Deposits and Investments (Continued)

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Charter Township's deposits may not be returned to it. The Charter Township does not have a deposit policy for custodial credit risk. At year end, the Charter Township had \$20,102,891 of bank deposits (certificates of deposit, checking and savings accounts) that were uninsured and uncollateralized; the component unit had \$292,208 of uninsured and uncollateralized bank deposits. The Charter Township believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits.

As a result, the Township evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. The Charter Township's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270-day maturity. At year end, the average maturities of investments are as follows:

Investment	Fair Value	Weighted Average Maturity
Government-wide		
Money markets	\$3,687,648	0 months
Federal National Mortgage Association	2,399,417	2.9 years
Federal Home Loan Bank	9,251,599	2.8 years
Federal Home Loan Mortgage Corporation	3,011,200	2.6 years
Federal Farm Credit Bank	6,702,496	1.9 years
Municipal Bonds	2,158,014	6 months
Negotiable certificates of deposit	3,155,820	1.1 years
Component Unit		
Money markets	60,581	0 months
Federal Home Loan Mortgage Corporation	3,985,700	1.9 years

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 3 - Deposits and Investments (Continued)

Credit Risk

State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations. The Charter Township has no investment policy that would further limit its investment choices. As of year end, the credit quality ratings of debt securities (other than the U.S. government) are as follows:

<u>Investment</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Rating Organization</u>
Government-wide			
Money market	\$ 468,967	Unrated	N/A
Money market	68,296	AAA	S&P
Federal National Mortgage Association	2,399,417	AAA	S&P
Federal Home Loan Mortgage Corporation	3,011,200	AAA	S&P
Federal Farm Credit Bank	6,702,496	AAA	S&P
Municipal Bonds	2,158,014	AAA	S&P
Negotiable certificates of deposit	3,155,820	Unrated	N/A
Federal Home Loan Bank	9,251,599	AAA	S&P
Component Unit			
Money market	60,581	AAA	S&P
Federal Home Loan Mortgage Corporation	3,985,700	AAA	S&P

The above amounts do not include approximately \$3,150,385 of investments in the Municipal Employees' Retirement System (MERS) Retiree Health Funding Vehicle which are held in a separate reserve but invested on a pooled basis by MERS with other governmental units.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 4 - Capital Assets

Capital asset activity of the Charter Township's governmental and business-type activities was as follows:

Governmental Activities	Balance				Balance
	January 1, 2010	Increases	Decreases	Adjustments	December 31, 2010
Capital assets not being depreciated:					
Land	\$ 16,497,679	\$ 1,407,887	\$ (116,674)	\$ -	\$ 17,788,892
Construction in progress	2,809,041	1,508,157	-	(1,278,716)	3,038,482
Subtotal	19,306,720	2,916,044	(116,674)	(1,278,716)	20,827,374
Capital assets being depreciated:					
Infrastructure	16,585,795	7,389	(58,212)	-	16,534,972
Buildings and improvements	64,094,081	1,402,254	(142,752)	2,446,434	67,800,017
Vehicles and equipment	9,463,759	734,252	(776,769)	3,200	9,424,442
Furniture and fixtures	14,411,462	30,052	(2,332,445)	-	12,109,069
Computer equipment	2,908,099	279,798	(751,234)	-	2,436,663
Subtotal	107,463,196	2,453,745	(4,061,412)	2,449,634	108,305,163
Accumulated depreciation:					
Infrastructure	7,787,876	673,662	(7,946)	-	8,453,592
Buildings and improvements	16,247,390	1,704,244	(21,182)	231,744	18,162,196
Vehicles and equipment	6,416,053	646,201	(590,192)	-	6,472,062
Furniture and fixtures	11,275,662	604,164	(2,075,572)	-	9,804,254
Computer equipment	1,922,662	254,464	(655,584)	-	1,521,542
Subtotal	43,649,643	3,882,735	(3,350,476)	231,744	44,413,646
Net capital assets being depreciated	63,813,553	(1,428,990)	(710,936)	2,217,890	63,891,517
Net governmental capital assets	\$ 83,120,273	\$ 1,487,054	\$ (827,610)	\$ 939,174	\$ 84,718,891

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 4 - Capital Assets (Continued)

Business-type Activities	Balance				Balance
	January 1, 2010	Increases	Decreases	Adjustments	December 31, 2010
Capital assets not being depreciated:					
Land	\$ 9,364,807	\$ -	\$ -	\$ -	\$ 9,364,807
Construction in progress	3,094,270	2,078,472	(1,220,058)	-	3,952,684
Subtotal	12,459,077	2,078,472	(1,220,058)	-	13,317,491
Capital assets being depreciated:					
Land improvements	3,133,484	193,067	-	-	3,326,551
Water and sewer distribution systems	116,832,909	970,963	-	-	117,803,872
Buildings and building improvements	10,506,730	557,577	-	(1,170,918)	9,893,389
Vehicles and equipment	5,822,291	143,232	-	-	5,965,523
Office furnishings	784,817	5,499	-	-	790,316
Computer equipment	112,421	12,833	-	-	125,254
Subtotal	137,192,652	1,883,171	-	(1,170,918)	137,904,905
Accumulated depreciation:					
Land improvements	2,203,082	86,140	-	-	2,289,222
Water and sewer distribution systems	42,465,463	2,220,472	-	-	44,685,935
Buildings and building improvements	3,014,217	255,006	-	(231,744)	3,037,479
Vehicles and equipment	5,053,462	98,139	-	-	5,151,601
Office furnishings	688,515	39,573	-	-	728,088
Computer equipment	99,532	5,790	-	-	105,322
Subtotal	53,524,271	2,705,120	-	(231,744)	55,997,647
Net capital assets being depreciated	83,668,381	(821,949)	-	(939,174)	81,907,258
Net business-type capital assets	\$ 96,127,458	\$ 1,256,523	\$ (1,220,058)	\$ (939,174)	\$ 95,224,749

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 4 - Capital Assets (Continued)

Capital asset activity of the Charter Township's component unit was as follows:

Component Unit	Balance	Increases	Decreases	Adjustments	Balance
	January 1, 2010				December 31, 2010
Capital assets not being depreciated -					
Construction in progress	\$ 6,970,038	\$ 3,077,239	\$ (346,945)	\$ -	\$ 9,700,332
Capital assets being depreciated:					
Land Improvements	3,263,895	346,945	-	3,803,684	7,414,524
Infrastructure	5,223,999	-	-	(3,803,684)	1,420,315
Buildings	13,258	-	-	-	13,258
Furniture, fixtures, and equipment	118,595	31,969	-	-	150,564
Subtotal	8,619,747	378,914	-	-	8,998,661
Accumulated depreciation:					
Land Improvements	2,090,634	159,777	-	150,980	2,401,391
Infrastructure	673,604	195,884	-	(150,980)	718,508
Buildings	1,648	322	-	-	1,970
Furniture, fixtures, and equipment	66,680	10,375	-	-	77,055
Subtotal	2,832,566	366,359	-	-	3,198,925
Net capital assets being depreciated	5,787,181	12,555	-	-	5,799,736
Net component unit capital assets	<u>\$ 12,757,219</u>	<u>\$ 3,089,793</u>	<u>\$ (346,945)</u>	<u>\$ -</u>	<u>\$ 15,500,067</u>

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities:

General government	\$ 759,535
Public safety	936,032
Public works	896,280
Community and economic development	24,488
Recreation and culture	1,266,400
Total governmental activities	<u>\$ 3,882,735</u>

Business-type activities:

Water and sewer	\$ 2,517,041
Golf course	188,079
Total business-type activities	<u>\$ 2,705,120</u>

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 4 - Capital Assets (Continued)

Construction Commitments - The Charter Township has active construction projects at year end related primarily to the sewer relief expansion and the pedestrian trail as well as construction of several intersections. At year end, the Charter Township's commitments with contractors are as follows:

	<u>Spent to Date</u>	<u>Remaining Commitment</u>	<u>Total Commitment</u>
Sanitary Relief Sewer	34,943,619	1,028,371	35,971,990
Van Born Road	620,873	176,762	797,635
Intersection projects 09	1,308,583	134,419	1,443,002
2009 Road Paving	<u>910,758</u>	<u>37,023</u>	<u>947,781</u>
Total	<u>\$ 37,783,833</u>	<u>\$ 1,376,575</u>	<u>\$ 39,160,408</u>

The component unit has commitments with contractors where it has spent \$11,519,047 to date with \$1,013,397 remaining.

Note 5 - Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds and governmental activities also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the various components of deferred revenue are as follows:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Total</u>
Special assessments	\$ 3,730,448	\$ 240,189	\$ 3,970,637
Property taxes and other	<u>467,704</u>	<u>32,727,455</u>	<u>33,195,159</u>
Total	<u>\$ 4,198,152</u>	<u>\$ 32,967,644</u>	<u>\$ 37,165,796</u>

The Water & Sewer fund reported unearned revenue due to customer overpayments in the amount of \$31,524. The component unit reported unearned property tax revenue in the amount of \$2,710,700.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 6 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

Receivable Fund	Payable Fund	Amount
Due to/from other funds:		
Governmental funds:		
General Fund	Police	4,970
	Water and Sewer	1,419,104
	Nonmajor governmental funds	<u>1,519,177</u>
	Total General Fund	2,943,251
Special Revenue Funds:		
Fire	General Fund	2,660
	Golf Course	<u>505,372</u>
	Total Fire	508,032
Police	Nonmajor governmental funds	<u>500,000</u>
Nonmajor Governmental Funds	General Fund	2,799
	Police	242
	Fire	138
	Golf Course	12
	Water and Sewer	230
	Nonmajor governmental funds	<u>1,875,772</u>
	Total nonmajor governmental funds	<u>1,879,193</u>
	Total governmental funds	5,830,476

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 6 - Interfund Receivables, Payables, and Transfers (Continued)

Receivable Fund	Payable Fund	Amount
Due to/from other funds (Continued):		
Enterprise Funds:		
Water and Sewer	Police	901
	Fire	1,038
	Golf Course	565,921
	Fleet Maintenance	73,898
	Nonmajor governmental funds	<u>5,948</u>
	Total Water and Sewer	647,706
Golf Course	General Fund	242
	Nonmajor governmental funds	<u>660,000</u>
	Total Golf Course	660,242
	Total Enterprise funds	<u>1,307,948</u>
Internal Service Funds:		
Fleet Maintenance	General Fund	30,625
	Police	22,817
	Fire	13,484
	Golf Course	15,423
	Nonmajor governmental funds	<u>560</u>
	Total Fleet Maintenance	82,909
	Total Internal Service funds	<u>82,909</u>
	Total	<u>\$ 7,221,333</u>

These balances result from the time lag between the dates that good and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system, and payments between funds are made.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 6 - Interfund Receivables, Payables, and Transfers (Continued)

Interfund transfers reported in the fund statements were as follows:

<u>Fund Transferred From</u>	<u>Fund Transferred To</u>	<u>Amount</u>
General	Nonmajor governmental funds (1)	\$ 739,004
Nonmajor governmental funds	General (1)	803,179
	Police (1)	500,000
	Golf Course (3)	767,665
	Nonmajor governmental funds (1,2,3)	<u>2,984,287</u>
	Total nonmajor governmental funds	<u>5,055,131</u>
	Total governmental funds	<u>\$ 5,794,135</u>
Water and sewer	Fleet Maintenance (4)	<u>939,174</u>
	Total business-type funds	<u>\$ 939,174</u>

The following describes the nature of significant transfers:

- (1) Transfers of discretionary funds to be used for the benefit of the community
- (2) Transfers for capital improvements
- (3) Transfers for debt service
- (4) Transfer of assets to new fund.

Note 7 - Long-term Debt

The Charter Township issues bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Charter Township. County contractual agreements are also general obligations of the Charter Township. Special assessment bonds provide for capital improvements that benefit specific properties, and will be repaid from amounts levied against those properties benefited from the construction. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the Charter Township is obligated to provide resources to cover the deficiency until other resources (such as tax sale proceeds or a re-assessment of the district) are received.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 7 - Long-term Debt (Continued)

Long-term obligation activity can be summarized as follows:

	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities							
2000 (Refunded Bonds) Building Authority Recreation Bonds (debt issue split between governmental and business-type activities):							
Amount of issue - \$472,500							
Maturing through 2010	6.75%	\$105,000	\$ 105,000	\$ -	\$ (105,000)	\$ -	\$ -
Limited Tax General Obligations:							
2003 Capital Improvement (Limited Tax):							
Amount of issue - \$23,000,000	3.00% -	\$850,000 -					
Maturing through 2023	4.50%	\$2,100,000	19,950,000	-	(800,000)	19,150,000	850,000
Limited Tax General Obligations Series 2003:							
Amount of issue - \$2,675,000	3.20% -	\$266,889-					
Maturing through 2016	3.90%	\$297,475	1,627,799	-	(250,590)	1,377,209	266,889
2004 Capital Improvement (Limited Tax) - Fire Station:							
Amount of issue - \$2,500,000	3.60% -	\$300,000 -					
Maturing through 2014	3.65%	\$325,000	1,500,000	-	(250,000)	1,250,000	300,000
Limited Tax General Obligation Refunding Bonds, Series 2005 (debt issue split between governmental and business-type activities) *							
Amount of issue - \$9,450,000	4.00%-	\$325,250-					
Maturing through 2020	4.50%	\$1,033,050	6,052,500	-	(325,250)	5,727,250	480,250
Special Assessment Bonds:							
2004 Special Assessment Bond:							
Amount of issue - \$4,100,000	3.60% -	\$50,000 -					
Maturing through 2018	4.25%	\$400,000	2,500,000	-	(400,000)	2,100,000	400,000
2004 Special Assessment Bond:							
Amount of issue - \$1,500,000 ***							
Maturing through 2011	2.75%	\$500,000	1,000,000	-	(500,000)	500,000	500,000
Total bond obligations			32,735,299	-	(2,630,840)	30,104,459	2,797,139
Other long-term obligations:							
Accumulated employee benefits**							
			3,164,393	1,056,164	(1,879,062)	2,341,495	1,611,143
Provision for uninsured losses**							
			598,803	88,001	-	686,804	-
Total other long-term obligations			3,763,196	1,144,165	(1,879,062)	3,028,299	1,611,143
Total governmental activities			36,498,495	1,144,165	(4,509,902)	33,132,758	4,408,282

*The Library Building Authority bonds debt service requirements are being provided by the Canton Township Library. The Charter Township and the Library have entered into an agreement that calls for annual payments from the Library equal to the debt service requirements on the bonds. A portion of the bond was refunded during the year ended December 31, 2005, although it did not change the terms of the capital lease. A capital lease for \$4,093,724 has been recorded at December 31, 2010.

**For the governmental activities, accumulated benefits and provision for uninsured losses are normally liquidated by the General Fund, Police Fund, and Fire Fund. See also Note 9.

***Bonds have a variable interest rate; the rate was 2.750% as of December 31, 2010.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 7 - Long-term Debt (Continued)

Business-type Activities

General Obligation Bonds:

Building Authority Recreation Bonds, Series 2000 (Refunded Bonds) (debt issue split between governmental and business-type activities):								
Amount of issue - \$877,500								
Maturing through 2010	6.75%	\$195,000	\$ 195,000	\$ -	\$ (195,000)	\$ -	\$ -	\$ -
Building Authority Limited Tax GO Bonds:								
Amount of issue - \$3,890,000	3.20% -	\$388,111						
Maturing through 2016	3.90%	\$482,525	2,367,201	-	(364,410)	2,002,791	388,111	
Limited Tax General Obligation Refunding Bonds, Series 2005 (debt issue split between governmental and business-type activities): *								
Amount of issue - \$9,450,000	4.00% -	\$204,750 -						
Maturing through 2020	4.50%	\$388,500	2,827,500	-	(9,750)	2,817,750	204,750	
Limited Tax General Obligation Refunding Bonds, Series 2006 (debt issue split between business-type and component unit activities):								
Amount of issue - \$1,360,000	4.00%	\$96,552 -						
Maturing through 2018		\$165,517	1,180,690	-	(80,690)	1,100,000	96,552	
Unamortized premium on bonds			8,505	-	(1,063)	7,442	1,063	
Limited Tax General Obligation, Series 2007								
Amount of issue - \$44,300,000	4.00% -	\$1,585,000 -						
Maturing through 2027	5.00%	\$3,415,000	41,775,000	-	(1,525,000)	40,250,000	1,585,000	
Unamortized premium on bonds			1,004,417	-	(57,123)	947,294	57,123	
Michigan State Revolving Loan Fund:								
Amount of issue - \$2,295,000	2.00%	\$140,000						
Maturing through 2011			275,000	-	(135,000)	140,000	140,000	
Total bonds and other contractual obligations			49,633,313	-	(2,368,036)	47,265,277	2,472,599	
Other long-term obligations:								
Accumulated employee benefits			121,238	86,065	(83,525)	123,778	89,139	
Provision for uninsured losses			131,445	19,316	-	150,761	-	
Total other long-term obligations			252,683	105,381	(83,525)	274,539	89,139	
Total business-type activities			49,885,996	105,381	(2,451,561)	47,539,816	2,561,738	
Total governmental and business-type activities			\$ 86,384,491	\$ 1,249,546	\$ (6,961,463)	\$ 80,672,574	\$ 6,970,020	

	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Component Unit							
General obligation bonds:							
1999 Downtown Development Bonds:							
Amount of issue - \$1,500,000	4.50% -	\$125,000 -					
Maturing through 2014	4.60%	\$150,000	700,000	-	(125,000)	575,000	125,000
2006 Downtown Development Bonds (debt issue split between business-type and component unit activities):							
Amount of issue - \$8,500,000	4.00% -	\$603,448 -					
Maturing through 2018		\$1,034,483	7,379,310	-	(504,310)	6,875,000	603,448
Unamortized premium on bonds			51,600	-	(6,450)	45,150	6,450
Total component unit bond obligations			\$ 8,130,910	\$ -	\$ (635,760)	\$ 7,495,150	\$ 734,898

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 7 - Long-term Debt (Continued)

Annual debt service requirements to maturity for the above bonds, contractual, and note obligations are as follows:

	Governmental Activities			Business-type Activities			Component Units		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2011	2,797,139	1,180,556	3,977,695	2,414,413	2,142,509	4,556,922	728,448	286,294	1,014,742
2012	2,375,937	1,099,591	3,475,528	2,423,201	2,047,329	4,470,530	925,862	252,520	1,178,382
2013	2,508,449	1,011,579	3,520,028	2,512,241	1,945,256	4,457,497	904,310	215,091	1,119,401
2014	2,681,411	913,089	3,594,500	2,606,520	1,832,147	4,438,667	1,012,069	175,864	1,187,933
2015	2,291,665	813,649	3,105,314	2,466,267	1,719,600	4,185,866	862,069	137,931	1,000,000
2016-2019	8,968,358	2,400,161	11,368,519	10,419,400	5,714,133	16,133,533	3,017,242	184,483	3,201,725
2020-2024	8,481,500	910,490	9,391,990	13,713,500	4,187,090	17,900,590	-	-	-
2025-2027	-	-	-	9,755,000	747,875	10,502,875	-	-	-
Total	<u>\$ 30,104,459</u>	<u>\$ 8,329,115</u>	<u>\$ 38,433,574</u>	<u>\$ 46,310,542</u>	<u>\$ 20,335,939</u>	<u>\$ 66,646,480</u>	<u>\$ 7,450,000</u>	<u>\$ 1,252,183</u>	<u>\$ 8,702,183</u>

Defeased Debt - In prior years, the Township defeased certain bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust accounts' assets and liabilities for the defeased bonds are not included in the basic financial statements. At December 31, 2010, \$8,775,000 of bonds outstanding is considered defeased.

Note 8 - Restricted Assets

The balance of restricted assets is as follows:

	Business-type Activities
Cash and equivalents:	
Unspent bond proceeds	<u>\$ 16,781,115</u>
Total	<u>\$ 16,781,115</u>

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 9 - Risk Management

The Charter Township is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The Charter Township has purchased commercial insurance for medical claims and participates in the Michigan Municipal Risk Management Authority for claims relating to property and general liability. The Charter Township is uninsured for employee injuries (workers' compensation).

Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The Michigan Municipal Risk Management Authority (the "Authority") risk pool program operates as a claims servicing pool for amounts up to member retention limits, and operates as a common risk-sharing management program for losses in excess of member retention amounts. Although premiums are paid annually to the Authority that the Authority uses to pay claims up to the retention limits, the ultimate liability for those claims remains with the Charter Township.

The Charter Township estimates the liability for property loss, general liability, and employee injuries claims that have been incurred through the end of the fiscal year, including both those claims that have been reported as well as those that have not yet been reported.

Changes in the estimated liability for the past two fiscal years were as follows:

	Year Ended December 31	
	2010	2009
Estimated liability - Beginning of year	\$ 730,248	\$ 973,111
Estimated claims incurred, including changes in estimates	458,280	156,926
Claim payments, administration fees, and excess payments	(350,963)	(399,789)
Estimated liability - End of year	<u>\$ 837,565</u>	<u>\$ 730,248</u>

Note 10 - Defined Contribution Retirement Plans

The Charter Township participates in two defined contribution plans.

The first, the Charter Township of Canton Retirement Plan, is administered by The Charles Schwab Trust Co. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate as of the date of employment. As established by the Charter Township Board, the Charter Township contributes 15 percent of employees' gross earnings and employees contribute 5 percent of earnings. In accordance with these requirements, the Charter Township contributed \$822,941 during the current year, and employees contributed \$274,317. This plan is closed to new participants.

All full-time employees hired after specific dates in 2009 in three of the Township's bargaining units are required to participate in a defined contribution plan administered by Municipal Employees' Retirement System of Michigan (MERS). The Charter Township contributes 5 percent of employees' gross earnings and employees contribute 3 percent of earnings. In accordance with these requirements, the Charter Township contributed \$11,973 during the current year, and employees contributed \$7,183.

Note 11 - Defined Benefit Pension Plan

The Charter Township participates in the Municipal Employees' Retirement System of Michigan (MERS), an agent multiple-employer defined benefit plan that covers some nonunion and union employees. The system provides retirement, disability, and death benefits to plan members and their beneficiaries. MERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Municipal Employees' Retirement System of Michigan at 1134 Municipal Way, Lansing, MI 48917.

Funding Policy

The obligation to contribute to and maintain the MERS for these full-time employees was established by the Charter Township's board of trustees and requires a contribution from the employees of 5 percent to 6 percent of gross wages and a contribution from the employer ranging from 8.94 percent to 41.34 percent of participating employees' gross wages depending on their membership agreement. The contribution percentages are based on the most recent actuarial valuation as of December 31, 2009.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 11- Defined Benefit Pension Plan (Continued)

Annual Pension Cost

For the year ended December 31, 2010, the Charter Township's annual pension cost of \$3,243,309 for the plan was equal to the required and actual contribution. The 2010 annual required contribution was determined as part of the actuarial valuation as of December 31, 2008, using the entry age normal cost method. Significant actuarial assumptions used include (a) an 8 percent investment rate of return, (b) projected salary increases of 4.5 percent (2 percent for calendar years 2010-2014) per year plus percentage based on an age-related scale to reflect merit longevity and promotional salary increases, and (c) 2.5 percent per year cost of living adjustments. Both (a) and (b) include an inflation component of 4.5 percent. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility over a 10-year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period is 28 years.

Additional actuarial information for the Municipal Employees' Retirement System of Michigan is as follows:

	Year Ended December 31		
	2010	2009	2008
Annual pension cost (APC)	\$ 3,243,309	\$ 2,679,950	\$ 2,563,497
Percentage of APC contributed	100%	100%	100%
Net pension obligation	\$ -	\$ -	\$ -

	December 31		
	2009	2008	2007
Actuarial value of assets	\$ 59,343,842	\$ 55,565,249	\$ 51,739,771
Actuarial accrued liability (AAL) (entry age)	\$ 85,292,742	\$ 82,990,185	\$ 74,058,136
Unfunded AAL (UAAL)	\$ 25,948,900	\$ 27,424,936	\$ 22,318,365
Funded ratio	69.58%	66.95%	69.86%
Covered payroll	\$ 18,833,045	\$ 18,291,638	\$ 17,150,699
UAAL as a percentage of covered payroll	137.78%	149.93%	130.13%

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 12 - Postemployment Benefits

Plan description - The Charter Township provides retiree health care benefits to eligible employees and their spouses. Benefits are provided to public safety and general employees. Currently, the plan has 465 members (including employees in active service, terminated employees not yet receiving benefits, and retired employees and beneficiaries currently receiving benefits). The Charter Township includes pre-Medicare retirees and their dependents in its insured health care plan, with no contributions required by the participants. The Charter Township purchases Medicare supplemental insurance for retirees eligible for Medicare.

This is a single employer defined benefit health care plan administered by the Charter Township. The benefits are provided under collective bargaining agreements. The plan does not issue a separate stand-alone financial statement. Administrative costs are paid by the employer.

Funding policy - Three of the collective bargaining agreements require a contribution from employees hired after specific dates in 2009. Retiree health care costs are recognized when paid by the Charter Township on a “pay-as-you-go” basis. The Charter Township has no obligation to make contributions in advance of when the insurance premiums are due for payment.

Funding progress – For the year ended December 31, 2010 the Charter Township has estimated the cost of providing retiree health care benefits through an actuarial valuation as of December 31, 2008. The valuation computes an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. This valuation’s computed contribution and actual funding are summarized as follows:

Annual required contribution (recommended)	\$ 4,421,004
Interest on the prior year's net OPEB obligation	321,407
Less adjustment to the annual required contribution	<u>(224,297)</u>
Annual OPEB cost	\$ 4,518,114
Amounts contributed:	
Payment of current premiums	(1,539,411)
Advance funding	<u>(300,000)</u>
Increase in net OPEB obligation	2,678,703
OPEB obligation - beginning of year	<u>5,356,782</u>
OPEB obligation - end of year	<u>\$ 8,035,485</u>

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 12 - Postemployment Benefits (Continued)

Advanced Funding – The Charter Township has set aside advanced funding of this obligation in the Municipal Employees’ Retirement System (MERS) Retiree Health Funding Vehicle which is held in a separate reserve but invested on a pooled basis by MERS with other governmental units. The balance as of December 31, 2010 in this restricted plan is \$3,150,385.

The annual OPEB costs, the percentage contributed to the plan, and the net OPEB obligation for the current year and the prior year is as follows:

	Fiscal Year Ended December 31		
	2010	2009	2008
Annual OPEB Costs	\$ 4,518,114	\$ 3,798,201	\$ 3,467,348
Percentage contributed	40.71%	35.68%	15.97%
Net OPEB obligation	\$ 8,035,485	\$ 5,356,782	\$ 2,913,708

The schedule of funding progress is as follows:

	December 31	
	2008	2006
Actuarial value of assets	\$ 2,534,126	\$ 3,414,941
Actuarial accrued liability	\$ 56,325,080	\$ 44,514,949
Unfunded AAL	\$ 53,790,954	\$ 41,100,008
Funded ratio	4.50%	7.67%
Annual covered payroll	\$ 18,291,638	\$ 16,252,352
Ratio of UAAL to covered payroll	294.07%	252.89%

Actuarial methods and assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Charter Township of Canton

Notes to Financial Statements December 31, 2010

Note 12 - Postemployment Benefits (Continued)

In the December 31, 2008, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 6 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 11 percent initially, reduced by decrements to an ultimate rate of 4.5 percent after ten years. Both rates included a 4.5 percent inflation assumption. The actuarial value of assets is set to equal fair market value. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2008, was thirty years.

Note 13 - Joint Ventures

The Charter Township is a member of the Western Townships Utilities Authority (WTUA), which provides sewage disposal services to the residents of Canton, Northville, and Plymouth Townships. The participating communities provide annual funding for its operations. During the current year, the Charter Township paid approximately \$12,293,500 to WTUA for operations, debt, and capital. The Charter Township's equity interest is recorded within the Water and Sewer Fund. The Charter Township is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future. Complete financial statements for WTUA can be obtained from the administrative offices at 40905 Joy Road, Canton, Michigan 48187.

The Charter Township is a member of the 35th District Court System and has an equity interest in the 35th District Courthouse Authority (the "Courthouse"), which provides judicial services to the Charter Township and various other surrounding communities. The Charter Township appoints one member to the joint venture's board, which then approves the annual budget. The Charter Township's equity interest is recorded within the governmental activities column in the statement of net assets. The Charter Township is unaware of any circumstances that would cause an additional benefit or burden to the participating governments in the near future. The Charter Township and various other surrounding communities agreed to become guarantors of bonds issued by the Courthouse during 1999. There were bonds outstanding of \$2,560,000 at December 31, 2010, of which the Charter Township guarantees 47 percent, or \$1,203,200. Complete financial statements for the Courthouse can be obtained from the administrative offices at 660 Plymouth Road, Plymouth, Michigan 48170.

Note 14 – Upcoming Pronouncements

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under this standard, the fund balance classifications of reserved, designated and unreserved will be replaced with five new classifications: nonspendable, Restricted, committed, assigned and unassigned. The Township is currently evaluating the impact this standard will have on the financial statements when adopted. The Township is required to implement Statement No. 54 beginning with the fiscal year ended December 31, 2011.

Note 15 – Subsequent Events

Subsequent to year end, the Township issued bonds in the amount of \$1,150,000 for the reconstruction and widening of Sheldon Center Road (from Canton Center to Joy Road) and the Sheldon Connector (from Sheldon Road to Sheldon Center). These bonds will be paid back from the operational budget of the General fund over a term of 12 years, at a true interest cost rate of 3.498904%.

Required Supplemental Information

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Charter Township of Canton

Required Supplemental Information Budgetary Comparison Schedule - General Fund Year Ended December 31, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Property taxes	\$ 9,521,856	\$ 9,021,856	\$ 8,461,037	\$ (560,819)
Licenses and permits	978,300	978,300	941,472	(36,828)
Federal sources	147,500	147,500	-	(147,500)
State sources	5,127,000	5,127,000	5,073,893	(53,107)
Charges for services	2,717,708	2,722,863	2,700,039	(22,824)
Administration charges	3,875,246	3,875,246	3,875,246	-
Special assessments	6,500	6,500	216	(6,284)
Contributions and donations	57,650	98,609	84,830	(13,779)
Other revenues	1,591,600	1,591,600	1,350,674	(240,926)
Transfers in	303,179	803,179	803,179	-
Fund balance appropriation	642,632	1,122,723	531,104	(591,619)
Total Revenues:	<u>\$ 24,969,171</u>	<u>\$ 25,495,376</u>	<u>\$ 23,821,690</u>	<u>\$ (1,673,686)</u>
Expenditures				
General government	\$ 7,521,739	\$ 7,796,937	\$ 7,283,996	\$ 512,941
Public safety	1,246,995	1,278,788	1,256,284	22,504
Public works	6,137,482	5,860,898	5,521,260	339,638
Health and welfare	482,000	482,000	390,000	92,000
Community and economic development	993,045	1,071,187	908,779	162,408
Recreation and culture	6,969,156	7,154,116	6,782,413	371,703
Capital outlay	372,450	605,146	431,385	173,761
Debt principal payments	320,000	320,000	320,000	-
Interest and fiscal charges	187,300	187,300	188,569	(1,269)
Transfers out	739,004	739,004	739,004	-
Total Expenditures:	<u>\$ 24,969,171</u>	<u>\$ 25,495,376</u>	<u>\$ 23,821,690</u>	<u>\$ 1,673,686</u>

Charter Township of Canton

	Fire			Variance with Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Property taxes	\$ 7,989,880	\$ 7,989,880	\$ 7,888,700	\$ (101,180)
Licenses and permits	-	-	-	-
Federal sources	-	-	21,314	21,314
State sources	-	-	-	-
Charges for services	1,101,000	1,141,000	1,178,546	37,546
Contributions and donations	-	-	-	-
Other revenues	73,700	73,700	89,200	15,500
Transfers in	-	-	-	-
Fund balance appropriation	968,396	1,630,243	1,489,022	(141,221)
Total Revenues:	<u>\$ 10,132,976</u>	<u>\$ 10,834,823</u>	<u>\$ 10,666,782</u>	<u>\$ (168,041)</u>
Expenditures				
Public safety	\$ 9,551,449	\$ 9,943,249	\$ 9,816,091	\$ 127,158
Capital outlay	50,700	360,747	319,796	40,951
Debt principal payments	437,943	437,943	437,943	-
Interest and fiscal charges	92,884	92,884	92,952	(68)
Total Expenditures:	<u>\$ 10,132,976</u>	<u>\$ 10,834,823</u>	<u>\$ 10,666,782</u>	<u>\$ 168,041</u>

Required Supplemental Information
Budgetary Comparison Schedule - Major Special Revenue Funds
Year Ended December 31, 2010

Police			
Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
\$ 13,874,506	\$ 13,294,506	\$ 13,144,814	\$ (149,692)
9,500	9,500	11,521	2,021
102,755	112,607	39,738	(72,869)
21,482	21,482	19,780	(1,702)
145,250	145,250	143,367	(1,883)
2,000	2,000	29,388	27,388
115,200	115,200	239,816	124,616
-	500,000	500,000	-
<u>1,455,988</u>	<u>1,705,585</u>	<u>1,653,553</u>	<u>(52,032)</u>
<u>\$ 15,726,681</u>	<u>\$ 15,906,130</u>	<u>\$ 15,781,977</u>	<u>\$ (124,153)</u>
\$ 15,433,872	\$ 15,525,003	\$ 15,406,856	\$ 118,147
217,016	305,334	299,306	6,028
62,648	62,648	62,648	-
<u>13,145</u>	<u>13,145</u>	<u>13,167</u>	<u>(22)</u>
<u>\$ 15,726,681</u>	<u>\$ 15,906,130</u>	<u>\$ 15,781,977</u>	<u>\$ 124,153</u>

Charter Township of Michigan

Note to Required Supplemental Information December 31, 2010

Note - Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds except that fund balance appropriation, proceeds from sale of capital assets, and transfers are budgeted as either revenue or expenditures to balance the budget. All annual appropriations lapse at fiscal year end.

The statement comparing actual to budgeted revenue and expenditures is presented in the format of the operating statement.

Following is a reconciliation of the budget statement of the General Fund and other major Special Revenue Funds to the operating statement:

	Budget Statement	Fund Balance Appropriation	Transfers	Operating Statement
General Fund:				
Total revenues	\$ 23,821,690	\$ (531,104)	\$ (803,179)	\$ 22,487,407
Total expenditures	23,821,690	-	(739,004)	23,082,686
Fire Fund - Total revenues	10,666,782	(1,489,022)	-	9,177,760
Police Fund - Total revenues	15,781,977	(1,653,553)	(500,000)	13,628,424

The Charter Township follows these procedures in establishing the budgetary data reflected in the financial statements:

- In 2010, the Township adopted a biennial budget for years 2011 and 2012.
- Prior to the last Friday in August, the Charter Township Supervisor submits to the board of trustees (the “Board”) a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- A public hearing is conducted in September to obtain taxpayer comments.
- The budget is legally adopted by the Board through adoption of the appropriation ordinance. According to State law, the budget must be adopted by December 31.
- The Charter Township Supervisor is authorized to transfer budgeted amounts within budgetary centers (activity); however, any revisions that alter the total expenditure of any budgetary center (activity) must be amended by the Board.

Charter Township of Michigan

Note to Required Supplemental Information December 31, 2010

Note - Budgetary Information (Continued)

The budgets for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds have been adopted on a fund basis. The General Fund budget-to-actual results are reported at the activity level. The adopted budget is in accordance with the State's legal requirement and is the level of classification detail at which expenditures may not legally exceed appropriations. The Board must approve all budget amendments made throughout the year. Transfers within a fund may be approved by the Charter Township Supervisor. During the current year, the budget was amended in a legally permissible manner.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the goods or services have not been received as of yearend; the commitments will be re-appropriated and honored during the subsequent year.

Deficits – The Public Improvement fund has a deficit of unrestricted net assets in the amount of \$583,446. This deficit will be eliminated in the Township's 2011 fiscal year by a transfer of unrestricted monies from the General fund. The deficit in this fund was caused by the dissolution of a land contract. The proceeds from the sale of this property will be deposited in the General Fund.

The Community Improvement fund has a deficit of unrestricted net assets in the amount of \$302,917. This deficit will be eliminated upon receipt of federal grant funds passed through Wayne County. The Charter Township expects to receive these funds in 2011.

The Golf Course fund has a deficit of unrestricted net assets in the amount of \$253,328. This deficit will be eliminated in the Township's 2011 fiscal year by a transfer of unrestricted monies from the General fund.

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Other Supplemental Information

Charter Township of Canton

	Nonmajor Special Revenue Funds					
	Community Center Fund	Street Lighting	Cable TV	Public Improvement	Community Improvement	911 Service
Assets						
Cash and cash equivalents	\$ 204,986	\$ 251,309	\$ 473,270	\$ 272,455	\$ -	\$ 1,097,449
Investments	-	-	968,617	646,761	-	1,426,159
Receivables, net:						
Special assessments	-	83,856	-	-	-	-
Accrued interest and other receivables	138	-	356,661	2,625	618,701	1,269
Other assets	17,405	-	-	-	-	-
Due from other funds	24,250	-	230	254,713	-	-
Due from other governmental units	212	-	-	-	176,910	-
Inventories	-	-	-	-	-	-
Total Assets:	\$ 246,991	\$ 335,165	\$ 1,798,778	\$ 1,176,554	\$ 795,611	\$ 2,524,877
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 62,443	\$ 22,419	\$ 699	\$ -	\$ 37,729	\$ 347
Accrued and other liabilities	29,909	-	5,053	-	-	-
Due to other funds	6,013	-	500,126	1,760,000	254,713	500,000
Due to other governmental units	1,565	-	326	-	-	-
Deferred revenue:						
Special assessments	-	240,189	-	-	-	-
Property taxes and other	-	-	-	-	614,101	-
Total Liabilities:	99,930	262,608	506,204	1,760,000	906,543	500,347
Fund Balances:						
Reserved for encumbrances	-	-	-	-	191,985	-
Reserved for grants	-	-	-	-	-	-
Unreserved, undesignated reported in:						
Special Revenue Funds	147,061	72,557	1,292,574	(583,446)	(302,917)	2,024,530
Debt Service Fund	-	-	-	-	-	-
Capital Project Funds	-	-	-	-	-	-
Total Fund Balances:	147,061	72,557	1,292,574	(583,446)	(110,932)	2,024,530
Total Liabilities and Fund Balances:	\$ 246,991	\$ 335,165	\$ 1,798,778	\$ 1,176,554	\$ 795,611	\$ 2,524,877

**Other Supplemental Information
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010**

Nonmajor Special Revenue Funds					Nonmajor Debt Service Funds			Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Special Investigation	CDBG	Energy Grant	Neighborhood Stabilization	Total	Building Authority	Special Assessment Debt Service	Total	Capital Projects - Roads	
\$ 1,009,240	\$ 87,262	\$ 312,607	\$ 1,333	\$ 3,709,911	\$ -	\$ 339,531	\$ 339,531	\$ 172,065	\$ 4,221,507
100,000	-	-	-	3,141,537	-	100,144	100,144	-	3,241,681
-	-	-	-	83,856	-	3,564,109	3,564,109	193,138	3,841,103
-	-	-	-	979,394	-	88,643	88,643	-	1,068,037
-	-	-	-	17,405	-	-	-	1,022	18,427
-	-	-	-	279,193	-	1,000,000	1,000,000	600,000	1,879,193
16,394	62,111	12,006	162,970	430,603	-	-	-	-	430,603
-	-	-	1,233,058	1,233,058	-	-	-	-	1,233,058
<u>\$ 1,125,634</u>	<u>\$ 149,373</u>	<u>\$ 324,613</u>	<u>\$ 1,397,361</u>	<u>\$ 9,874,957</u>	<u>\$ -</u>	<u>\$ 5,092,427</u>	<u>\$ 5,092,427</u>	<u>\$ 966,225</u>	<u>\$ 15,933,609</u>
\$ 92,109	\$ 31,640	\$ 544	\$ -	\$ 247,930	\$ -	\$ -	\$ -	\$ 339,742	\$ 587,672
71,893	-	-	-	106,855	-	-	-	-	106,855
262	117,733	324,069	164,303	3,627,219	-	931,238	931,238	3,000	4,561,457
73,338	-	-	-	75,229	-	-	-	-	75,229
-	-	-	-	240,189	-	3,544,994	3,544,994	185,454	3,970,637
34,532	-	-	-	648,633	-	-	-	-	648,633
<u>272,134</u>	<u>149,373</u>	<u>324,613</u>	<u>164,303</u>	<u>4,946,055</u>	<u>-</u>	<u>4,476,232</u>	<u>4,476,232</u>	<u>528,196</u>	<u>9,950,483</u>
-	-	-	-	191,985	-	-	-	292,604	484,589
-	-	-	1,233,058	1,233,058	-	-	-	-	1,233,058
853,500	-	-	-	3,503,859	-	-	-	-	3,503,859
-	-	-	-	-	-	616,195	616,195	-	616,195
-	-	-	-	-	-	-	-	145,425	145,425
<u>853,500</u>	<u>-</u>	<u>-</u>	<u>1,233,058</u>	<u>4,928,902</u>	<u>-</u>	<u>616,195</u>	<u>616,195</u>	<u>438,029</u>	<u>5,983,126</u>
<u>\$ 1,125,634</u>	<u>\$ 149,373</u>	<u>\$ 324,613</u>	<u>\$ 1,397,361</u>	<u>\$ 9,874,957</u>	<u>\$ -</u>	<u>\$ 5,092,427</u>	<u>\$ 5,092,427</u>	<u>\$ 966,225</u>	<u>\$ 15,933,609</u>

Charter Township of Canton

	Nonmajor Special Revenue Funds					
	Community Center Fund	Street Lighting	Cable TV	Public Improvement	Community Improvement	911 Service
Revenues						
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ 123,894	\$ -
State sources	-	-	-	-	623,167	-
Charges for services	-	-	-	-	-	291,522
Administration charges	499,550	-	-	-	-	-
Special assessments	-	240,200	-	-	-	-
Royalties	-	-	1,341,619	-	740,643	-
Contributions and donations	-	-	-	-	150,708	-
Summit recreation fees	1,189,965	-	-	-	-	-
Other revenues	198,536	1,971	32,114	342,653	31,896	19,570
Total Revenues:	1,888,051	242,171	1,373,733	342,653	1,670,308	311,092
Expenditures						
Current:						
General government	-	-	816,797	-	-	-
Public safety	-	-	-	-	-	55,168
Public works	-	257,752	-	-	17,170	-
Community and economic development	-	-	-	-	-	-
Recreation and culture	2,322,832	-	-	-	104,388	-
Capital outlay:	-	-	-	-	-	-
Capital outlay	47,120	-	-	31,774	929,434	-
Debt service:						
Principal payments	5,250	-	-	-	800,000	-
Interest and fiscal charges	63,527	-	-	-	804,988	-
Total Expenditures:	2,438,729	257,752	816,797	31,774	2,655,980	55,168
Excess (Deficiency) of Revenues Over (Under) Expenditures:	(550,678)	(15,581)	556,936	310,879	(985,672)	255,924
Other Financing Sources (Uses)						
Transfers in (Note 6)	739,004	-	-	1,000,000	874,203	-
Transfers out (Note 6)	(110,084)	-	(800,000)	(2,641,868)	-	(500,000)
Total other financing sources (uses)	628,920	-	(800,000)	(1,641,868)	874,203	(500,000)
Net Change in Fund Balances	78,242	(15,581)	(243,064)	(1,330,989)	(111,469)	(244,076)
Fund Balances - Beginning	68,819	88,138	1,535,638	747,543	537	2,268,606
Fund Balances - Ending:	\$ 147,061	\$ 72,557	\$ 1,292,574	\$ (583,446)	\$ (110,932)	\$ 2,024,530

Other Supplemental Information
Combining Statement of Revenue, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
Year Ended December 31, 2010

Special Investigation	Nonmajor Special Revenue Funds				Nonmajor Debt Service Funds			Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	CDBG	Energy Grant	Neighborhood Stabilization	Total	Building Authority	Special Assessment Debt Service	Total	Capital Projects - Roads	
\$ 81,000	\$ 437,840	\$ 674,647	\$ 1,486,994	\$ 2,804,375	\$ -	\$ -	\$ -	\$ -	\$ 2,804,375
378,122	-	-	-	1,001,289	-	-	-	-	1,001,289
-	-	-	-	291,522	-	-	-	-	291,522
-	-	-	-	499,550	-	-	-	-	499,550
-	-	-	-	240,200	-	289,608	289,608	39,820	569,628
-	-	-	-	2,082,262	-	-	-	-	2,082,262
5,204	-	-	-	155,912	-	-	-	-	155,912
-	-	-	-	1,189,965	-	-	-	-	1,189,965
89,016	-	-	-	715,756	-	86,946	86,946	17,944	820,646
<u>553,342</u>	<u>437,840</u>	<u>674,647</u>	<u>1,486,994</u>	<u>8,980,831</u>	<u>-</u>	<u>376,554</u>	<u>376,554</u>	<u>57,764</u>	<u>9,415,149</u>
-	-	14,329	-	831,126	-	-	-	-	831,126
875,317	-	-	-	930,485	-	-	-	-	930,485
-	-	-	-	274,922	-	17,824	17,824	9,193	301,939
-	272,490	-	253,936	526,426	-	-	-	-	526,426
-	-	-	-	2,427,220	-	-	-	-	2,427,220
-	-	-	-	-	-	-	-	-	-
-	165,350	660,318	-	1,833,996	-	-	-	1,110,272	2,944,268
-	-	-	-	805,250	105,000	900,000	1,005,000	-	1,810,250
-	-	-	-	868,515	5,084	85,600	90,684	32,923	992,122
<u>875,317</u>	<u>437,840</u>	<u>674,647</u>	<u>253,936</u>	<u>8,497,940</u>	<u>110,084</u>	<u>1,003,424</u>	<u>1,113,508</u>	<u>1,152,388</u>	<u>10,763,836</u>
<u>(321,975)</u>	<u>-</u>	<u>-</u>	<u>1,233,058</u>	<u>482,891</u>	<u>(110,084)</u>	<u>(626,870)</u>	<u>(736,954)</u>	<u>(1,094,624)</u>	<u>(1,348,687)</u>
-	-	-	-	2,613,207	110,084	1,000,000	1,110,084	-	3,723,291
-	-	-	-	(4,051,952)	-	(3,179)	(3,179)	(1,000,000)	(5,055,131)
-	-	-	-	(1,438,745)	110,084	996,821	1,106,905	(1,000,000)	(1,331,840)
(321,975)	-	-	1,233,058	(955,854)	-	369,951	369,951	(2,094,624)	(2,680,527)
<u>1,175,475</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,884,756</u>	<u>-</u>	<u>246,244</u>	<u>246,244</u>	<u>2,532,653</u>	<u>8,663,653</u>
<u>\$ 853,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,233,058</u>	<u>\$ 4,928,902</u>	<u>\$ -</u>	<u>\$ 616,195</u>	<u>\$ 616,195</u>	<u>\$ 438,029</u>	<u>\$ 5,983,126</u>

Charter Township of Canton

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds Year Ended December 31, 2010

Special Revenue Fund – Community Center

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Administration charges	\$ 499,550	\$ 499,550	\$ 499,550	\$ -
Summit recreation fees	1,250,000	1,250,000	1,189,965	(60,035)
Other revenues	198,840	200,040	198,536	(1,504)
Transfers in	739,004	739,004	739,004	-
Total Revenues:	<u>\$ 2,687,394</u>	<u>\$ 2,688,594</u>	<u>\$ 2,627,055</u>	<u>\$ (61,539)</u>
Expenditures - Current expenditures				
Recreation and culture	\$ 2,444,266	\$ 2,445,366	\$ 2,322,832	\$ 122,534
Capital outlay	64,400	64,400	47,120	17,280
Debt principal payments	5,250	5,250	5,250	-
Interest and fiscal charges	63,490	63,490	63,527	(37)
Transfers out	109,988	110,088	110,084	4
Transfer to fund balance	-	-	78,242	(78,242)
Total Expenditures:	<u>\$ 2,687,394</u>	<u>\$ 2,688,594</u>	<u>\$ 2,627,055</u>	<u>\$ 61,539</u>

Special Revenue Fund - Street Lighting

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Special assessments	\$ 262,650	\$ 262,650	\$ 240,200	\$ (22,450)
Contributions and donations	15,000	15,000	-	(15,000)
Other revenues	2,900	2,900	1,971	(929)
Fund balance appopriation	-	-	15,581	15,581
Total Revenues:	<u>\$ 280,550</u>	<u>\$ 280,550</u>	<u>\$ 257,752</u>	<u>\$ (22,798)</u>
Expenditures - Current expenditures				
Public works	\$ 268,531	\$ 268,531	\$ 257,752	\$ 10,779
Transfer to fund balance	12,019	12,019	-	12,019
Total Expenditures:	<u>\$ 280,550</u>	<u>\$ 280,550</u>	<u>\$ 257,752</u>	<u>\$ 22,798</u>

Charter Township of Canton

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Year Ended December 31, 2010

Special Revenue Fund – Cable TV

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Royalties	\$ 1,195,000	\$ 1,195,000	\$ 1,341,619	\$ 146,619
Other revenues	37,000	37,000	32,114	(4,886)
Fund balance appopriation	-	419,826	243,064	(176,762)
Total Revenues:	<u>\$ 1,232,000</u>	<u>\$ 1,651,826</u>	<u>\$ 1,616,797</u>	<u>\$ (35,029)</u>
Expenditures - Current expenditures				
General government	\$ 840,876	\$ 841,676	\$ 816,797	\$ 24,879
Capital outlay	10,150	10,150	-	10,150
Transfers out	300,000	800,000	800,000	-
Transfer to fund balance	80,974	-	-	-
Total Expenditures:	<u>\$ 1,232,000</u>	<u>\$ 1,651,826</u>	<u>\$ 1,616,797</u>	<u>\$ 35,029</u>

Special Revenue Fund – Public Improvement

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Other revenues	\$ 207,000	\$ 267,000	\$ 342,653	\$ 75,653
Transfers in	-	1,000,000	1,000,000	-
Fund balance appopriation	1,455,251	1,407,543	1,330,989	(76,554)
Total Revenues:	<u>\$ 1,662,251</u>	<u>\$ 2,674,543</u>	<u>\$ 2,673,642</u>	<u>\$ (901)</u>
Expenditures - Current expenditures				
Capital outlay	\$ -	\$ 32,675	\$ 31,774	\$ 901
Transfers out	1,662,251	2,641,868	2,641,868	-
Total Expenditures:	<u>\$ 1,662,251</u>	<u>\$ 2,674,543</u>	<u>\$ 2,673,642</u>	<u>\$ 901</u>

Charter Township of Canton

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Year Ended December 31, 2010

Special Revenue Fund – Community Improvement

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Federal sources	\$ -	\$ -	\$ 123,894	\$ 123,894
State sources	-	1,125,000	623,167	(501,833)
Royalties	1,000,000	1,000,000	740,643	(259,357)
Contributions and donations	-	150,000	150,708	708
Other revenues	12,000	12,000	31,896	19,896
Transfers in	1,102,251	874,203	874,203	-
Fund balance appropriation	-	-	111,469	111,469
Total Revenues:	<u>\$ 2,114,251</u>	<u>\$ 3,161,203</u>	<u>\$ 2,655,980</u>	<u>\$ (505,223)</u>
Expenditures - Current expenditures				
Public works	\$ 21,000	\$ 21,000	\$ 17,170	\$ 3,830
Recreation and culture	-	-	104,388	(104,388)
Capital outlay	488,000	1,353,215	929,434	423,781
Debt principal payments	800,000	800,000	800,000	-
Interest and fiscal charges	805,251	805,251	804,988	263
Transfer to fund balance	-	181,737	-	181,737
Total Expenditures:	<u>\$ 2,114,251</u>	<u>\$ 3,161,203</u>	<u>\$ 2,655,980</u>	<u>\$ 505,223</u>

Special Revenue Fund – 911 Service

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for services	\$ 383,000	\$ 383,000	\$ 291,522	\$ (91,478)
Other revenues	27,000	27,000	19,570	(7,430)
Fund balance appropriation	-	212,214	244,076	31,862
Total Revenues:	<u>\$ 410,000</u>	<u>\$ 622,214</u>	<u>\$ 555,168</u>	<u>\$ (67,046)</u>
Expenditures - Current expenditures				
Public Safety	\$ 119,202	\$ 119,202	\$ 55,168	\$ 64,034
Capital outlay	-	3,012	-	3,012
Transfers out	-	500,000	500,000	-
Transfer to fund balance	290,798	-	-	-
Total Expenditures:	<u>\$ 410,000</u>	<u>\$ 622,214</u>	<u>\$ 555,168</u>	<u>\$ 67,046</u>

Charter Township of Canton

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Year Ended December 31, 2010

Special Revenue Fund – Special Investigation

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Federal sources	\$ 60,000	\$ 60,000	\$ 81,000	\$ 21,000
State sources	450,211	450,211	378,122	(72,089)
Contributions and donations	4,000	4,000	5,204	1,204
Other revenues	52,150	52,150	89,016	36,866
Fund balance appropriation	<u>327,278</u>	<u>347,278</u>	<u>321,975</u>	<u>(25,303)</u>
Total Revenues:	<u>\$ 893,639</u>	<u>\$ 913,639</u>	<u>\$ 875,317</u>	<u>\$ (38,322)</u>
Expenditures - Current expenditures				
Public safety	\$ 878,639	\$ 898,639	\$ 875,317	\$ 23,322
Capital outlay	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total Expenditures:	<u>\$ 893,639</u>	<u>\$ 913,639</u>	<u>\$ 875,317</u>	<u>\$ 38,322</u>

Special Revenue Fund – CDBG

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues - Federal sources	<u>\$ 357,478</u>	<u>\$ 455,217</u>	<u>\$ 437,840</u>	<u>\$ 17,377</u>
Expenditures - Current expenditures				
Community and economic development	\$ 237,478	\$ 353,980	\$ 272,490	\$ 81,490
Capital outlay	<u>120,000</u>	<u>101,237</u>	<u>165,350</u>	<u>(64,113)</u>
Total Expenditures:	<u>\$ 357,478</u>	<u>\$ 455,217</u>	<u>\$ 437,840</u>	<u>\$ 17,377</u>

Charter Township of Canton

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Year Ended December 31, 2010

Special Revenue Fund – Energy Grant

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues - Federal sources	<u>\$ -</u>	<u>\$ 754,100</u>	<u>\$ 674,647</u>	<u>\$ 79,453</u>
Expenditures - Current expenditures				
General government	\$ -	\$ -	\$ 14,329	\$ (14,329)
Capital outlay	-	754,100	660,318	93,782
Total Expenditures:	<u>\$ -</u>	<u>\$ 754,100</u>	<u>\$ 674,647</u>	<u>\$ 79,453</u>

Special Revenue Fund – Neighborhood Stabilization

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues - Federal sources	<u>\$ -</u>	<u>\$ 2,182,988</u>	<u>\$ 1,486,994</u>	<u>\$ 695,994</u>
Expenditures - Current expenditures				
Community and economic development	\$ -	\$ 2,182,988	\$ 253,936	\$ 1,929,052
Transfer to fund balance	-	-	1,233,058	(1,233,058)
Total Expenditures:	<u>\$ -</u>	<u>\$ 2,182,988</u>	<u>\$ 1,486,994</u>	<u>\$ 695,994</u>

Debt Service Fund – Building Authority

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues - Transfers in	<u>\$ 109,988</u>	<u>\$ 110,088</u>	<u>\$ 110,084</u>	<u>\$ (4)</u>
Expenditures - Current expenditures				
Debt principal payments	\$ 105,000	\$ 105,000	\$ 105,000	\$ -
Interest and fiscal charges	4,988	5,088	5,084	4
Total Expenditures:	<u>\$ 109,988</u>	<u>\$ 110,088</u>	<u>\$ 110,084</u>	<u>\$ 4</u>

Charter Township of Canton

Other Supplemental Information Budgetary Comparison Schedule - Nonmajor Governmental Funds (Continued) Year Ended December 31, 2010

Debt Service Fund – Special Assessment Debt Service

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Special assessments	\$ 317,897	\$ 317,897	\$ 289,608	\$ (28,289)
Other revenues	81,593	81,593	86,946	5,353
Transfers in	-	1,000,000	1,000,000	-
Fund balance appropriation	589,289	-	-	-
Total Revenues:	<u>\$ 988,779</u>	<u>\$ 1,399,490</u>	<u>\$ 1,376,554</u>	<u>\$ (22,936)</u>
Expenditures				
Public works	\$ -	\$ 67,000	\$ 17,824	\$ 49,176
Debt principal payments	900,000	900,000	900,000	-
Interest and fiscal charges	85,600	85,600	85,600	-
Transfers out	3,179	3,179	3,179	-
Transfer to fund balance	-	343,711	369,951	(26,240)
Total Expenditures:	<u>\$ 988,779</u>	<u>\$ 1,399,490</u>	<u>\$ 1,376,554</u>	<u>\$ 22,936</u>

Capital Projects Fund – Capital Projects – Roads

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues				
Special assessments	\$ -	\$ -	\$ 39,820	\$ 39,820
Other revenues	-	-	17,944	17,944
Fund balance appropriation	55,000	2,241,643	2,094,624	(147,019)
Total Revenues:	<u>\$ 55,000</u>	<u>\$ 2,241,643</u>	<u>\$ 2,152,388</u>	<u>\$ (89,255)</u>
Expenditures - Current expenditures				
Public works	\$ -	\$ 12,015	\$ 9,193	\$ 2,822
Capital outlay	-	1,174,628	1,110,272	64,356
Interest and fiscal charges	55,000	55,000	32,923	22,077
Transfers out	-	1,000,000	1,000,000	-
Total Expenditures:	<u>\$ 55,000</u>	<u>\$ 2,241,643</u>	<u>\$ 2,152,388</u>	<u>\$ 89,255</u>

Charter Township of Canton

Other Supplemental Information Statement of Changes in Assets and Liabilities Fiduciary Funds Year Ended December 31, 2010

	Agency Funds			
	Balance January 1, 2010	Additions	Deletions	
<u>Tax Collections</u>				
Assets				
Cash and cash equivalents	\$ 13,031,274	\$ 171,604,830	\$ 174,308,904	\$ 10,327,200
Receivables - Accrued interest and other	1,740	-	1,740	-
Total assets	<u>\$ 13,033,014</u>	<u>\$ 171,604,830</u>	<u>\$ 174,310,644</u>	<u>\$ 10,327,200</u>
Liabilities - Due to other governmental units	<u>\$ 13,033,014</u>	<u>\$ 121,392,299</u>	<u>\$ 124,098,113</u>	<u>\$ 10,327,200</u>
<u>Other Agency Funds</u>				
Assets - Cash and cash equivalents	<u>\$ 527,802</u>	<u>\$ 1,187,385</u>	<u>\$ 1,253,487</u>	<u>\$ 461,700</u>
Liabilities				
Accounts payable	\$ 53,700	\$ 456,262	\$ 509,788	\$ 174
Cash bonds and deposits	474,102	645,696	658,272	461,526
Total liabilities	<u>\$ 527,802</u>	<u>\$ 1,101,958</u>	<u>\$ 1,168,060</u>	<u>\$ 461,700</u>
<u>Total Agency Funds</u>				
Assets				
Cash and cash equivalents	\$ 13,559,076	\$ 172,792,215	\$ 175,562,391	\$ 10,788,900
Receivables - Accrued interest and other	1,740	-	1,740	-
Total assets	<u>\$ 13,560,816</u>	<u>\$ 172,792,215</u>	<u>\$ 175,564,131</u>	<u>\$ 10,788,900</u>
Liabilities				
Accounts payable	\$ 53,700	\$ 456,262	\$ 509,788	\$ 174
Cash bonds and deposits	474,102	645,696	658,272	461,526
Due to other governmental funds	13,033,014	121,392,299	124,098,113	10,327,200
Total liabilities	<u>\$ 13,560,816</u>	<u>\$ 122,494,257</u>	<u>\$ 125,266,173</u>	<u>\$ 10,788,900</u>

Charter Township of Canton

Component Units Balance Sheet December 31, 2010

	Downtown Development Authority
Assets	
Cash and cash equivalents (Note 3)	\$ 765,013
Investments (Note 3)	3,985,700
Receivables, net:	
Property taxes	1,894,569
Total Assets:	<u><u>\$ 6,645,282</u></u>
Liabilities and Fund Balances	
Liabilities:	
Accounts payable	\$ 1,260,574
Accrued and other liabilities	5,708
Due to other governmental units	48,239
Deferred revenue (Note 5):	
Property taxes and other	2,710,700
Total Liabilities:	<u>4,025,221</u>
Fund Balances:	
Reserved for encumbrances	2,243,786
Unreserved, undesignated	376,275
Total Fund Balances:	<u>2,620,061</u>
Total Liabilities and Fund Balances:	<u><u>\$ 6,645,282</u></u>
 Total fund balances for component units	 2,620,061
Amounts reported for component units in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and are not reported in the funds	15,500,068
Long-term liabilities are not due and payable in the current period and are not reported in the funds	(7,495,150)
Bond issuance costs are capitalized and included in governmental activities and are not reported in the funds.	38,022
Interest amounts on long-term liabilities are not payable until due in the funds	<u>(25,098)</u>
Total net assets for component units	<u><u>\$ 10,637,903</u></u>

Charter Township of Canton

Component Units Statement of Revenues, Expenditures and Changes in Fund Balances Year Ended December 31, 2010

	Downtown Development Authority
Revenues	
Property taxes	\$ 2,731,448
Charges for services	39,576
Other revenues	95,306
Total Revenues:	2,866,330
Expenditures	
Current:	
Community and economic development	1,091,076
Capital outlay	3,109,208
Debt service:	
Principal payments	629,310
Interest and fiscal charges	314,495
Total Expenditures:	5,144,089
Net Change in Fund Balances	(2,277,759)
Fund Balances - Beginning	4,897,820
Fund Balances - Ending:	\$ 2,620,061

Net change in fund balances of component units (2,277,759)

Amounts reported for component units in the statement of activities are different because:

Governmental funds report capital outlays as expenditures (\$3,109,208); in the statement of activities, these costs are allocated over their estimated useful lives as depreciation (\$366,359)	2,742,849
Repayment of bond principal and amortization of deferred costs of financing are expenditures in the governmental funds, but not in the statement of activities (where it reduces long-term debt)	630,328
Accrued interest is an expenditure in the statement of activities, but not in the governmental funds	2,139

Change in net assets of component units **\$ 1,097,557**

Statistical Section

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Charter Township of Canton

Description of Statistical Section

This part of the Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Township's overall financial health

Contents

The statistical section is organized into the following main categories:

Financial Trends:

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

Revenue Capacity:

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

Debt Capacity:

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

Demographic and Economic Information:

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

Operating Information:

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

Sources:

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The Township implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

Charter Township of Canton

	Fiscal Year Ended December 31			
	2002	2003	2004	2005
Governmental Activities				
Invested in capital assets - Net of related debt	\$ 39,070,025	\$ 42,163,530	\$ 41,737,768	\$ 45,205,467
Restricted	11,837,657	12,080,313	13,689,720	11,679,740
Unrestricted	<u>23,605,054</u>	<u>17,409,745</u>	<u>15,589,584</u>	<u>22,048,490</u>
Total net assets	74,512,736	71,653,588	71,017,072	78,933,697
Business-type Activities				
Invested in capital assets - Net of related debt	82,983,166	85,264,716	88,244,363	91,961,552
Restricted	7,183	11,612	11,463	4,462
Unrestricted	<u>54,720,350</u>	<u>55,603,979</u>	<u>57,872,611</u>	<u>56,180,667</u>
Total net assets	137,710,699	140,880,307	146,128,437	148,146,681
Primary Government in Total				
Invested in capital assets - Net of related debt	122,053,191	127,428,246	129,982,131	137,167,019
Restricted	11,844,840	12,091,925	13,701,183	11,684,202
Unrestricted	<u>78,325,404</u>	<u>73,013,724</u>	<u>73,462,195</u>	<u>78,229,157</u>
Total net assets	<u>\$ 212,223,435</u>	<u>\$ 212,533,895</u>	<u>\$ 217,145,509</u>	<u>\$ 227,080,378</u>

*Restricted net assets were restated for 2007 and 2008 for business-type activities for comparability.

Financial Trend Information
Net Assets by Component
(Unaudited)

Fiscal Year Ended December 31				
2006	2007*	2008*	2009	2010
\$ 47,200,269	\$ 50,304,473	\$ 53,231,465	\$ 54,914,974	\$ 58,824,432
15,686,011	15,829,468	16,363,562	13,292,162	10,906,361
<u>16,329,584</u>	<u>15,165,364</u>	<u>11,190,868</u>	<u>6,130,666</u>	<u>(859,022)</u>
79,215,864	81,299,305	80,785,895	74,337,802	68,871,771
91,906,737	87,895,407	88,787,902	88,447,727	89,157,966
1,487	43,377,714	29,790,020	18,055,888	16,779,915
<u>51,918,561</u>	<u>10,987,324</u>	<u>21,926,084</u>	<u>34,925,826</u>	<u>39,495,487</u>
143,826,785	142,260,445	140,504,006	141,429,441	145,433,368
139,107,006	138,199,880	142,019,367	143,362,701	147,982,398
15,687,498	59,207,182	46,153,582	31,348,050	27,686,276
<u>68,248,145</u>	<u>26,152,688</u>	<u>33,116,952</u>	<u>41,056,492</u>	<u>38,636,465</u>
<u>\$ 223,042,649</u>	<u>\$ 223,559,750</u>	<u>\$ 221,289,901</u>	<u>\$ 215,767,243</u>	<u>\$ 214,305,139</u>

	Fiscal Year Ended December 31			
	2002	2003	2004	2005
Expenses				
General government	\$ 7,255,264	\$ 6,673,059	\$ 7,871,063	\$ 6,705,957
Public safety	16,463,481	18,528,734	18,300,773	22,262,105
Public works	3,383,140	6,578,119	11,121,653	7,388,912
Building, planning, and engineering	3,588,191	3,803,120	3,679,756	3,874,353
Health and welfare	-	-	-	-
Community and economic development	-	-	-	-
Recreation and culture	5,113,356	6,520,210	8,405,420	8,677,474
Sanitation	2,015,090	2,156,849	2,432,446	2,664,103
Interest on long-term debt	457,756	539,567	649,025	388,909
Total governmental activities	38,276,278	44,799,658	52,460,136	51,961,813
Program Revenues				
Charges for services:				
General government	795,939	498,864	517,566	568,650
Public safety	1,135,371	1,324,414	848,795	987,207
Public works	-	-	-	-
Building, planning, and engineering	4,513,706	2,624,178	3,099,852	3,839,924
Community and economic development	-	-	-	-
Recreation and culture	3,364,204	3,673,589	3,852,691	4,099,582
Total charges for services	9,809,220	8,121,045	8,318,904	9,495,363
Operating grants and contributions	1,482,609	1,449,704	1,794,831	3,263,870
Capital grants and contributions	586,191	1,063,128	5,565,856	4,390,608
Total program revenues	11,878,020	10,633,877	15,679,591	17,149,841
Net Expense	(26,398,258)	(34,165,781)	(36,780,545)	(34,811,972)
General Revenues				
Taxes:				
Property taxes	3,740,620	4,740,395	5,988,123	7,647,583
Public safety operating levy	16,695,873	17,986,859	18,872,962	19,533,530
State-shared revenues	7,064,413	6,310,027	6,034,910	6,018,024
Royalties	1,764,592	1,726,009	1,241,583	1,233,579
Investment earnings	1,020,755	924,482	626,011	1,869,021
Miscellaneous - Net of miscellaneous expense	168,615	139,622	3,925,025	1,274,992
Total general revenues	30,454,868	31,827,394	36,688,614	37,576,729
Special item - Gain on sale of assets	29,728	-	-	5,635,111
Transfers	(523,122)	(520,761)	(544,585)	(483,243)
Change in Net Assets	\$ 3,563,216	\$ (2,859,148)	\$ (636,516)	\$ 7,916,625

*Some departments were reclassified to different functions for fiscal year 2008 and beyond.

Financial Trend Information
Changes in Governmental Net Assets
(Unaudited)

Fiscal Year Ended December 31				
2006	2007	2008*	2009*	2010*
\$ 5,569,166	\$ 4,560,620	\$ 8,458,738	\$ 8,803,717	\$ 8,798,543
24,188,930	24,111,926	27,409,325	28,220,711	27,379,218
5,808,264	5,210,185	7,502,335	8,126,977	6,847,169
3,333,880	2,883,668	-	-	-
-	-	398,253	410,703	390,000
-	-	1,269,725	1,752,539	1,786,279
7,751,655	8,443,435	9,704,756	9,635,079	10,103,016
2,874,954	2,967,807	-	-	-
256,072	1,142,247	1,437,625	1,315,953	1,297,659
<u>49,782,921</u>	<u>49,319,888</u>	<u>56,180,757</u>	<u>58,265,679</u>	<u>56,601,884</u>
699,201	916,168	2,466,563	2,641,451	2,509,714
986,337	1,081,752	2,483,345	2,372,519	2,276,974
-	-	1,136,033	836,301	653,255
2,776,429	2,612,816	-	-	-
-	-	167,448	61,650	46,680
<u>3,539,032</u>	<u>3,422,199</u>	<u>3,354,345</u>	<u>3,457,720</u>	<u>3,339,551</u>
8,000,999	8,032,935	9,607,734	9,369,641	8,826,174
1,995,817	2,401,625	1,784,920	2,480,678	3,053,617
596,752	675,083	880,719	488,857	1,575,888
<u>10,593,568</u>	<u>11,109,643</u>	<u>12,273,373</u>	<u>12,339,176</u>	<u>13,455,679</u>
(39,189,353)	(38,210,245)	(43,907,384)	(45,926,503)	(43,146,205)
8,287,228	8,903,181	10,526,330	10,139,914	8,461,037
20,489,067	22,467,032	22,762,912	21,717,029	21,033,514
5,958,485	5,994,198	5,852,220	5,045,295	4,941,182
1,331,008	1,196,560	2,339,226	2,194,569	2,154,437
2,331,534	2,408,528	1,646,081	723,406	538,493
<u>1,334,198</u>	<u>1,300,708</u>	<u>796,726</u>	<u>632,453</u>	<u>380,002</u>
<u>39,731,520</u>	<u>42,270,207</u>	<u>43,923,495</u>	<u>40,452,666</u>	<u>37,508,665</u>
-	-	-	-	-
(260,000)	(1,976,521)	(529,521)	(974,256)	171,509
<u>\$ 282,167</u>	<u>\$ 2,083,441</u>	<u>\$ (513,410)</u>	<u>\$ (6,448,093)</u>	<u>\$ (5,466,031)</u>

	Fiscal Year Ended December 31				
	2001	2002	2003	2004	2005
Expenses					
Water and sewer	\$ 19,984,530	\$ 23,764,705	\$ 21,076,221	\$ 24,247,381	\$ 25,846,472
Golf course	-	2,509,465	2,157,744	2,253,164	2,371,297
Total business-type activities	19,984,530	26,274,170	23,233,965	26,500,545	28,217,769
Program Revenues					
Charges for services:					
Water and sewer	15,974,827	18,590,625	23,143,762	24,379,294	25,137,903
Golf course	-	1,837,076	1,963,134	1,861,475	1,821,730
Total charges for services	15,974,827	20,427,701	25,106,896	26,240,769	26,959,633
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	10,016,642	7,345,221	2,411,816	4,341,542	2,014,599
Total program revenues	25,991,469	27,772,922	27,518,712	30,582,311	28,974,232
Net Expense	6,006,939	1,498,752	4,284,747	4,081,766	756,463
General Revenues					
Investment earnings	2,533,500	1,558,866	692,734	423,662	694,673
Miscellaneous - Net of miscellaneous expense	-	35,268	55,920	198,117	83,865
Total general revenues	2,533,500	1,594,134	748,654	621,779	778,538
Special item - Gain (loss) on sale of assets	-	8,131	(2,384,554)	-	-
Transfers	512,551	523,122	520,761	544,585	483,243
Change in Net Assets	\$ 9,052,990	\$ 3,624,139	\$ 3,169,608	\$ 5,248,130	\$ 2,018,244

Financial Trend Information
Change in Business-type Net Assets
(Unaudited)

Fiscal Year Ended December 31				
2006	2007	2008	2009	2010
\$ 26,528,356	\$ 29,715,467	\$ 29,805,654	\$ 26,048,538	\$ 25,795,038
<u>2,190,429</u>	<u>2,084,397</u>	<u>1,942,810</u>	<u>1,958,461</u>	<u>1,826,702</u>
28,718,785	31,799,864	31,748,464	28,006,999	27,621,740
20,559,380	23,593,184	25,678,395	25,971,691	29,648,978
<u>1,440,751</u>	<u>1,432,356</u>	<u>1,349,586</u>	<u>1,248,704</u>	<u>1,313,755</u>
22,000,131	25,025,540	27,027,981	27,220,395	30,962,733
-	-	-	-	501,550
<u>978,084</u>	<u>1,193,248</u>	<u>432,834</u>	<u>17,698</u>	<u>2,329</u>
<u>22,978,215</u>	<u>26,218,788</u>	<u>27,460,815</u>	<u>27,238,093</u>	<u>31,466,612</u>
(5,740,570)	(5,581,076)	(4,287,649)	(768,906)	3,844,872
1,149,959	1,983,256	1,953,054	563,987	146,306
<u>10,715</u>	<u>54,959</u>	<u>48,635</u>	<u>156,098</u>	<u>184,258</u>
<u>1,160,674</u>	<u>2,038,215</u>	<u>2,001,689</u>	<u>720,085</u>	<u>330,564</u>
-	-	-	-	-
<u>260,000</u>	<u>1,976,521</u>	<u>529,521</u>	<u>974,256</u>	<u>159,055</u>
<u>\$ (4,319,896)</u>	<u>\$ (1,566,340)</u>	<u>\$ (1,756,439)</u>	<u>\$ 925,435</u>	<u>\$ 4,334,491</u>

Charter Township of Canton

	Fiscal Year Ended December 31			
	2001	2002	2003	2004
General Fund				
Reserved	\$ 545,652	\$ 569,543	\$ 562,679	\$ 156,840
Unreserved	<u>6,781,211</u>	<u>5,748,432</u>	<u>4,857,473</u>	<u>3,190,658</u>
Total General Fund	<u>\$ 7,326,863</u>	<u>\$ 6,317,975</u>	<u>\$ 5,420,152</u>	<u>\$ 3,347,498</u>
All Other Governmental Funds:				
Reserved	\$ 2,594,981	\$ 1,308,573	\$ 530,489	\$ 4,422,814
Unreserved, reported in:				
Special Revenue Funds	15,214,394	13,134,838	14,116,789	14,532,998
Debt Service Funds	2,166,220	1,730,420	1,442,164	2,088,613
Capital Project Funds	<u>2,637,770</u>	<u>1,844,619</u>	<u>12,338,443</u>	<u>1,100,664</u>
Total all other governmental funds	<u>\$ 22,613,365</u>	<u>\$ 18,018,450</u>	<u>\$ 28,427,885</u>	<u>\$ 22,145,089</u>

Financial Trend Information
Fund Balances - Governmental Funds
(Unaudited)

Fiscal Year Ended December 31					
2005	2006	2007	2008	2009	2010
\$ 306,365	\$ 166,962	\$ 129,558	\$ 135,335	\$ 184,540	\$ 142,537
<u>2,848,071</u>	<u>5,829,264</u>	<u>6,728,486</u>	<u>7,390,406</u>	<u>5,850,990</u>	<u>5,361,889</u>
<u>\$ 3,154,436</u>	<u>\$ 5,996,226</u>	<u>\$ 6,858,044</u>	<u>\$ 7,525,741</u>	<u>\$ 6,035,530</u>	<u>\$ 5,504,426</u>
\$ 1,584,322	\$ 989,776	\$ 1,111,258	\$ 448,326	\$ 1,459,163	\$ 1,720,367
18,743,056	16,580,130	16,149,984	16,898,190	11,169,439	6,062,666
1,862,445	1,680,983	1,553,860	1,512,194	246,244	616,195
<u>1,755,015</u>	<u>962,437</u>	<u>78,100</u>	<u>129,319</u>	<u>1,492,909</u>	<u>145,425</u>
<u>\$ 23,944,838</u>	<u>\$ 20,213,326</u>	<u>\$ 18,893,202</u>	<u>\$ 18,988,029</u>	<u>\$ 14,367,755</u>	<u>\$ 8,544,653</u>

Charter Township of Canton

	Fiscal Year Ended December 31			
	2001	2002	2003	2004
Revenue				
Property taxes	\$ 18,260,062	\$ 20,436,493	\$ 22,727,254	\$ 24,861,085
Licenses and permits	2,587,070	2,551,057	2,403,811	2,591,470
Federal grants	1,420,904	688,661	764,073	1,164,970
State sources	9,771,117	7,709,288	7,148,836	6,534,179
Charges for services	3,266,027	2,976,653	3,172,143	3,867,639
Court fees	1,693,792	488,992	200,534	74,236
Administration charges	1,656,446	2,589,298	2,791,714	3,046,138
Special assessments	909,283	737,763	739,165	717,382
Royalties	1,716,831	1,764,592	1,726,009	2,029,300
Contributions and donations	399,800	709,043	321,262	521,039
Operating lease	667,763	-	-	-
Summit recreation fees	1,559,505	856,124	849,915	862,161
Other revenues	5,851,191	3,064,365	3,361,923	8,481,659
Total revenue	49,759,791	44,572,329	46,206,639	54,751,258
Expenditures				
Current:				
General government	7,795,598	9,199,038	8,121,823	9,606,264
Public safety	17,417,837	17,338,695	19,142,528	20,706,000
Public works	7,872,144	7,833,373	8,733,989	8,898,412
Health and welfare	-	-	-	-
Community and economic development	-	-	-	-
Recreation and culture	5,804,672	5,461,281	6,005,243	6,439,401
Sanitation	2,171,248	2,083,855	2,284,566	2,506,162
Other	375,655	428,849	334,697	711,641
Capital outlay	7,414,246	2,124,367	13,309,695	19,454,016
Debt service				
Principal payments	2,090,000	1,715,000	1,415,000	1,348,750
Interest and paying agent fees	1,468,334	878,465	938,412	604,898
Total expenditures	52,409,734	47,062,923	60,285,953	70,275,544
Excess of Revenue Over (Under) Expenditures	(2,649,943)	(2,490,594)	(14,079,314)	(15,524,286)
Other Financing Sources (Uses)				
Transfers in	12,243,714	2,790,774	3,090,781	6,627,588
Transfers out	(12,756,265)	(3,313,896)	(3,611,542)	(7,172,173)
Payment of refunding	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Proceeds from issuance of debt	-	-	25,330,000	8,100,000
Payment to escrow for bond refunding	-	-	(2,600,000)	-
Total other financing sources (uses)	(512,551)	(523,122)	22,209,239	7,555,415
Net Change in Fund Balances	(3,162,494)	(3,013,716)	8,129,925	(7,968,871)
Fund Balances - Beginning of year	33,102,722	27,350,141	25,718,112	33,461,458
Fund Balances - End of year	\$ 29,940,228	\$ 24,336,425	\$ 33,848,037	\$ 25,492,587
Debt Service as a Percentage of Noncapital Expenditures	7.9%	5.8%	5.0%	3.8%

2002 - The Postemployment Benefits Fund and the Golf Course Fund were previously reported as a Special Revenue Fund. The Postemployment Benefits Fund is now reported as a fiduciary fund and the Golf Course Fund as an Enterprise Fund under GASB No. 34.

2003 - General Fund fund balance as of December 31, 2002 restated for certain Charter Township fees inappropriately recorded as a liability in prior year.

2004 - General Fund fund balance as of December 31, 2003 restated for certain Charter Township deposits recorded as revenue in prior year.

2008 - Some departments were reclassified to different functions for fiscal year 2008 and beyond.

Financial Trend Information
Change in Fund Balances
Governmental Funds
(Unaudited)

Fiscal Year Ended December 31						
	2005	2006	2007	2008	2009	2010
\$	27,181,113	\$ 28,776,295	\$ 31,370,213	\$ 33,289,242	\$ 31,856,943	\$ 29,494,551
	2,610,487	1,184,154	1,325,935	1,197,230	984,361	952,993
	1,232,577	747,386	679,808	817,613	576,222	2,865,427
	7,495,391	7,699,661	6,862,834	6,713,837	6,313,603	6,094,962
	4,979,670	5,355,205	4,947,877	5,540,075	5,248,619	4,313,474
	74,694	48,986	184,713	-	-	-
	3,726,795	4,834,666	4,279,386	4,145,817	4,325,698	4,374,796
	819,052	730,565	532,928	813,702	453,417	569,844
	2,103,145	2,258,194	2,224,275	2,339,227	2,194,569	2,082,262
	960,824	515,300	788,505	121,262	90,612	270,130
	-	-	-	-	-	-
	921,506	965,942	1,053,568	1,356,919	1,338,821	1,189,965
	<u>4,593,033</u>	<u>4,077,154</u>	<u>5,082,241</u>	<u>3,073,552</u>	<u>2,149,872</u>	<u>2,500,336</u>
	56,698,287	57,193,508	59,332,283	59,408,476	55,532,737	54,708,740
	9,450,349	9,702,802	8,178,142	7,752,581	8,162,470	8,115,122
	24,780,670	24,843,074	25,122,075	24,959,284	27,002,655	27,409,716
	8,807,135	8,117,795	7,855,452	6,331,663	6,711,002	5,823,199
	-	-	-	398,253	410,703	390,000
	-	-	-	910,517	1,390,872	1,435,205
	7,024,307	6,916,506	7,112,172	9,376,969	9,297,250	9,209,633
	3,107,479	3,297,460	3,331,292	-	-	-
	353,481	1,092,632	758,490	-	-	-
	2,106,554	1,446,490	1,913,290	4,498,982	3,847,248	3,994,755
	1,352,000	1,845,000	2,195,000	2,450,557	2,481,688	2,630,841
	<u>521,957</u>	<u>561,471</u>	<u>1,348,155</u>	<u>1,437,625</u>	<u>1,363,660</u>	<u>1,286,810</u>
	<u>57,503,932</u>	<u>57,823,230</u>	<u>57,814,068</u>	<u>58,116,431</u>	<u>60,667,548</u>	<u>60,295,281</u>
	(805,645)	(629,722)	1,518,215	1,292,045	(5,134,811)	(5,586,541)
	3,752,561	5,674,350	4,059,515	5,243,503	6,347,417	5,026,470
	(4,235,804)	(5,934,350)	(6,036,036)	(5,773,024)	(7,323,091)	(5,794,135)
	(6,782,507)	-	-	-	-	-
	3,127,082	-	-	-	-	-
	6,551,000	-	-	-	-	-
	-	-	-	-	-	-
	<u>2,412,332</u>	<u>(260,000)</u>	<u>(1,976,521)</u>	<u>(529,521)</u>	<u>(975,674)</u>	<u>(767,665)</u>
	1,606,687	(889,722)	(458,306)	762,524	(6,110,485)	(6,354,206)
	<u>25,492,587</u>	<u>27,099,274</u>	<u>26,209,552</u>	<u>25,751,246</u>	<u>26,513,770</u>	<u>20,403,285</u>
\$	<u>27,099,274</u>	<u>26,209,552</u>	<u>25,751,246</u>	<u>26,513,770</u>	<u>20,403,285</u>	<u>14,049,079</u>
	3.4%	4.3%	6.3%	7.3%	6.8%	7.0%

Charter Township of Canton

Taxable Value by Property Type					
Tax Year	Real Property			Agricultural and Other	Personal Property
	Residential	Commercial	Industrial		
2001	1,929,949,340	238,431,201	126,293,992	652,977	170,562,480
2002	2,136,168,909	270,200,857	136,127,703	-	169,394,180
2003	2,333,870,912	322,206,541	141,129,471	-	181,804,933
2004	2,568,834,283	341,386,242	152,197,908	-	194,145,256
2005	2,778,981,260	385,258,211	170,750,820	-	194,754,034
2006	3,023,547,837	447,688,439	193,317,099	-	188,787,437
2007	3,194,414,432	465,870,638	205,009,244	-	196,454,679
2008	3,039,738,038	485,848,752	215,226,227	-	196,917,035
2009	2,782,705,818	523,427,429	217,640,841	-	199,207,382
2010	2,538,207,107	492,789,278	207,782,818	-	188,948,882

Note: Under Michigan law, the revenue base is taxable value.

Taxes levied in a particular "tax year" become revenue of the subsequent fiscal year.

Source: Charter Township of Canton Treasurer's Department.

Revenue Capacity Information
Assessed Value and Actual Value of Taxable Property
(Unaudited)

Total Taxable Value	Tax Rate (Mills)	Total SEV	Taxable Value as a Percentage of Actual
2,465,889,990	8.85	2,817,336,350	43.76
2,711,891,649	8.85	3,226,241,880	42.03
2,979,011,857	8.85	3,635,181,579	40.97
3,256,563,689	8.86	3,954,442,252	41.18
3,529,744,325	8.65	4,236,220,142	41.66
3,853,340,812	8.65	4,609,843,477	41.79
4,061,748,993	8.65	4,772,938,595	42.55
3,937,730,052	8.65	4,480,360,765	43.94
3,722,981,470	8.65	4,117,993,828	45.20
3,427,728,085	10.4	3,680,639,083	46.56

Charter Township of Canton

Millage Rates - Direct Township Taxes					Overlapping Taxes						
Tax Year	General Operating	Police	Fire	Total Direct Taxes	County	Jail	Huron Clinton Metro Parks	Wayne County Parks	Library	Wayne County Community College	Detroit Zoo
2001	1.5100	4.4000	2.9400	8.8500	6.6556	0.9432	0.2186	0.2473	1.5946	2.4995	0.0000
2002	1.7100	4.4000	2.7400	8.8500	6.6380	0.9381	0.2170	0.2459	1.5766	2.4862	0.0000
2003	2.0000	4.2500	2.6000	8.8500	6.6380	0.9381	0.2161	0.2459	1.5635	2.4862	0.0000
2004	2.3660	4.1260	2.3580	8.8500	6.6380	0.9381	0.2154	0.2459	1.5331	2.4844	0.0000
2005	2.3660	4.1260	2.1580	8.6500	6.6380	0.9381	0.2146	0.2459	1.5554	2.4769	0.0000
2006	2.3660	3.9260	2.3580	8.6500	6.6380	0.9381	0.2146	0.2459	1.5437	2.4769	0.0000
2007	2.6160	3.6760	2.3580	8.6500	6.6380	0.9381	0.2146	0.2459	1.5437	2.4769	0.0000
2008	2.6160	3.6760	2.3580	8.6500	6.6380	0.9381	0.2146	0.2459	1.4980	2.4769	0.1000
2009	2.3660	3.9260	2.3580	8.6500	6.6380	0.9381	0.2146	0.2459	1.4980	2.4769	0.1000
2010	2.3660	4.9260	3.1080	10.4000	6.6380	0.9381	0.2146	0.2459	1.5437	2.4769	0.1000

Source: Charter Township of Canton's Finance Department.

**Revenue Capacity Information
Direct and Overlapping Property Tax Rates
(Unaudited)**

Overlapping Taxes								
Schoolcraft Community College	Intermediate School District	State Education	School - Homestead Plymouth/ Canton	School - Homestead Wayne/ Westland	School - Homestead Van Buren	School - Non- homestead Plymouth/ Canton	School - Non- homestead Wayne/ Westland	School - Non- homestead Van Buren
1.8193	1.9753	6.0000	3.4900	5.0000	1.2719	21.4900	23.0000	19.2719
1.8043	3.4643	6.0000	3.3000	4.7000	1.2649	21.3000	22.7000	19.2649
1.8024	3.4643	5.0000	3.1500	5.1300	1.2645	21.1500	23.1300	19.2645
1.7967	3.4643	6.0000	3.1000	5.0922	1.2645	21.1000	23.0922	19.2645
1.7967	3.4643	6.0000	3.4300	4.8422	1.2617	21.4300	22.8422	19.2617
1.7967	3.4643	6.0000	3.1500	4.8322	1.2603	21.1500	22.8322	19.2603
1.7967	3.4643	6.0000	3.1500	4.5122	1.2603	21.1500	22.5122	19.2603
1.7967	3.4643	6.0000	3.1500	4.5122	1.2603	21.1500	22.5122	19.2603
1.7967	3.4643	6.0000	3.2600	4.6322	4.1100	21.2600	22.6322	22.1100
1.7967	3.4643	6.0000	3.7600	5.0122	4.1100	21.7600	23.0122	22.1100

Charter Township of Canton

Revenue Capacity Information Principal Property Taxpayers (Unaudited)

Taxpayer	2010 Taxable Value	Percentage of Total	2001 Taxable Value	Percentage of Total	2001 Rank
1 Yazaki North America	47,348,529	1.38	\$ 28,544,445	1.16	1
2 Detroit Edison Company	\$ 27,666,190	0.81	26,803,640	1.09	2
3 Michigan Consolidated Gas Co	18,292,390	0.53	16,819,990	0.68	4
4 Sysco Food Serv of Det LLC	18,065,533	0.53	9,297,967	0.38	6
5 IKEA Property	13,798,470	0.40		0.00	
6 TMG Canton Crossings LLC	13,189,024	0.38	10,289,648	0.42	5
7 Tianz	11,174,093	0.33		0.00	
8 Uptown Investors	10,773,320	0.31		0.00	
9 Procoil Inc	9,818,715	0.29	8,090,494	0.33	8
10 WalMart Stores	8,527,431	0.25		0.00	
Steel Technologies			9,290,599	0.38	7
Village Squire			7,742,055	0.31	9
Pilgrim Village			6,277,088	0.25	10
Kmart			18,132,439	0.74	3

Source: Township's assessment records

Charter Township of Canton

Revenue Capacity Information Property Tax Levies and Collections (Unaudited)

Fiscal Year Ended December 31	Tax Levy (1)	Current Tax Collections	Percent of Levy Collected	Delinquent Collections	Total Tax Collections	Percent of Total Collections to Tax Levy
2001	24,489,573	23,340,093	95.31	1,119,019	24,459,113	99.88
2002	27,067,550	25,822,336	95.40	1,198,905	27,021,241	99.83
2003	29,703,962	28,781,831	96.90	868,239	29,650,069	99.82
2004	32,474,111	31,230,820	96.17	1,164,815	32,395,635	99.76
2005	34,702,193	33,148,310	95.52	1,478,087	34,626,397	99.78
2006	38,058,748	35,943,479	94.44	2,099,136	38,042,616	99.96
2007	40,218,390	37,836,336	94.08	2,332,780	40,169,116	99.88
2008	39,088,247	36,729,903	93.97	2,286,159	39,016,061	99.82
2009	36,528,403	34,391,286	94.15	2,116,319	36,507,605	99.94
2010	39,400,002	37,499,775	95.18	1,844,212	39,343,988	99.86

(1) Includes general operating, fire, and police taxes. Does not include penalty and interest on late payment of taxes.

Charter Township of Canton

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Governmental Activities				
General obligation bonds	\$ 13,307,500	\$ 12,572,500	\$ 35,087,500	\$ 36,743,750
Special assessment bonds	<u>5,265,000</u>	<u>4,285,000</u>	<u>3,430,000</u>	<u>8,175,000</u>
Total	18,572,500	16,857,500	38,517,500	44,918,750
Business-type Activities				
General obligation bonds	10,737,496	10,027,496	9,377,500	8,871,250
Installment purchase agreements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>10,737,496</u>	<u>10,027,496</u>	<u>9,377,500</u>	<u>8,871,250</u>
Total debt of the government	29,309,996	26,884,996	47,895,000	53,790,000
Total Population	76,366	81,681	82,612	83,567
Total Debt per Capita	\$ 383.81	\$ 329.15	\$ 581.82	\$ 645.71
Taxable Value	2,465,889,990	2,711,891,649	2,979,011,857	3,256,563,689
Ratio of Total Debt to Taxable Value	1.19%	0.99%	1.61%	1.65%

**Debt Capacity Information
Ratios of Outstanding Debt
(Unaudited)**

2005	2006	2007	2008	2009	2010
\$ 35,160,940	\$ 33,467,320	\$ 32,097,462	\$ 30,238,358	\$ 28,900,999	\$ 27,200,550
7,375,000	6,175,000	5,175,000	4,400,000	3,500,000	2,600,000
42,535,940	39,642,320	37,272,462	34,638,358	32,400,999	29,800,550
8,102,957	8,455,653	52,309,414	50,292,418	48,469,885	47,128,453
-	-	-	-	-	-
8,102,957	8,455,653	52,309,414	50,292,418	48,469,885	47,128,453
50,638,897	48,097,973	89,581,876	84,930,776	80,870,884	76,929,003
84,930	85,476	84,037	84,716	88,944	90,173
\$ 604.03	\$ 576.07	\$ 1,065.98	\$ 1,002.54	\$ 909.23	\$ 853.13
3,529,744,325	3,853,340,812	4,061,748,993	3,937,730,052	3,722,981,470	3,427,728,085
1.43%	1.25%	2.21%	2.16%	2.17%	2.24%

Charter Township of Canton

Debt Capacity Information Ratios of General Bonded Debt Outstanding (Unaudited)

Fiscal Year	Tax-limited General Obligation Bonds (LTGO)	Tax Supported Bonds (UTGO)	Less Pledged Debt Service Funds	Other General Obligation Debt	Net General Bonded Debt	Taxable Value	Debt as a Percentage of Taxable Value	Population	Debt per Capita
2001	13,307,500	-	-	-	13,307,500	2,465,889,990	0.54	76,366	174.26
2002	12,572,500	-	-	-	12,572,500	2,711,891,649	0.46	81,681	153.92
2003	35,087,500	-	-	-	35,087,500	2,979,011,857	1.18	82,612	424.73
2004	36,743,750	-	-	-	36,743,750	3,256,563,689	1.13	83,567	439.69
2005	35,160,940	-	-	-	35,160,940	3,529,744,325	1.00	84,930	414.00
2006	33,467,320	-	-	-	33,467,320	3,853,340,812	0.87	85,476	391.54
2007	32,097,462	-	-	-	32,097,462	4,061,748,993	0.79	84,037	381.94
2008	30,238,358	-	-	-	30,238,358	3,937,730,052	0.77	84,716	356.94
2009	28,900,999	-	-	-	28,900,999	3,722,981,470	0.78	88,944	324.93
2010	27,200,550	-	-	-	27,200,550	3,427,728,085	0.79	90,173	301.65

Charter Township of Canton

Debt Capacity Information Direct and Overlapping Debt (Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percent Applicable*	Estimated Share of Overlapping Debt
Wayne County	\$ 385,157,776	7.46%	\$ 28,732,770
Plymouth-Canton Community Schools	200,644,000	53.22%	106,782,737
Wayne-Westland Schools	67,000,000	13.89%	9,306,300
Van Buren Schools	85,565,000	14.87%	12,723,516
Wayne County Community College	9,140,000	1.93%	176,402
35th District Court Authority	2,560,000	47.00%	1,203,200
Western Townships Utilities Authority	82,740,000	37.34%	30,896,638
Total overlapping debt	832,806,776		189,821,563
Direct Township debt	74,189,003	100.00%	74,189,003
Downtown Development Authority	7,495,150	100.00%	7,495,150
District Library	4,210,000	100.00%	4,210,000
Total direct and overlapping debt	\$ 918,700,929		\$ 275,715,716

*Applicable percentages are calculated using the Township's share of the revenue-base which is taxable value.

Charter Township of Canton

	2001	2002	2003	2004
Calculation of Debt Limit				
State equalized valuation	\$ 2,817,336,350	\$ 3,226,241,880	\$ 3,635,181,579	\$ 3,954,442,252
Plus: equivalent valuation of Act 198 exemptions	<u>91,901,710</u>	<u>94,837,497</u>	<u>92,697,794</u>	<u>88,613,861</u>
Total valuation	<u>\$ 2,909,238,060</u>	<u>\$ 3,321,079,377</u>	<u>\$ 3,727,879,373</u>	<u>\$ 4,043,056,113</u>
10 percent of taxable value	290,923,806	332,107,938	372,787,937	404,305,611
Calculation of Debt Subject to Limit				
Total debt	29,309,996	26,884,996	47,895,000	53,790,000
Less debt not subject to limit - Special assessment bonds	<u>5,265,000</u>	<u>4,285,000</u>	<u>3,430,000</u>	<u>8,175,000</u>
Net Debt Subject to Limit	<u>24,044,996</u>	<u>22,599,996</u>	<u>44,465,000</u>	<u>45,615,000</u>
Legal Debt Margin	<u>\$ 266,878,810</u>	<u>\$ 309,507,942</u>	<u>\$ 328,322,937</u>	<u>\$ 358,690,611</u>
Net Debt Subject to Limit as Percent of Debt Limit	8.27%	6.81%	11.93%	11.28%

**Debt Capacity Information
Legal Debt Margins
(Unaudited)**

2005	2006	2007	2008	2009	2010
\$ 4,236,220,142	\$ 4,609,843,477	\$ 4,772,938,595	\$ 4,480,360,765	\$ 4,117,993,828	\$ 3,680,639,083
<u>73,112,460</u>	<u>69,657,938</u>	<u>82,254,588</u>	<u>74,325,581</u>	<u>64,485,690</u>	<u>58,316,200</u>
<u>\$ 4,309,332,602</u>	<u>\$ 4,679,501,415</u>	<u>\$ 4,855,193,183</u>	<u>\$ 4,554,686,346</u>	<u>\$ 4,182,479,518</u>	<u>\$ 3,738,955,283</u>
430,933,260	467,950,142	485,519,318	455,468,635	418,247,952	373,895,528
50,638,897	48,097,973	89,581,876	84,930,776	80,870,884	76,929,003
<u>7,375,000</u>	<u>6,175,000</u>	<u>5,175,000</u>	<u>4,400,000</u>	<u>3,500,000</u>	<u>2,600,000</u>
<u>43,263,897</u>	<u>41,922,973</u>	<u>84,406,876</u>	<u>80,530,776</u>	<u>77,370,884</u>	<u>74,329,003</u>
<u>\$ 387,669,363</u>	<u>\$ 426,027,169</u>	<u>\$ 401,112,442</u>	<u>\$ 374,937,859</u>	<u>\$ 340,877,068</u>	<u>\$ 299,566,525</u>
10.04%	8.96%	17.38%	17.68%	18.50%	19.88%

Charter Township of Canton

Water and Sewer Revenue Bonds						
Fiscal Year	Gross Revenues	Applicable Expenses	Net Revenues	Debt Service		Coverage
				Principal	Interest	
2001	18,508,327	8,921,854	9,586,473	158,386	49,909	46.02
2002	19,145,687	10,825,374	8,320,313	115,000	24,942	59.46
2003	20,067,602	14,554,275	5,513,327	255,000	52,875	17.91
2004	22,951,435	15,066,991	7,884,444	255,000	43,650	26.40
2005	27,852,026	20,495,118	7,356,908	260,000	34,300	25.00
2006	26,685,392	20,656,438	6,028,954	265,000	24,900	20.80
2007	26,721,872	21,492,117	5,229,755	265,000	15,925	18.62
2008	28,068,349	23,902,872	4,165,477	130,000	9,800	29.80
2009	26,722,733	21,862,403	4,860,330	130,000	7,200	35.43
2010	29,923,310	21,655,142	8,268,168	135,000	4,575	59.24

Note: Several special assessment districts include payment agreements versus annual special assessments placed on the tax rolls.

**Debt Capacity Information
Pledged Revenue Coverage
(Unaudited)**

Special Assessment Collections	Special Assessment Bonds		Coverage
	Debt Service		
	Principal	Interest	
913,965	955,000	243,589	0.76
591,034	980,000	200,910	0.50
586,443	855,000	160,741	0.58
334,765	855,000	123,603	0.34
674,446	800,000	254,006	0.64
823,373	1,200,000	190,813	0.59
435,711	1,000,000	150,338	0.38
610,034	775,000	118,694	0.68
328,330	900,000	98,850	0.33
372,026	900,000	85,350	0.38

Charter Township of Canton

Demographic and Economic Statistics (Unaudited)

Fiscal Year	Population (1)	Personal Income (in thousands) (4)	Per Capita Personal Income (2)	Unemployment Rate (3)	Estimated Number of Households (1)
2000	76,366 (2)	(4)	\$ 28,609 (2)	2.10	27,490 (2)
2001	79,449	(4)	(4)	2.00	28,443
2002	81,681	(4)	(4)	2.60	29,456
2003	82,612	(4)	(4)	3.40	30,613
2004	83,567	(4)	(4)	3.20	31,550
2005	84,930	(4)	(4)	2.60	32,237
2006	85,476	(4)	(4)	2.50	32,652
2007	84,037	(4)	(4)	2.70	32,361
2008	84,716	(4)	(4)	3.00	32,898
2009	88,944	(4)	(4)	5.20	32,735
2010	90,173	(4)	(4)	4.60	32,771

(1) Southeast Michigan Council of Governments Information Services

(2) 2000 U.S. Census

(3) Michigan Dept. of Labor & Economic Growth; U.S. Department of Labor Statistics

(4) Not Available

Charter Township of Canton

Principal Employers (Unaudited)

Taxpayer	2010 Employees	Percentage of Total	2001 Employees	Percentage of Total	2001 Rank
Plymouth Canton Schools	2,500	13.34	(1)	(1)	(1)
Yazaki North America	1,062	5.67	(1)	(1)	(1)
Walmart	650	3.47	(1)	(1)	(1)
A & D Transport	550	2.93	(1)	(1)	(1)
Sysco Detroit LLC	540	2.88	(1)	(1)	(1)
Charter Township of Canton	356	1.90	(1)	(1)	(1)
Meijer Thrifty Acres	339	1.81	(1)	(1)	(1)
IKEA	314	1.68	(1)	(1)	(1)
Kroger	250	1.33	(1)	(1)	(1)
Home Depot	230	1.23	(1)	(1)	(1)

(1) Not available

Source: Taxpayer, SEMCOG, and Canton Library Reference USA

Charter Township of Canton

Operating Information Full-time Equivalent Government Employees (Unaudited)

Department	2001	2002	2003	2004	2005	2006*	2007	2008	2009	2010
Supervisor's Office	3	3	3	2	2	4	4	4	4	4.5
Economic Development									4	3.5
Cable									3	3
Human Resources									5	5
Legal									2	2
Economic Development	-	-	-	1	1	1	1	2	**	**
Clerk's Office	6	6	6	6	6	8	8	8	7	7
Treasurer's Office	7	6	6	6	6	7	6	7	7	6.4
Utility Billing	4	4	4	5	5	4	4	4	4	4.6
Executive Operations and Public Safety										
Fire	57	62	65	68	68	63	70	70	70	66.4
Police	99	105	108	110	109	106	117	113	113	114.1
Human Resources	4	4	4	5	5	5	5	5	**	**
Finance and Budget										
Finance and Budget	12	12	12	12	12	11	10	10	10	10
Information Technology Systems	8	8	8	8	8	7	7	7	7	7
Cable Television	3	2	3	3	3	3	3	3	**	**
Municipal Services										
Director's Office	5	5	5	5	4	3	5	3	3	3
Building and Inspection Services	20	20	21	23	20	11	12	10	10	12
Engineering Services	14	16	16	16	24	15	19	15	13	10
Planning Services	7	8	8	7	9	6	6	7	7	6
Public Works	31	34	35	33	35	37	38	36	36	37
Leisure Services										
Director's Office	2	4	4	4	5	4	7	7	6	8
Parks Division/Grounds	12	10	12	12	12	11	12	12	12	12
Summit Community Center	10	10	8	8	6	10	11	9	9	9.4
Pheasant Run Golf Course	6	4	5	3	3	3	3	2	2	3.5
Parks and Recreation	4	9	11	10	11	12	7	11	10	8.45
Softball Center	3	1	1	2	2	2	1	1	1	1.4
Performing Arts	-	-	-	1	1	1	2	2	2	1.75
Community Services	4	4	4	4	4	2	3	2	1	-
Facilities Maintenance	11	11	8	16	16	11	11	9	10	10
Administrative Services	3	3	3	3	3	-	-	-	-	-
Total	<u>335</u>	<u>351</u>	<u>360</u>	<u>373</u>	<u>380</u>	<u>347</u>	<u>372</u>	<u>359</u>	<u>358</u>	<u>356</u>

Source: Township personnel records

* As a result of retirement incentives and reduced construction, there was a reduction in staff.

**Department reorganization in 2009 - see Supervisor's Office

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Charter Township of Canton

Function/Program	2001	2002	2003	2004
Police:				
Physical arrests	2,294	2,329	2,649	2,682
Traffic violations	14,652	13,742	16,647	17,378
Parking violations	403	446	433	295
Fire:				
Fire runs	1,181	1,253	1,224	1,148
Emergency medical runs	3,667	3,851	3,489	3,561
Inspections	721	1,172	1,150	1,073
Parks and recreation:				
Recreation program attendance	132,857	195,826	352,458	351,860
Community center admissions	258,372	377,147	343,645	403,473
Library:				
Circulation (books borrowed)	945,464	1,156,106	1,345,278	1,486,599
Collection volume	210,708	238,309	261,182	262,488
Water:				
Number of customers billed	20,300	21,184	21,835	22,425
Total consumption (billed - gallons)	3,047,036,000	3,297,112,000	3,059,188,000	2,987,866,000
Sewer:				
Number of customers billed	19,990	21,166	21,520	22,111

Source: Charter Township of Canton's Departments and Canton Township Library.

Operating Information
Operating Indicators
(Unaudited)

2005	2006	2007	2008	2009	2010
2,760	3,580	3,709	3,522	3,756	4,269
16,293	16,670	18,113	15,577	20,383	19,838
399	290	446	472	330	1,050
1,294	1,152	1,109	1,124	1,050	1,030
3,754	4,012	4,348	4,604	4,766	5,039
889	628	515	747	874	746
406,774	524,722	494,347	437,329	408,641	397,591
342,949	284,088	232,400	300,896	298,085	245,551
1,567,489	1,654,395	1,614,242	1,796,819	2,015,317	1,951,445
284,337	302,026	308,547	307,300	309,995	291,656
22,967	23,272	23,388	23,502	23,414	23,480
3,367,677,000	3,041,124,000	3,316,524,000	3,095,821,000	2,711,815,000	2,749,910,000
22,651	22,953	23,069	23,187	23,202	23,269

Charter Township of Canton

Operating Information Capital Asset Statistics (Unaudited)

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units:										
Cars and Jeep	39	39	39	40	41	47	50	50	48	48
Prisoner van	1	1	1	1	1	1	1	1	1	1
Motorcycles	4	4	4	4	6	6	6	6	4	4
Fire:										
Stations	2	2	2	2	3	3	3	3	3	3
Fire and emergency response vehicles	9	11	12	14	14	14	15	15	15	15
Public works:										
Streets (miles)	315	315	325	325	325	373	390	393	393	393
Streetlights	705	705	705	705	705	705	705	705	708	708
Parks and recreation:										
Acreage	729	859	859	859	859	859	859	859	859	859
Parks	7	7	7	7	7	7	7	7	9	9
Soccer fields	30	30	30	30	30	30	30	30	47	47
Baseball diamonds	22	22	22	22	22	22	22	22	19	19
Community Center	1	1	1	1	1	1	1	1	1	1
Senior Center	1	1	1	1	1	1	1	1	1	1
Golf courses	2	2	2	2	2	2	2	2	2	2
Libraries - Branches	1	1	1	1	1	1	1	1	1	1
Water:										
Mains (miles)	265	268	279	279	279	424	424	425	425	430
Fire hydrants	3,493	3,493	3,493	3,493	3,493	4,874	4,930	4,935	5,047	5,076
Sewer:										
Miles of sanitary sewers	238	238	248	248	248	328	330	331	335	337

Source: Charter Township of Canton's Departments and Canton Township Library.