

**CHARTER TOWNSHIP OF YPSILANTI  
Washtenaw County, Michigan**

**AUDITED FINANCIAL REPORT**

**For the Fiscal Year Ended  
December 31, 2024**

CHARTER TOWNSHIP OF YPSILANTI  
For the Year Ended December 31, 2024

Table of Contents

	<u>Page</u>
Independent Auditor's Report .....	1-2
Management's Discussion and Analysis .....	3-11
Basic Financial Statements:	
Government Wide Financial Statements:	
Statement of Net Position.....	12
Statement of Activities.....	13-14
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	15-16
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	17-18
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Net Position – Proprietary Funds .....	20
Statement of Revenues, Expenses, and Changes In Net Position – Proprietary Funds.....	21
Statement of Cash Flows – Proprietary Funds .....	22
Statement of Fiduciary Net Position .....	23
Statement of Changes in Net Position - Fiduciary Funds.....	24
Combining Statement of Net Position – Component Units .....	25
Combining Statement of Activities – Component Units .....	25
Notes to Financial Statements.....	26-62

CHARTER TOWNSHIP OF YPSILANTI  
For the Year Ended December 31, 2024

Table of Contents

	<u>Page</u>
Required Supplementary Information:	
Schedule of Changes in the Net Pension Liability and Related Ratios.....	63
Schedule of Changes in the Net Pension Liability and Related Ratios - Fire.....	64
Schedule of Changes in the Net OPEB Liability and Related Ratios.....	65
Schedule of Changes in the Net OPEB Liability and Related Ratios - Fire.....	66
Schedule of Township Pension Contributions .....	67
Schedule of Township Pension Contributions – Firefighters Retirement .....	68
Schedule of Township OPEB Contributions .....	69
Schedule of Township OPEB Contributions – Firefighters Retirement .....	70
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund .....	71-72
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Fire Department Special Revenue Fund.....	73
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Environmental Services Special Revenue Fund .....	74
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Law Enforcement Special Revenue Fund.....	75
Other Supplementary Information:	
Combining Fund Statements:	
Combining Balance Sheet – Nonmajor Governmental Funds .....	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Nonmajor Governmental Funds.....	77
Combining Balance Sheet – Nonmajor Special Revenue Funds .....	78-79
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – Nonmajor Special Revenue Funds.....	80-81
Combining Balance Sheet – Pension and Employee Benefit Trust Funds.....	82
Combining Statement of Changes in Fiduciary Net Position – Pension and Employee Benefit Trust Funds .....	83

**PSLZ PLLC**  
***Certified Public Accountants***

19500 Victor Parkway  
Suite 460  
Livonia, MI 48152

Jane F. Wang, C.P.A.  
Rana M. Emmons, C.P.A.  
Susan H. Bertram, C.P.A.  
Deborah M. Gulledge, C.P.A.

Telephone: (734) 453-8770  
Fax: (734) 453-0312

Kaitlin J. McDuff, C.P.A.  
Kevin F. Kurkie, C.P.A.

Independent Auditor's Report

To the Board of Trustees  
Charter Township of Ypsilanti, Michigan

***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate of all remaining fund information of the Charter Township of Ypsilanti, Michigan, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 units, each major fund, and the aggregate of all remaining fund information of the Charter Township of Ypsilanti, Michigan, as of December 31, 2024, and the respective changes in its financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Township and to meet our ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplemental information, as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**Supplemental Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Charter Township of Ypsilanti's basic financial statements. The other supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplemental information, as identified in the table of contents is fairly stated in all material respects in relation to the basic financial statements as a whole.

Respectfully,



PSLZ PLLC  
Certified Public Accountants

June 20, 2025

## Management's Discussion and Analysis

As management of the Charter Township of Ypsilanti, we offer readers of the Charter Township of Ypsilanti's financial statements this narrative overview and analysis of the financial activities of the Charter Township of Ypsilanti for the fiscal year ended December 31, 2024.

### Financial Highlights

- The assets of the Charter Township of Ypsilanti exceeded its liabilities at the close of the most recent fiscal year by \$56,255,597 (*net position*).
- As of the close of the current fiscal year, the Charter Township of Ypsilanti's governmental funds reported combined ending fund balances of \$28,874,286, an increase of \$3,179,207 in comparison with the prior year. Approximately 24 percent of this amount, \$6,977,760 is *available for spending* at the government's discretion (*unrestricted fund balance*).
- The Charter Township of Ypsilanti's total long-term bonded debt decreased by \$205,000 during the current fiscal year, which reflects annual debt service payments made.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Charter Township of Ypsilanti's basic financial statements. The Charter Township of Ypsilanti's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the Charter Township of Ypsilanti's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Charter Township of Ypsilanti's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Charter Township of Ypsilanti is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Charter Township of Ypsilanti that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Charter Township of Ypsilanti include general government, public safety, public works, community and economic development, and recreation and culture. The business-type activities of the Charter Township of Ypsilanti include the golf course and the compost center.

The government-wide financial statements include not only the Charter Township of Ypsilanti (the primary government), but also the Local Development Finance Authority and the Ypsilanti Township Economic Development Corporation which are separate legal entities for which the Charter Township of Ypsilanti is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government.

The government-wide financial statements can be found on pages 12-14 of this report.

**Fund financial statements.** 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. The Charter Township of Ypsilanti, like other state and local governments, used fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Charter Township of Ypsilanti can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *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 financing requirements.

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 financing 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 Ypsilanti maintains 15 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 Fund, Fire Department Fund, Environmental Services Fund, and Law Enforcement Fund all of which are considered to be major funds. Data from the other governmental funds are combined into aggregated presentations by fund type. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

A budgetary comparison statement has been provided for the major budgetary funds to demonstrate compliance with the annual appropriated budget.

**Proprietary funds.** The Charter Township of Ypsilanti maintains three proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Charter Township of Ypsilanti uses enterprise funds to account for its Golf Course and its Compost Center. *Internal Service funds* are an accounting device used to accumulate and allocate costs internally among the Charter Township of Ypsilanti's various functions. The Township uses an internal service fund to account for its fleet of vehicles. Because this service predominantly benefits governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Golf Course and Compost Center both of which are considered to be nonmajor funds of the Charter Township of Ypsilanti.

**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 statement because the resources of those funds are *not* available to support the Charter Township of Ypsilanti's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**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.

**Other information.** The combining statements referred to earlier in connection with the nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements can be found on pages 71-83 of this report.



## Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Charter Township of Ypsilanti, assets exceeded liabilities by \$56,255,597 at the close of the most recent fiscal year.

A significant portion of the Charter Township of Ypsilanti's net position 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 Ypsilanti used these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Charter Township of Ypsilanti's investment in its capital assets is reported net of related 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.

### Charter Township of Ypsilanti's Net Position

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and Other Assets	\$ 66,951,331	\$ 64,525,059	\$ 1,372,120	\$ 1,265,623	\$ 68,323,451	\$ 65,790,682
Capital Assets	45,641,296	39,022,067	2,001,724	2,250,716	47,643,020	41,272,783
Total Assets	<u>112,592,627</u>	<u>103,547,126</u>	<u>3,373,844</u>	<u>3,516,339</u>	<u>115,966,471</u>	<u>107,063,465</u>
Deferred Outflows	<u>7,334,036</u>	<u>7,971,495</u>	<u>-</u>	<u>-</u>	<u>7,334,036</u>	<u>7,971,495</u>
Long-term Liabilities						
Outstanding	24,199,269	29,260,204	70,583	108,598	24,269,852	29,368,802
Other Liabilities	11,394,800	13,399,919	54,808	28,156	11,449,608	13,428,075
Total Liabilities	<u>35,594,069</u>	<u>42,660,123</u>	<u>125,391</u>	<u>136,754</u>	<u>35,719,460</u>	<u>42,796,877</u>
Deferred Inflows	<u>31,325,450</u>	<u>28,642,113</u>	<u>-</u>	<u>-</u>	<u>31,325,450</u>	<u>28,642,113</u>
Net Position:						
Net Investment						
in Capital Assets	44,546,296	37,722,067	1,960,324	2,167,916	46,506,620	39,889,983
Restricted	21,540,066	19,218,386	-	-	21,540,066	19,218,386
Unrestricted(Deficit)	<u>(13,079,218)</u>	<u>(16,724,068)</u>	<u>1,288,129</u>	<u>1,211,669</u>	<u>(11,791,089)</u>	<u>(15,512,399)</u>
Total Net Position	<u>\$ 53,007,144</u>	<u>\$ 40,216,385</u>	<u>\$ 3,248,453</u>	<u>\$ 3,379,585</u>	<u>\$ 56,255,597</u>	<u>\$ 43,595,970</u>

An additional portion of the Charter Township of Ypsilanti's net position (38 percent) represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the Charter Township of Ypsilanti governmental net position increased by \$12,790,759 during the current fiscal year and the business-type net position decreased by \$131,132, as presented:

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Program Revenues:						
Charges for Services	\$ 4,001,973	\$ 3,269,330	\$ 1,403,676	\$ 1,265,054	\$ 5,405,649	\$ 4,534,384
Operating Grants & Contrib.	586,714	858,253	-	-	586,714	858,253
Capital Grants & Contrib.	5,894,819	377,210	-	-	5,894,819	377,210
General Revenues:						
Property Taxes	24,463,198	23,622,206	-	-	24,463,198	23,622,206
State Shared Revenues	6,534,560	6,615,053	-	-	6,534,560	6,615,053
Franchise Fees	520,297	594,909	-	-	520,297	594,909
Investment Earnings	2,048,935	2,339,535	51,856	44,424	2,100,791	2,383,959
Gain on Disposal of Assets	689,986	-	-	-	689,986	-
Total Revenues	<u>44,740,482</u>	<u>37,676,496</u>	<u>1,455,532</u>	<u>1,309,478</u>	<u>46,196,014</u>	<u>38,985,974</u>
Program Expenses:						
General Government	4,635,225	14,331,828	-	-	4,635,225	14,331,828
Judicial	2,274,641	2,183,652	-	-	2,274,641	2,183,652
Public Safety	14,176,469	12,920,271	-	-	14,176,469	12,920,271
Public Works	6,354,217	6,325,661	-	-	6,354,217	6,325,661
Health and Welfare	174,045	164,904	-	-	174,045	164,904
Comm. and Econ. Dev.	1,510,902	2,534,411	-	-	1,510,902	2,534,411
Recreation and Cultural	2,753,484	2,678,056	-	-	2,753,484	2,678,056
Interest on Long-Term Debt	28,740	34,100	-	-	28,740	34,100
Golf Course	-	-	937,901	843,372	937,901	843,372
Compost	-	-	690,763	696,298	690,763	696,298
Total Expenses	<u>31,907,723</u>	<u>41,172,883</u>	<u>1,628,664</u>	<u>1,539,670</u>	<u>33,536,387</u>	<u>42,712,553</u>
Excess(Deficiency) before transfers	12,832,759	(3,496,387)	(173,132)	(230,192)	12,659,627	(3,726,579)
Transfers in (out)	<u>(42,000)</u>	<u>(87,000)</u>	<u>42,000</u>	<u>87,000</u>	<u>-</u>	<u>-</u>
Change in Net Position	12,790,759	(3,583,387)	(131,132)	(143,192)	12,659,627	(3,726,579)
Net Position, Beg. of year	<u>40,216,385</u>	<u>43,799,772</u>	<u>3,379,585</u>	<u>3,522,777</u>	<u>43,595,970</u>	<u>47,322,549</u>
Net Position, End of year	<u>\$ 53,007,144</u>	<u>\$ 40,216,385</u>	<u>\$ 3,248,453</u>	<u>\$ 3,379,585</u>	<u>\$ 56,255,597</u>	<u>\$ 43,595,970</u>

**Governmental activities.** Property tax revenues increased from \$23,622,206 to \$24,463,198, an increase of \$840,992. This was due to the overall taxable value increase from the 2022 tax roll to the 2023 tax roll of 7.23%. The taxes levied in 2023 are the revenues for 2024. State shared revenue is \$6,534,560 for the current period, a decrease of \$80,493 from the prior year. State shared revenue reflects the sales tax and income taxes collected by the State and distributed to the local units of government.

Operating Grants and Contributions were \$586,714 in the current year, as compared to \$858,253 in the prior year. Capital Grants and Contributions were \$5,894,819 in the current year, as compared to \$377,210 in the prior year. The current year reflects American Rescue Plan Act funds, State Public Safety Grant funds, and State Department of Natural Resources Grant funds.

**Business-type activities.** This represents the municipal-owned Green Oaks Golf Course and the Township Compost Center. The Bike Path/Recreation Millage Fund transferred \$42,000 to Green Oaks Golf Course during the current year for operations. This was a decrease from the prior year's transfer of \$87,000. Fee revenues increased from \$676,322 in the prior year to \$885,647 in the current year.

The Compost Fund had a decrease in net position from \$1,418,277 in 2023 to \$1,286,392 in 2024. Revenue for compost services decreased by \$52,925 and the expenses decreased by \$5,535 over the prior year.

## **Financial Analysis of the Government's Funds**

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

As of the end of the current fiscal year, the Charter Township of Ypsilanti's governmental funds reported combined ending fund balances of \$28,874,286, an increase of \$3,179,207 for the fiscal year. The *unrestricted fund balance*, which is the amount available for spending at the government's discretion, represents 24% of the total fund balance. The remainder of fund balance is *restricted* to indicate that it is not available for new spending because it has already been committed to uphold contracts or bond agreements.

The General Fund is the chief operating fund of the Charter Township of Ypsilanti. The unassigned fund balance at the end of the current fiscal year was \$2,124,740. The General Fund's fund balance increased by \$839,033 in the current fiscal year as compared to an increase of \$2,127,869 in the prior year. The General Fund operating transfers out in 2024 included: \$470,000 to the BSR II Fund, \$879,840 to 14B District Court, \$104,453 to the Recreation Fund, \$159,977 to the General Obligation Debt Fund for bond payments, and \$81,000 to the Hydro Station Fund. Total expenditures (not including the transferred amounts) increased from \$11,278,714 in the prior year to \$15,446,233 in the current year.

**Proprietary funds.** The Township's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the proprietary funds comprised of the Enterprise Funds (the Golf Course and the Compost Site) was \$1,288,129 and the Internal Service Fund (Motor Pool) was \$432,863 at the end of the year. Other factors concerning the finances of the proprietary funds have already been addressed in the discussion of the Charter Township of Ypsilanti's business-type activities.

## General Fund Budgetary Highlights

There is a difference between the beginning and final budgets which represent an increase in budgeted expenditures of \$1,100,213 in anticipation of capital improvements funded by the American Rescue Plan Act grant funds and a public safety grant from the State. The total amended budgeted expenditures totaled \$27,995,392, but actual expenditures totaled \$17,141,503. Significant Board approved budget amendments to the General Fund included an increase of \$687,998 for various capital improvement projects.

## Capital Asset and Debt Administration

**Capital assets.** The Charter Township of Ypsilanti's investment in capital assets for its governmental and business type activities as of December 31, 2024, amounts to \$47,643,020 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and system improvements, machinery and equipment, infrastructure, park facilities, and roads. Current year asset additions totaled \$9,817,781 with depreciation expense of \$3,447,544, resulting in a net increase of \$6,370,237. Major capital assets constructed or acquired during the year were:

Road improvements, Paths & Streetlights	\$2,826,412
Building Improvements	\$1,442,593
Land Improvements	\$ 539,415
Park Improvements	\$2,871,397
Hydro Station Improvements	\$ 326,998
Equipment	\$ 38,853
Vehicles	\$1,748,738

**Long-term debt.** At the end of the current fiscal year, the Charter Township of Ypsilanti had long term indebtedness outstanding of \$2,290,076. This represents \$1,095,000 of a general obligation bond and \$1,195,076 of compensated absences. All of the Charter Township of Ypsilanti's debt represents general obligation debt backed by the full faith and credit of the Charter Township of Ypsilanti. The Township reduced the amount of notes and bonded debt in 2024 by \$205,000 as a result of annual debt service payments made. Additional information on the Charter Township of Ypsilanti's long-term debt can be found in note III. E. on page 43 of this report.

## Economic Factors and Next Year's Budgets and Rates

According to the United States Department of Labor, Bureau of Labor Statistics, the annual average unemployment rate for the State of Michigan increased from 3.9 percent in April 2024 to 5.5 percent in April 2025. The unemployment rate for the Ann Arbor, Michigan Metropolitan area increased from 3.1 percent in April 2024 to 4 percent in April 2025. The Consumer Price Index for the Midwest Region rose .2 percent in May 2025, up 2.4 percent over the year.

The Constitutional and Statutory Michigan State Revenue Sharing the Township receives is reported and projected as follows: The 2024 amount of State shared revenue received by the Township was \$6,534,560. The projected amounts for 2025 and 2026 are \$6,752,496 and \$6,882,788, respectively. The State's fiscal year reporting period is October 1 through September 30 and the Township's fiscal reporting period is January 1 to December 31.

The Township's 2024 taxable value (TV) minus Renaissance Zone TV equals \$1,802,161,046 for the fiscal year of 2025 for a 6.8% increase over the 2023 TV amount of \$1,680,496,116. The Township's 2025 taxable value (TV) minus Renaissance Zone TV equals \$1,879,141,743 for the fiscal year of 2026. This is a percentage change increase of 4.3%. This information is provided by the Township Assessing Department.

The special millages for Fire Protection, Police Protection, Recreation/Bike path/Sidewalks/Roads/Parks/General Operations, and Garbage/Refuse Collection, Recycling will expire on 12/31/2025. There will be an election held in August of 2025 to ask the voters to authorize the Township to levy millages at the rate they were approved for on the 2021 tax rolls. If approved the millage rates will be Fire Protection 3.1250 mills, Police Protection 5.7000 mills, Rec/Bike etc. 1.0059 mills and Garbage/Refuse etc. 2.4050. The General Fund will stay at .9726 mills. The Fire Pension PA345 millage rate will remain at .7320 mills and will be adjusted to the pension required contributions.

There will be a Headlee Millage Reduction Fraction of .9928 on the 2024 tax roll, which will affect the 2025 tax revenues. A "Headlee rollback" refers to a mandatory reduction in the tax rate (millage) when the total taxable value of a local unit of government's property increases faster than the rate of inflation.

The 2025 General Fund amended budget for revenues on May 31, 2025, is \$21,277,412. Some of the major sources of revenue, aside from the above-mentioned taxes and revenue sharing, include: \$3,349,942 remaining committed ARPA funds; \$4,773,850 remaining State Grant for 14B District Court Security; and \$632,026 from sale of Township property; and \$1,231,184 from appropriation of prior year fund balance needed for transfer out to other funds.

The General Fund budget for expenditures of \$21,277,412 is as follows; \$7,906,967 for general operations, \$9,001,651 for capital projects, \$1,524,812 for community development and stabilization, \$1,555,970 for public works, public safety and highways and streets , and \$1,288,012 in transfers out to other funds.

The transfers include \$155,825 to the General Debt Obligation Fund for bond payments, \$83,000 to Hydro Dam Fund for capital projects, and \$1,049,187 to 14B District Court Fund to supplement operations. The amount transferred to 14B District Court Fund for operations in 2024 was \$879,840.

The Township has adopted a balanced budget in the General Fund for Fiscal Year 2025. The complete budget report is available on [ypsitownship.org](http://ypsitownship.org) under the Supervisor's Department.

**Requests for Information**

This financial report is designed to provide a general overview of the Charter Township of Ypsilanti'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 should be addressed to the Office of the Supervisor, 7200 South Huron River Drive, Ypsilanti, MI 48197.

## BASIC FINANCIAL STATEMENTS

**CHARTER TOWNSHIP OF YPSILANTI****Statement of Net Position****December 31, 2024**

	Primary Government			Component
	Governmental	Business-type	Total	Units
	Activities	Activities		
<b><u>ASSETS</u></b>				
Current Assets:				
Cash and Cash Equivalents	\$ 37,932,527	\$ 1,342,052	\$ 39,274,579	\$ 102,040
Receivables, net	28,655,607	-	28,655,607	79,451
Inventories	6,513	12,630	19,143	-
Prepaid Expenditures	356,684	17,438	374,122	-
Total Current Assets	66,951,331	1,372,120	68,323,451	181,491
Noncurrent Assets:				
Capital Assets Not Being Depreciated	9,623,049	1,277,618	10,900,667	-
Capital Assets Being Depreciated, Net	36,018,247	724,106	36,742,353	-
Total Noncurrent Assets	45,641,296	2,001,724	47,643,020	-
<b>TOTAL ASSETS</b>	<b>112,592,627</b>	<b>3,373,844</b>	<b>115,966,471</b>	<b>181,491</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>				
Deferred Outflows related to Pensions & OPEB	7,334,036	-	7,334,036	-
<b><u>LIABILITIES</u></b>				
Current Liabilities:				
Accounts Payable	3,359,022	46,586	3,405,608	-
Accrued Liabilities	602,426	8,222	610,648	18,680
Due to Other Governmental Units	101,003	-	101,003	-
Deposits and Escrows	1,633,935	-	1,633,935	-
Unearned Revenue	5,698,414	-	5,698,414	-
Total Current Liabilities	11,394,800	54,808	11,449,608	18,680
Noncurrent Liabilities:				
Net Pension Liability	19,874,062	-	19,874,062	-
Net OPEB Liability	2,035,131	-	2,035,131	-
Compensated Absences Payable:				
Due within one year	199,179	-	199,179	-
Due in more than one year	995,897	29,183	1,025,080	-
Bonds and Contracts Payable:				
Due within one year	210,000	41,400	251,400	-
Due in more than one year	885,000	-	885,000	-
Total Noncurrent Liabilities	24,199,269	70,583	24,269,852	-
<b>TOTAL LIABILITIES</b>	<b>35,594,069</b>	<b>125,391</b>	<b>35,719,460</b>	<b>18,680</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>				
Deferred Inflows related to Pensions & OPEB	5,131,235	-	5,131,235	-
Property Taxes Levied for the following year	26,194,215	-	26,194,215	79,451
<b>TOTAL DEFERRED INFLOWS</b>	<b>31,325,450</b>	<b>-</b>	<b>31,325,450</b>	<b>79,451</b>
<b><u>NET POSITION</u></b>				
Net Investment in Capital Assets	44,546,296	1,960,324	46,506,620	-
Restricted	21,540,066	-	21,540,066	-
Unrestricted	(13,079,218)	1,288,129	(11,791,089)	83,360
<b>TOTAL NET POSITION</b>	<b>\$ 53,007,144</b>	<b>\$ 3,248,453</b>	<b>\$ 56,255,597</b>	<b>\$ 83,360</b>



**CHARTER TOWNSHIP OF YPSILANTI**  
**Statement of Activities**  
**For the Year Ended December 31, 2024**

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Grants and	Grants and
			Contributions	Contributions
<b><u>Functions/Programs</u></b>				
<b>Primary Government:</b>				
Governmental Activities:				
General Government	\$ 4,635,225	\$ 916,659	\$ 1,425	\$ 5,274,447
Judicial	2,274,641	721,996	143,543	-
Public Safety	14,176,469	1,264,841	181,924	254,640
Public Works	6,354,217	642,622	115,741	365,732
Health and Welfare	174,045	-	33,783	-
Community and Economic Development	1,510,902	20,508	74,313	-
Recreation and Cultural	2,753,484	435,347	35,985	-
Interest Expense	28,740	-	-	-
Total Governmental Activities	<u>31,907,723</u>	<u>4,001,973</u>	<u>586,714</u>	<u>5,894,819</u>
Business-type Activities:				
Golf Course	937,901	888,278	-	-
Compost	690,763	515,398	-	-
Total Business-type Activities	<u>1,628,664</u>	<u>1,403,676</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 33,536,387</u>	<u>\$ 5,405,649</u>	<u>\$ 586,714</u>	<u>\$ 5,894,819</u>
<b>Component Units:</b>				
Local Development Finance Authority	74,313	-	-	-
Economic Development Corp	-	-	-	-
Total Component Units	<u>\$ 74,313</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues:

Property Taxes  
State Shared Revenue  
Franchise Fees  
Investment Earnings  
Gain on Sale of Assets

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning

Net Position - Ending

Net (Expense) Revenue and Changes in Net Position			
Primary Government			Component Units
Governmental Activities	Business-type Activities	Total	
\$ 1,557,306	\$ -	\$ 1,557,306	\$ -
(1,409,102)	-	(1,409,102)	-
(12,475,064)	-	(12,475,064)	-
(5,230,122)	-	(5,230,122)	-
(140,262)	-	(140,262)	-
(1,416,081)	-	(1,416,081)	-
(2,282,152)	-	(2,282,152)	-
(28,740)	-	(28,740)	-
(21,424,217)	-	(21,424,217)	-
-	(49,623)	(49,623)	-
-	(175,365)	(175,365)	-
-	(224,988)	(224,988)	-
(21,424,217)	(224,988)	(21,649,205)	-
-	-	-	(74,313)
-	-	-	-
-	-	-	(74,313)
24,463,198	-	24,463,198	74,313
6,534,560	-	6,534,560	-
520,297	-	520,297	-
2,048,935	51,856	2,100,791	5,684
689,986	-	689,986	-
(42,000)	42,000	-	-
34,214,976	93,856	34,308,832	79,997
12,790,759	(131,132)	12,659,627	5,684
40,216,385	3,379,585	43,595,970	77,676
\$ 53,007,144	\$ 3,248,453	\$ 56,255,597	\$ 83,360

**CHARTER TOWNSHIP OF YPSILANTI****Balance Sheet****Governmental Funds****December 31, 2024**

	<b>General Fund</b>	<b>Fire Department Fund</b>	<b>Environmental Services Fund</b>	<b>Law Enforcement Fund</b>
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ 14,917,290	\$ 3,012,189	\$ 2,208,982	\$ 12,785,733
Receivables:				
Accounts	647,618	603,571	-	56,764
Taxes	2,704,988	5,467,930	4,208,202	9,849,488
Special Assessments	1,635,710	-	-	-
Prepaid Expenditures	187,534	123,382	6,597	15,301
Total Assets	\$ <u>20,093,140</u>	\$ <u>9,207,072</u>	\$ <u>6,423,781</u>	\$ <u>22,707,286</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u></b>				
Liabilities:				
Accounts Payable	\$ 1,811,703	\$ 80,511	\$ 437,302	\$ 600,531
Accrued Liabilities	298,204	72,945	8,352	24,384
Due to Other Governmental Units	17,433	-	-	-
Deposits and Escrows	1,482,655	88,325	-	-
Unearned Revenue	5,716,096	-	-	-
Total Liabilities	<u>9,326,091</u>	<u>241,781</u>	<u>445,654</u>	<u>624,915</u>
Deferred Inflows of Resources:				
Property Taxes Levied for the following year	<u>3,601,755</u>	<u>5,467,930</u>	<u>4,208,202</u>	<u>9,849,488</u>
Fund Balances:				
Nonspendable	187,534	123,382	6,597	15,301
Restricted	-	3,373,979	1,763,328	12,217,582
Assigned	4,853,020	-	-	-
Unassigned	2,124,740	-	-	-
Total Fund Balances	<u>7,165,294</u>	<u>3,497,361</u>	<u>1,769,925</u>	<u>12,232,883</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ <u>20,093,140</u>	\$ <u>9,207,072</u>	\$ <u>6,423,781</u>	\$ <u>22,707,286</u>

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

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Internal Service Funds are used by management to charge the costs of motor pool to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Long-term receivables (unearned revenue) are not available to pay for current period expenditures and therefore deferred in the funds.

Net Deferred Outflows and Inflows related to Pensions and OPEB

Net Pension Liabilities are not reported in the funds

Net OPEB Liabilities are not reported in the funds

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Net Position of Governmental Activities

<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 4,580,328	\$ 37,504,522
403,803	1,711,756
3,066,840	25,297,448
10,693	1,646,403
23,646	356,460
<u>\$ 8,085,310</u>	<u>\$ 66,516,589</u>

\$ 427,316	\$ 3,357,363
198,321	602,206
83,570	101,003
62,955	1,633,935
37,485	5,753,581
<u>809,647</u>	<u>11,448,088</u>

<u>3,066,840</u>	<u>26,194,215</u>
------------------	-------------------

23,646	356,460
4,185,177	21,540,066
-	4,853,020
-	2,124,740
<u>4,208,823</u>	<u>28,874,286</u>

\$ 8,085,310

45,120,909

953,250

55,167

2,202,801

(19,874,062)

(2,035,131)

(2,290,076)

\$ 53,007,144

**CHARTER TOWNSHIP OF YPSILANTI**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2024**

	<b>General Fund</b>	<b>Fire Department Fund</b>	<b>Environmental Services Fund</b>	<b>Law Enforcement Fund</b>
<b><u>Revenues</u></b>				
Property Taxes	\$ 2,881,587	\$ 5,168,934	\$ 3,971,827	\$ 9,307,305
Licenses and Permits	8,376	-	-	-
Intergovernmental	12,081,352	25,592	75,860	68,969
Charges for Services	432,677	1,580	-	557,472
Franchise Fees	520,297	-	-	-
Interest and Rent	1,013,877	196,378	113,890	638,022
Other	1,042,370	37,502	8,153	74,776
Total Revenues	<u>17,980,536</u>	<u>5,429,986</u>	<u>4,169,730</u>	<u>10,646,544</u>
<b><u>Expenditures</u></b>				
Current:				
General Government	5,660,832	-	-	-
Judicial	504,246	-	-	-
Public Safety	-	4,861,357	-	7,679,083
Public Works	1,071,800	-	3,544,409	-
Health and Welfare	174,045	-	-	-
Community and Economic Development	1,510,902	-	-	-
Recreation and Cultural	1,137,044	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Fees	-	-	-	-
Capital Outlay	5,387,364	-	-	-
Total Expenditures	<u>15,446,233</u>	<u>4,861,357</u>	<u>3,544,409</u>	<u>7,679,083</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,534,303</u>	<u>568,629</u>	<u>625,321</u>	<u>2,967,461</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers In	-	-	-	-
Transfers Out	(1,695,270)	-	-	-
Total Other Financing Sources (Uses)	<u>(1,695,270)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	839,033	568,629	625,321	2,967,461
Fund Balances - Beginning	<u>6,326,261</u>	<u>2,928,732</u>	<u>1,144,604</u>	<u>9,265,422</u>
Fund Balances - Ending	\$ <u><u>7,165,294</u></u>	\$ <u><u>3,497,361</u></u>	\$ <u><u>1,769,925</u></u>	\$ <u><u>12,232,883</u></u>

<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 3,133,545	\$ 24,463,198
651,337	659,713
605,666	12,857,439
1,727,448	2,719,177
-	520,297
292,974	2,255,141
88,922	1,251,723
<u>6,499,892</u>	<u>44,726,688</u>
-	5,660,832
1,766,258	2,270,504
2,418,810	14,959,250
565,636	5,181,845
-	174,045
-	1,510,902
1,013,784	2,150,828
205,000	205,000
28,740	28,740
3,976,171	9,363,535
<u>9,974,399</u>	<u>41,505,481</u>
<u>(3,474,507)</u>	<u>3,221,207</u>
2,045,770	2,045,770
(392,500)	(2,087,770)
<u>1,653,270</u>	<u>(42,000)</u>
(1,821,237)	3,179,207
<u>6,030,060</u>	<u>25,695,079</u>
\$ <u><u>4,208,823</u></u>	\$ <u><u>28,874,286</u></u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended December 31, 2024**

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

Net change in fund balances - total governmental funds	\$ 3,179,207
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.</p>	
Capital Outlay	9,809,021
Depreciation	(3,064,869)
<p>The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Principal Repayments	205,000
Increase in Compensated Absences	(34,808)
Change in Net Pension Liability	25,275
Change in Net OPEB Liability	2,667,948
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(13,998)
<p>Internal service funds are used by management to charge the costs of fleet management and management information systems to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.</p>	
	<u>17,983</u>
Change in net position in governmental activities	<u>\$ 12,790,759</u>

**CHARTER TOWNSHIP OF YPSILANTI****Statement of Net Position****Proprietary Funds****December 31, 2024**

	<b>Business-type Activity Enterprise Funds</b>			<b>Governmental Activities - Internal Service Fund Motor Pool</b>
	<b>Golf Course</b>	<b>Compost</b>	<b>Total</b>	
<b><u>ASSETS</u></b>				
Current Assets				
Cash and Cash Equivalents	\$ 389,582	\$ 952,470	\$ 1,342,052	\$ 428,005
Inventory	12,630	-	12,630	6,513
Prepaid Expense	10,303	7,135	17,438	224
Total Current Assets	<u>412,515</u>	<u>959,605</u>	<u>1,372,120</u>	<u>434,742</u>
Noncurrent Assets				
Capital Assets not Being Depreciated	1,277,618	-	1,277,618	-
Capital Assets, net of Accumulated Depreciation	356,593	367,513	724,106	520,387
Total Noncurrent Assets	<u>1,634,211</u>	<u>367,513</u>	<u>2,001,724</u>	<u>520,387</u>
Total Assets	\$ <u>2,046,726</u>	\$ <u>1,327,118</u>	\$ <u>3,373,844</u>	\$ <u>955,129</u>
<b><u>LIABILITIES AND NET POSITION</u></b>				
Current Liabilities:				
Accounts Payable	\$ 32,064	\$ 14,522	\$ 46,586	\$ 1,659
Accrued Liabilities	4,518	3,704	8,222	220
Current Portion of Lease Payable	41,400	-	41,400	-
Total Current Liabilities	<u>77,982</u>	<u>18,226</u>	<u>96,208</u>	<u>1,879</u>
Noncurrent Liabilities:				
Compensated Absences	6,683	22,500	29,183	-
Total Liabilities	<u>84,665</u>	<u>40,726</u>	<u>125,391</u>	<u>1,879</u>
Net Position:				
Net Investment in Capital Assets	1,592,811	367,513	1,960,324	520,387
Unrestricted	369,250	918,879	1,288,129	432,863
Total Net Position	<u>1,962,061</u>	<u>1,286,392</u>	<u>3,248,453</u>	<u>953,250</u>
Total Liabilities and Net Position	\$ <u>2,046,726</u>	\$ <u>1,327,118</u>	\$ <u>3,373,844</u>	\$ <u>955,129</u>



**CHARTER TOWNSHIP OF YPSILANTI**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2024**

	<b>Business-type Activity Enterprise Funds</b>			<b>Governmental Activities - Internal Service Fund Motor Pool</b>
	<b>Golf Course</b>	<b>Compost</b>	<b>Total</b>	
<b><u>Operating Revenues:</u></b>				
Charges for Services	\$ 885,647	\$ 515,174	\$ 1,400,821	\$ 248,411
Other Income	2,631	224	2,855	-
Total Operating Revenues	888,278	515,398	1,403,676	248,411
<b><u>Operating Expenses:</u></b>				
Operations	824,433	546,479	1,370,912	119,299
Depreciation	113,468	144,284	257,752	124,923
Total Operating Expenses	937,901	690,763	1,628,664	244,222
Operating Income (Loss)	(49,623)	(175,365)	(224,988)	4,189
<b><u>Non-Operating Revenues (Expenses):</u></b>				
Interest Earned	8,376	43,480	51,856	13,794
Net Income (Loss) before Transfers	(41,247)	(131,885)	(173,132)	17,983
<b><u>Transfers:</u></b>				
Transfers In	42,000	-	42,000	-
Change in Net Position	753	(131,885)	(131,132)	17,983
Net Position, Beginning	1,961,308	1,418,277	3,379,585	935,267
Net Position, Ending	\$ 1,962,061	\$ 1,286,392	\$ 3,248,453	\$ 953,250

**CHARTER TOWNSHIP OF YPSILANTI**

**Statement of Cash Flows**

**Proprietary Funds**

**For the Year December 31, 2024**

	<b><u>Business-type Activity Enterprise Funds</u></b>			<b>Governmental Activities - Internal Service Fund Motor Pool</b>
	<b><u>Golf Course</u></b>	<b><u>Compost</u></b>	<b><u>Total</u></b>	
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>				
Receipts from customers and users	\$ 888,278	\$ 515,398	\$ 1,403,676	\$ 248,411
Payments to suppliers	(264,379)	(142,382)	(406,761)	(101,933)
Payments to employees	(535,654)	(400,171)	(935,825)	(15,902)
Net Cash Provided (Used) by Operating Activities	<u>88,245</u>	<u>(27,155)</u>	<u>61,090</u>	<u>130,576</u>
<b><u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u></b>				
Purchases of Capital Assets	-	(8,760)	(8,760)	-
Transfer In	42,000	-	42,000	-
Lease Principal Payments	(41,400)	-	(41,400)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>600</u>	<u>(8,760)</u>	<u>(8,160)</u>	<u>-</u>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>				
Interest Earned	8,376	43,480	51,856	13,794
Net Cash Provided (Used) by Investing Activities	<u>8,376</u>	<u>43,480</u>	<u>51,856</u>	<u>13,794</u>
Net Increase (Decrease) in Cash and Cash Equivalents	97,221	7,565	104,786	144,370
Cash and Cash Equivalents, Beginning	<u>292,361</u>	<u>944,905</u>	<u>1,237,266</u>	<u>283,635</u>
Cash and Cash Equivalents, Ending	<u>\$ 389,582</u>	<u>\$ 952,470</u>	<u>\$ 1,342,052</u>	<u>\$ 428,005</u>
<b><u>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</u></b>				
Operating Income (Loss)	\$ (49,623)	\$ (175,365)	(224,988)	4,189
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization Expense	113,468	144,284	257,752	124,923
(Increase) Decrease in Inventory	49	-	49	1,870
(Increase) Decrease in Prepaid Expenses	(1,078)	(682)	(1,760)	(213)
Increase (Decrease) in Accounts Payable	27,440	2,191	29,631	(413)
Increase (Decrease) in Accrued Liabilities	(3,061)	82	(2,979)	220
Increase (Decrease) in Compensated Absences	1,050	2,335	3,385	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 88,245</u>	<u>\$ (27,155)</u>	<u>\$ 61,090</u>	<u>\$ 130,576</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Statement of Net Position**  
**Fiduciary Funds**  
**December 31, 2024**

	<b><u>Pension and Employee Benefit Trusts</u></b>	<b><u>Custodial Funds</u></b>
<b><u>ASSETS</u></b>		
Cash and Cash Equivalents	\$ 1,346,434	\$ 20,697,683
Investments	49,565,224	-
Accrued Interest	125,864	-
Total Assets	<u>51,037,522</u>	<u>20,697,683</u>
 <b><u>LIABILITIES</u></b>		
Accounts Payable	1,162,122	-
Due to Other Governmental Units	-	20,697,683
Total Liabilities	<u>1,162,122</u>	<u>20,697,683</u>
 <b><u>NET POSITION</u></b>		
Held in Trust For Pension and Employee Benefits	\$ <u>49,875,400</u>	\$ <u>-</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Statement of Changes in Net Position**  
**Fiduciary Funds**  
**For the Year Ended December 31, 2024**

	<b>Pension and Employee Benefit Trusts</b>	<b>Custodial Funds</b>
<b><u>ADDITIONS</u></b>		
Investment Income		
Interest and Dividends	\$ 1,077,872	\$ -
Net Appreciation (Depreciation) in Fair Value of Investments	3,533,482	-
Contributions:		
Employer	1,845,539	-
Employee	166,455	-
Other	856	-
Taxes Collected for Other Governments	-	66,425,099
	<u>6,624,204</u>	<u>66,425,099</u>
Total Additions		
	<u>6,624,204</u>	<u>66,425,099</u>
<b><u>DEDUCTIONS</u></b>		
Benefits Paid	2,984,781	-
Retirees Insurance	1,113,423	-
Administrative Costs	200,055	-
Payment of Taxes to Other Governments	-	66,425,099
	<u>4,298,259</u>	<u>66,425,099</u>
Total Deductions		
	<u>4,298,259</u>	<u>66,425,099</u>
Change in Net Position	2,325,945	-
Net Position, Beginning of the Year	<u>47,549,455</u>	<u>-</u>
Net Position, End of the Year	<u>\$ 49,875,400</u>	<u>\$ -</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Combining Statement of Net Position**  
**Component Units**  
**For the Year Ended December 31, 2024**

	<b>Local Development Finance Authority Fund</b>	<b>Economic Development Corporation</b>	<b>Total</b>
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	\$ 23,204	\$ 78,836	\$ 102,040
Taxes Receivable	79,451	-	79,451
Total Assets	<u>102,655</u>	<u>78,836</u>	<u>181,491</u>
<b><u>LIABILITIES</u></b>			
Accrued Liabilities	<u>18,680</u>	<u>-</u>	<u>18,680</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Property Taxes Levied for the following year	<u>79,451</u>	<u>-</u>	<u>79,451</u>
<b><u>NET POSITION</u></b>			
Unrestricted	\$ <u>4,524</u>	\$ <u>78,836</u>	\$ <u>83,360</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Combining Statement of Activities**  
**Component Units**  
**For the Year Ended December 31, 2024**

	<b>Local Development Finance Authority Fund</b>	<b>Economic Development Corporation</b>	<b>Total</b>
<b><u>Program Expenses:</u></b>			
Local Development Finance Authority	\$ 74,313	\$ -	\$ 74,313
Economic Development Corporation	-	-	-
Total Program Expenses	<u>74,313</u>	<u>-</u>	<u>74,313</u>
<b><u>General Revenues:</u></b>			
Property Taxes	74,313	-	74,313
Investment Earnings	1,891	3,793	5,684
Total General Revenues	<u>76,204</u>	<u>3,793</u>	<u>79,997</u>
Change in Net Position	1,891	3,793	5,684
Net Position, Beginning of the Year	<u>2,633</u>	<u>75,043</u>	<u>77,676</u>
Net Position, End of the Year	\$ <u>4,524</u>	\$ <u>78,836</u>	\$ <u>83,360</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Charter Township of Ypsilanti, Michigan was organized as a Township under provisions of the constitution and general law of the State of Michigan. Ypsilanti Township became a Charter Township on May 15, 1979 by Board resolution. The Township operates under an elected Township Board which consists of the Supervisor, Clerk, Treasurer and four Trustees, and provides the following services as permitted by law: public safety (police and fire), community development, recreation and culture, public improvements, planning and zoning, and general administrative services.

As required by generally accepted accounting principles, these financial statements present the Charter Township of Ypsilanti and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the Township's operations and so data from these units is combined with data of the primary government. The discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government. Each blended and discretely presented component unit has a December 31 year end.

*Discretely Presented Component Units*

The component units are reported in a separate column to emphasize that, while legally separate, the Charter Township of Ypsilanti remains financially accountable for these entities.

The governing body of the Local Development Finance Authority (LDFA) is appointed by the Township Board. The Authority was established for the collection of tax increment revenues, the issuance and repayment of debt, the construction of public facilities, and the promotion and facilitation of economic growth in the development district. The Authority's budget and debt issuance is subject to the approval of the Township Board.

The Charter Township of Ypsilanti Economic Development Corporation (EDC) was established pursuant to the provisions of Public Act 338 of 1974, as amended. The EDC is governed by a nine (9) member board appointed by the Township Board. The EDC may not issue debt without approval from the Township Board. Additionally, the annual operating budget and any amendments must be approved by the Township Board. The Township Board must approve all developmental and financing plans of the EDC.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

A. Reporting Entity – Continued

*Joint Venture*

The Township is a participant in the Ypsilanti Community Utilities Authority (Y.C.U.A.) which was created under Act 233, P.A. of 1955 by the City of Ypsilanti and the Charter Township of Ypsilanti, in 1974. All activities necessary to provide water and sewer services to residents of the City, Township, and other communities serviced by Y.C.U.A., are accounted for by the Authority. The Township has financial responsibility as follows:

- Township Board has the ability to reject or approve water rates for customers in its service district.
- Some obligations of the Authority are supported by pledges of the Township's full faith and credit, subject to constitutional limitations. These obligations are described in more detail further in these notes.
- Financial statements may be obtained by contacting Y.C.U.A. at 2777 State Street, Ypsilanti, MI 48198.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) present information on all of the nonfiduciary activities of the primary government and its component units as a whole. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are 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.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

B. Government-Wide and Fund Financial Statements – Continued

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. Revenues that are not required to be presented as program revenues are general revenues. This includes taxes, interest, unrestricted State shared revenue payments, franchise fees, and other general revenues.

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.

C. 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 and fiduciary fund financial statements. Revenues are 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 revenues 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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Township.



CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation – Continued

Governmental Funds

The Township reports the following major governmental funds:

The General Fund is the government'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 Fire Department Fund is a special revenue fund used to account for the voter approved property taxes used to support fire protection, and related services.

The Environmental Services Fund is a special revenue fund used to account for the voter approved property tax revenues used to support solid waste, recycling and yard waste collection activities.

The Law Enforcement Fund is a special revenue fund used to account for the voter approved property taxes for law enforcement activities.

The Township also reports on the following fund types:

The special revenue funds account for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects).

The debt service funds account for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

Proprietary Funds

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Proprietary funds include the Golf Course Fund and the Compost Fund, which are reported as nonmajor funds.

Additionally, the Township reports on the following fund type:

Internal Service Funds

Internal Service Funds account for operations that provide services to other departments or agencies of the Township on a cost reimbursement basis. As these services predominantly benefit governmental rather than business-type functions, they have been included within the *governmental* activities in the government-wide financial statements. The Township uses an internal service fund to account for the management of a motor pool.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation – Continued

Fiduciary Funds

Fiduciary Funds account for assets held by the Township in a trustee capacity or as an agent on behalf of others. Fiduciary funds include the following fund types:

Pension Trust Funds – The pension trust funds accounts for the activities of the employee benefit plan that accumulates resources for pension and other post employment benefit payments to qualified employees.

The Custodial Funds are used to account for assets that the Township holds for others in a custodial capacity.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

D. Assets, Liabilities and Net Position or Equity

1. Deposits and Investments

The Township's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. State statutes authorize the Township to invest in obligations of the U.S. Treasury, commercial paper of certain investment grades, and deposits of Michigan commercial banks.

Investments are reported at fair value or estimated fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a nation or international exchange are valued at the last reported sales price at current exchange rates.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

3. Inventory and Prepaids

Inventories are valued at cost using the first-in/first out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures as used. Prepaid items represent payments made to vendors for goods and services applicable to future years. Inventories and prepaids are offset by nonspendable fund balance which indicates they do not constitute "available spendable resources" even though they are a component of current net position.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

D. Assets, Liabilities and Net Position or Equity – Continued

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. 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. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of capitalized value of the assets constructed. Capital assets of the primary government, as well as the component units, is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	7-40
Machinery & Equipment	5-25
Vehicles	3-15
Infrastructure	20-50

5. Compensated Absences

In accordance with contracts negotiated with the various employee groups of the Township, individual employees have vested rights upon termination of employment to receive payment for unused vacation and sick leave under formulas and conditions specified in the contracts. All sick and vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured. The long-term portion of compensated absences related to the governmental funds is a liability recorded in the Statement of Net Position.

6. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net position. The portion of those liabilities expected to be paid within the next year is a current liability with the remaining amounts shown as noncurrent.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

D. Assets, Liabilities and Net Position or Equity – Continued

6. Long-term Obligations – Continued

Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the Statement of Net Position. Long-term liabilities expected to be financed from proprietary funds are reported as liabilities in those funds.

7. Fund Equity

In the fund financial statements, governmental funds report the following components of fund balance:

Nonspendable – Amounts that are not in spendable form or are legally or contractually required to be maintained intact.

Restricted – Amounts that are legally restricted by outside parties, constitutional provisions, or enabling legislation for use for a specific purpose.

Committed – Amounts that have been formally set aside by the Board for use for a specific purpose. Commitments are made and can be rescinded only via resolution of the Township Board.

Assigned – Intent to spend resources on specific purposes expressed by the Township Board.

Unassigned – This is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the general fund.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The Township is legally subject to the budgetary control requirements of the State of Michigan P.A. 621 of 1978 (Uniform Budgeting Act). The Township follows these requirements in establishing the budgetary data reflected in these financial statements:

1. In accordance with State law, prior to September 1, the Supervisor submits a proposed operating budget for the fiscal year commencing the following January 1 to the Township Board. The operating budget includes proposed expenditures and means of financing them for the upcoming year. Detail line item budgets are included for administrative control. The level of control for the detail budgets is at the departmental basis.
2. Public hearings are conducted to obtain taxpayer comment.
3. Prior to December 15, the budget is legally enacted through passage of a budget resolution (general appropriation act).
4. Formal budgetary integration is employed as a management control device for the General, Special Revenue and Debt Service Funds. Budgets for these funds are prepared and adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Proprietary Fund budgets are prepared on a non-GAAP method.
6. Budget appropriations lapse at year end.
7. The Township does not employ encumbrance accounting as an extension of formal budgetary integration in the governmental funds.
8. Budgeted amounts are reported as originally adopted, and as amended by the Township Board.

B. Compliance with P.A. 621 of 1978

1. Deficit Fund Balance

None of the funds have a deficit fund balance as of December 31, 2024.

2. Excess of Expenditures Over Appropriations in Budgetary Funds

The budgets for the General and Special Revenue Funds are adopted at the activity level. None of the funds have expenditures in excess of budget appropriations at year end.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS

A. 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 Township 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 mature 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; and investment pools of financial institutions.

The pension trust fund and retiree health care fund are also authorized by Michigan Public Act 55 of 1982, as amended, 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 Township has designated several banks for the deposit of funds. The investment policy adopted by the Township Board in accordance with Public Act 196 of 1997 authorized all investments permitted by PA 20. The Charter Township of Ypsilanti, Michigan's deposit and investment policies are in accordance with statutory authorities.

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

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Township's deposits may not be returned to it. The Township does not have a deposit policy for custodial credit risk. Deposits of the Township are at federally insured banks located in the State of Michigan with all accounts maintained in the name of the Township. At year end, the Township had \$59,992,210 of bank deposits (checking and savings accounts) of which \$58,973,820 was insured or collateralized. The component units had book and bank balances totaling \$102,040, all of which were FDIC insured.

The 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.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

A. Deposits and Investments – Continued

Interest Rate Risk

Interest rate risk is the risk that the value of investments or deposits will decrease as a result of a rise in interest rates. The Township's investment policy minimizes interest rate risk by structuring the portfolio to meet requirements and by investing funds in shorter-term securities, money market mutual funds or similar investment pools. The Township's investment policy does not restrict investment maturities, other than commercial paper which can only be purchased with a 270 day maturity. The weighted average maturity is based on maturity date or contracted modified maturity date as applicable.

Credit Risk

State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations at the time of purchase. The Township's investment policy limits investments to the safest types of securities. Financial institutions, broker/dealers, intermediaries and advisers need to be pre-qualified to do business with the Township. The policy also states that the investment portfolio will be diversified to minimize potential losses on individual securities. 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>
Pension:			
U.S. Treasury Notes	\$ 7,446,407	Aaa	Moody's
Corporate Bonds	\$ 712,325	Aaa	Moody's
	24,660	Aa2	Moody's
	489,983	A1	Moody's
	116,335	A2	Moody's
	433,629	A3	Moody's
	920,784	Baa1	Moody's
	772,580	Baa2	Moody's
	383,556	Baa3	Moody's
	105,790	Ba1	Moody's
	86,897	Ba2	Moody's
	39,800	Ba3	Moody's
	30,580	B1	Moody's
	41,322	B2	Moody's
	250,734	n/a	



CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

A. Deposits and Investments – Continued

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Township places no limit on the amount that may be invested in any one issuer. As of year end, the Township did not have investments that exceeded 5 percent of the total portfolio.

Fair Value Measurements

The Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Township's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

A. Deposits and Investments – Continued

The Township has the following recurring fair value measurements as of December 31, 2024:

Assets Measured at Fair Value on a Recurring Basis

	Balance at Dec. 31, 2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities:				
U.S. Government Bonds	\$ 5,344,257	\$ 5,344,257	\$ -	\$ -
Corporate Bonds	4,247,779	4,247,779	-	-
Total Debt Securities	<u>9,592,036</u>	<u>9,592,036</u>	<u>-</u>	<u>-</u>
Equity Securities:				
Mutual Funds	34,198,363	34,198,363	-	-
Common Stock	2,029,234	2,029,234	-	-
Real Estate	2,233,607	-	-	2,233,607
Total Equity Securities	<u>38,461,204</u>	<u>36,227,597</u>	<u>-</u>	<u>2,233,607</u>
Total Investments by Fair Value Level	<u>\$ 48,053,240</u>	<u>\$ 45,819,633</u>	<u>\$ -</u>	<u>\$ 2,233,607</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

B. Receivables and Deferred Inflows, and Unearned Revenue

Receivables consist of amounts due related to charges for services, interest receivable, special assessments receivable, taxes levied that have not been collected, and other amounts owed to the Township at year end. An allowance for doubtful accounts has been accrued for delinquent personal property taxes receivable.

Governmental funds report unearned revenue in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. The deferred inflows in the governmental activities represents property taxes levied on December 1, 2023, but recognized revenue in the year ending December 31, 2024, when the proceeds of the levy are budgeted and available for financing operations. At the end of the current fiscal year, the various components of deferred inflows and unearned revenue are as follows:

Governmental Funds:

Property Taxes Levied for the following year – Deferred Inflows	<u>\$26,194,215</u>
---	---------------------

Unearned Revenue:

Unspent American Rescue Plan Act Grant funds	\$ 2,898,655
Unspent 14B District Court Security Grant funds	2,251,476
Other	<u>603,450</u>
Total	<u>\$ 5,753,581</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

C. Capital Assets

Capital asset activity for the year ended December 31, 2024 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets, not depreciated:				
Land	<u>\$ 9,623,049</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,623,049</u>
Capital Assets, being depreciated:				
Buildings	17,132,853	1,442,593	-	18,575,446
Machinery and Equipment	11,384,264	1,802,206	(813,408)	12,373,062
Infrastructure	51,364,998	6,564,222	-	57,929,220
Internal Service Fund - Motor Pool	<u>2,171,144</u>	<u>-</u>	<u>-</u>	<u>2,171,144</u>
	<u>82,053,259</u>	<u>9,809,021</u>	<u>(813,408)</u>	<u>91,048,872</u>
Less: Accumulated Depreciation:				
Buildings	(12,152,211)	(468,012)	-	(12,620,223)
Machinery and Equipment	(8,108,979)	(636,235)	813,408	(7,931,806)
Infrastructure	(30,867,217)	(1,675,972)	-	(32,543,189)
Internal Service Fund - Motor Pool	<u>(1,525,834)</u>	<u>(124,923)</u>	<u>-</u>	<u>(1,650,757)</u>
	<u>(52,654,241)</u>	<u>(2,905,142)</u>	<u>813,408</u>	<u>(54,745,975)</u>
Governmental Activities				
Capital Assets, net	<u>\$ 39,022,067</u>	<u>\$ 6,903,879</u>	<u>\$ -</u>	<u>\$ 45,925,946</u>

Depreciation expense was charged to the following governmental activities:

General Government	\$ 171,519
Public Safety	486,189
Public Works	1,519,855
Recreation and Cultural	602,656
Charged through Internal Service Fund	<u>124,923</u>
	<u>\$ 2,905,142</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

C. Capital Assets – Continued

<u>Business-type Activities:</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital Assets, not depreciated:				
Land	\$ 1,277,618	\$ -	\$ -	\$ 1,277,618
Capital Assets, being depreciated:				
Land and Building Improvements	2,192,208	8,760	-	2,200,968
Machinery and Equipment	2,658,257	-	-	2,658,257
	<u>4,850,465</u>	<u>8,760</u>	<u>-</u>	<u>4,859,225</u>
Less: Accumulated Depreciation:				
Land and Building Improvements	(1,497,042)	(77,750)	-	(1,574,792)
Machinery and Equipment	(2,380,325)	(180,002)	-	(2,560,327)
	<u>(3,877,367)</u>	<u>(257,752)</u>	<u>-</u>	<u>(4,135,119)</u>
Business-type Activities				
Capital Assets, net	<u>\$ 2,250,716</u>	<u>\$ (248,992)</u>	<u>\$ -</u>	<u>\$ 2,001,724</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

D. Interfund Transfers

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Bike Path, Sidewalk, Rec., Roads	General Fund	\$ 470,000
District Court Fund	General Fund	879,840
Recreation Fund	General Fund	104,453
2013 GO Refunding Bond Debt Fund	General Fund	159,977
Hydro Station Fund	General Fund	81,000
Recreation Fund	Bike Path, Sidewalk, Rec., Roads	350,500
Golf Course Fund	Bike Path, Sidewalk, Rec., Roads	42,000
		<u>\$ 2,087,770</u>

Transfers include operating transfers for debt service payments.

The General Fund and the Bike Path, Sidewalk, Rec., Roads Fund made operating transfers to augment specific projects.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

E. Long-Term Debt

The following is a summary of long-term debt transactions of the Township for the year ended December 31, 2024:

	<u>Balance</u> <u>Jan 1, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>Dec 31, 2024</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities:					
2013 G.O. Refunding Bonds	\$ 1,300,000	\$ -	\$ 205,000	\$ 1,095,000	\$ 210,000
Compensated Absences	1,160,268	34,808	-	1,195,076	199,179
	<u>\$ 2,460,268</u>	<u>\$ 34,808</u>	<u>\$ 205,000</u>	<u>\$ 2,290,076</u>	<u>\$ 409,179</u>
Business-type Activities:					
Lease Payable	\$ 82,800	\$ -	\$ 41,400	\$ 41,400	\$ 41,400
Compensated Absences	25,798	3,385	-	29,183	-
	<u>\$ 108,598</u>	<u>\$ 3,385</u>	<u>\$ 41,400</u>	<u>\$ 70,583</u>	<u>\$ 41,400</u>

The following is a summary of general obligation debt outstanding of the Township as of December 31, 2024:

	<u>Number</u> <u>of Issues</u>	<u>Interest</u> <u>Rate</u>	<u>Maturing</u> <u>Through</u>	<u>Principal</u> <u>Outstanding</u>
Governmental Activities:				
General Obligation Bonds	1	3.75%-4.50%	2029	<u>\$ 1,095,000</u>

The annual debt service requirements to maturity for debt outstanding as of December 31, 2024 is as follows:

	<u>Governmental Activities</u>	
<u>Year Ended</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 210,000	\$ 23,760
2026	210,000	18,720
2027	220,000	13,560
2028	225,000	8,220
2029	230,000	2,760
	<u>\$ 1,095,000</u>	<u>\$ 67,020</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

F. Fund Balance Classifications

A detailed description of fund balance assignments in the General Fund at December 31, 2024, is presented below:

	<u>General Fund</u>
Nonspendable:	
Prepays & Inventory	\$ <u>187,534</u>
Assigned:	
Subsequent Year's Expenditures	879,430
Capital Improvements	2,750,770
Ecorse Corridor Revitalization	603,000
Community Stabilization	250,000
Settlements & Contracts	261,260
Signs	78,560
Employee PTO	<u>30,000</u>
Total Assigned	<u>4,853,020</u>
Unassigned	<u>2,124,740</u>
Total Fund Balance	\$ <u><u>7,165,294</u></u>



CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

III. DETAILED NOTES ON ALL FUNDS – Continued

G. Property Taxes

Property taxes are assessed as of each December 31. The Township tax levy is billed on December 1 of the following year, and payable through February. Taxes are considered delinquent on March 1, at which time the applicable property is subject to lien and penalty and interest is assessed. The maximum authorized operating levy for the Township are detailed below for the 2023 tax roll:

Purpose	Authorization	Pre- Rollback Auth. Rate	Post Rollback Auth. Rate	Rate Levied
Operating	State Law	1.1160	0.9797	0.9797
Fire Protection	Voter Approved	3.1250	3.0850	3.0850
Solid Waste	Voter Approved	2.4050	2.3742	2.3742
Police	Voter Approved	5.7000	5.5570	5.5570
Recreation	Voter Approved	1.0059	0.9930	0.9930
Fire Pension	State Law	-	0.8800	0.8800
				<u>13.8689</u>

IV. OTHER INFORMATION

A. Firefighters Defined Benefit Pension Plan

Summary of Significant Accounting Policies

*Method used to value investments.* Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The Charter Township of Ypsilanti Police and Firefighters Retirement System Pension Board administers the Charter Township of Ypsilanti Police and Firefighters Pension Plan, which is a single employer defined benefit pension plan that provides retirement, disability, and death benefits for all eligible firefighters and their beneficiaries. Benefit terms have been established by Township policy and contractual agreements authorized by the Township Board and may be amended by Township Board action.

Management of the Plan is vested in a pension board, which consist of five members – two elected, two appointed by the Township Board and the Township Treasurer.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

A. Firefighters Defined Benefit Pension Plan – Continued

Benefits Provided

The Pension Plan provides retirement, disability, and death benefits to eligible plan members. Retirement benefits are computed using credited service at the time of termination of membership multiplied by a certain percentage based on the benefit program in effect as of the date of termination of membership times the final average compensation (FAC).

Plan Membership

As of December 31, 2023, pension plan membership consisted of the following:

Inactive Plan members currently receiving benefits	44
Inactive Plan members entitled to but not receiving benefits	11
Active Members	<u>24</u>
Total Plan Members	<u>79</u>

Contributions

The authority to amend contribution requirements rests with the Pension Board, which establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimate amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. Covered employees are required to contribute 6% of their pay. The Township is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. For the year ended December 31, 2024 the Township contributed \$1,252,082.

Pension Reserves

In accordance with Public Act 345 as amended, the following reserves are required to be set aside within the pension plan:

*The retiree reserve* is to be computed annually by the actuary as the present value of estimated benefit payments for all current retirees. The amounts reserved may be used solely to pay monthly retiree benefit payments.

*The employee reserve* is credited as employee contributions are received throughout the year; the Plan maintains a record of the amount contributed by each employee, and credits interest annually at a rate of 2.0 percent. For any employee who terminates before vesting in the plan, their balance is returned to them; for those who stay until retirement, the balance is transferred into the retiree reserve.

*The employer reserve* is used to account for the residual net position balance in the pension plan after funding the retiree reserve and the employee reserve.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

A. Firefighters Defined Benefit Pension Plan – Continued

The balances of the reserve accounts at December 31, 2023 are as follows:

Employees' Contributions	\$ 835,567
Employer Contributions	(1,978,562)
Retired Benefit Payments	32,303,371
	<u>\$ 31,160,376</u>

Investment Policy

The pension plans' policy in regard to the allocation of invested assets is established and may be amended by the Pension Board by a majority vote of its members. It is the policy of the Pension Board to pursue an investment strategy that manages risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of December 31, 2023.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Equities	51%	5.18%
Fixed Income	37%	2.54%
Real Estate	9%	3.79%
Cash	3%	0.77%

Projected Cash Flows

Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return on pension plan investments was determined using a model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return is 6.50%.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

A. Firefighters Defined Benefit Pension Plan – Continued

Net Pension Liability

The net pension liability reported at December 31, 2024 was determined using a measure of the total pension liability and the plan net position as of December 31, 2023. The December 31, 2023 total pension liability was determined by an actuarial valuation performed as of that date.

Changes in the net pension liability during the measurement year were as follows:

<u>Changes in Net Pension Liability</u>	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Net Position</u>	<u>Net Pension Liability</u>
Balance at January 1, 2023	\$ <u>39,131,031</u>	\$ <u>27,752,475</u>	\$ <u>11,378,556</u>
Service Cost	510,277	-	510,277
Interest	2,493,681	-	2,493,681
Contributions-Employer	-	876,661	(876,661)
Contributions-Employee	-	111,966	(111,966)
Net Investment Income(Loss)	-	3,214,764	(3,214,764)
Differences between Expected and Actual Experience	(442,137)	-	(442,137)
Change in Assumptions	-	-	-
Benefit Payments, including refunds	(2,553,972)	(2,553,972)	-
Administrative Expenses	-	(117,888)	117,888
Net Changes	<u>7,849</u>	<u>1,531,531</u>	<u>(1,523,682)</u>
Balance at December 31, 2023	\$ <u><u>39,138,880</u></u>	\$ <u><u>29,284,006</u></u>	\$ <u><u>9,854,874</u></u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

A. Firefighters Defined Benefit Pension Plan – Continued

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the Township reported deferred outflows of resources related to pensions from the following sources:

<u>Source</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ 3,753,703	\$ 1,877,333
Difference between expected and actual experience	495,636	294,758
Changes in assumptions	60,201	-
Employer contributions to the plan subsequent to the measurement date	1,252,082	-
Total	<u>\$ 5,561,622</u>	<u>\$ 2,172,091</u>

Amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows:

<u>Years Ending Dec. 31</u>	<u>Amount</u>
2025	\$ 878,850
2026	555,563
2027	977,135
2028	(274,099)
2029	-

Actuarial assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	6.50%
Salary increases	4.50% to 10.00%
Inflation	2.50%

Mortality rates were based on the PubS-2010 Mortality with generational improvements projected beginning in 2010 based on the SOA Scale MP-20.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

A. Firefighters Defined Benefit Pension Plan – Continued

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Township, calculated using the discount rate of 6.50 percent, as well as what the Township's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability	\$ <u>13,988,787</u>	\$ <u>9,854,874</u>	\$ <u>6,381,643</u>

B. Municipal Employee Retirement System Defined Benefit Plan

Plan Description

The Township contributes to the Municipal Employees' Retirement System of Michigan (MERS), which is an agent multiple-employer defined benefit pension plan that covers all full time employees of the Township except elected officials and firefighters. MERS was established by the Michigan Legislature in 1945 and is administered by a nine member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained at [mersofmich.com](http://mersofmich.com).

Benefits Provided

The Plan provides retirement, disability, and death benefits to plan members and their beneficiaries, as established by Public Act 427 of 1984, as amended. The Plan covers all full-time employees at the Township except elected officials and firefighters. Benefits are calculated as 2.5 percent of the employee's five-year final average compensation times the employee's years of service with a maximum of 80 percent of final average compensation. Normal retirement age is 60. Deferred retirement benefits vest after 10 years of credited service but are not paid until the date retirement would have occurred if the member had remained an employee. Benefit terms, within the guidelines established by MERS, are generally established and amended by authority of the Township Board.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

B. Municipal Employee Retirement System Defined Benefit Plan – Continued

Employees Covered by Benefit Terms

At the December 31, 2023 measurement date, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	87
Inactive plan members entitled to but not yet receiving benefits	33
Active Plan Members	<u>80</u>
Total Employees covered by MERS	<u>200</u>

Contributions

The State of Michigan Constitution, Article 9, Section 24, requires that financial benefits arising on account of employee services rendered in each year be funded during that year. Accordingly, MERS retains an independent actuary to determine the annual contribution.

The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS retirement board. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The employer may establish contribution rates to be paid by its covered employees.

For the year ended December 31, 2023 the average active employee contribution rate was 8.0% percent of gross wages for all employees.

Net Pension Liability

The net pension liability reported at December 31, 2023 was determined using a measure of the total pension liability and the plan net position as of December 31, 2023. The December 31, 2023 total pension liability was determined by an actuarial valuation performed as of that date.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

B. Municipal Employee Retirement System Defined Benefit Plan – Continued

Changes in the net pension liability during the measurement year were as follows:

<u>Changes in Net Pension Liability</u>	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Net Position</u>	<u>Net Pension Liability</u>
Balance at January 1, 2023	\$ <u>28,977,894</u>	\$ <u>18,623,402</u>	\$ <u>10,354,492</u>
Service Cost	619,056	-	619,056
Interest	2,058,560	-	2,058,560
Contributions-Employer	-	871,485	(871,485)
Contributions-Employee	-	373,596	(373,596)
Net Investment Income(loss)	-	2,046,823	(2,046,823)
Change in Assumptions	213,258	-	213,258
Differences between Actual and Expected Experience	22,286	-	22,286
Benefit Payments, including refunds	(1,786,992)	(1,786,992)	-
Administrative Expenses	-	(43,440)	43,440
Net Changes	<u>1,126,168</u>	<u>1,461,472</u>	<u>(335,304)</u>
Balance at December 31, 2023	\$ <u><u>30,104,062</u></u>	\$ <u><u>20,084,874</u></u>	\$ <u><u>10,019,188</u></u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Source</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 1,640,149
Changes in assumptions related to economic and demographic factors	142,172	-
Net difference between projected and actual experience	44,802	-
Employer contributions to the plan subsequent to the measurement date	983,034	-
Total	\$ <u><u>1,170,008</u></u>	\$ <u><u>1,640,149</u></u>



CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

B. Municipal Employee Retirement System Defined Benefit Plan – Continued

Amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense as follows. These amounts are exclusive of the employer contributions to the plan made subsequent to the measurement date (\$983,034), which will impact the net pension liability in fiscal year 2025, rather than pension expense.

Years Ending Dec. 31	Amount
2025	\$ (20,286)
2026	(242,431)
2027	(595,229)
2028	(595,229)
2029	-

Actuarial Assumptions

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00%
Investment rate of return	6.93%

Mortality rates were based on the Pub-2010 Mortality Tables with improvements using scale MP-2019 applied fully generationally from the base year of 2010.

The actuarial assumptions used in the December 31, 2023 valuation were based on the results of an actuarial experience study in 2018.

Discount Rate

The discount rate used to measure the total pension liability was 7.18 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

B. Municipal Employee Retirement System Defined Benefit Plan – Continued

Projected Cash Flows

Based on those assumptions, the pension plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a model in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return as of December 31, 2023, the measurement date, for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Global Equity	60%	4.50%
Global Fixed Income	20%	2.00%
Private Investments	20%	7.00%

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Township, calculated using the discount rate of 7.18 percent, as well as what the Township's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<u>1% Decrease (6.18%)</u>	<u>Current Discount Rate (7.18%)</u>	<u>1% Increase (8.18%)</u>
Net Pension Liability	\$ <u>13,344,166</u>	\$ <u>10,019,188</u>	\$ <u>7,217,057</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

B. Municipal Employee Retirement System Defined Benefit Plan – Continued

Pension Plan Fiduciary Net Position

Detailed information about the plan's fiduciary net position is available in the separately issued financial report. For the purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pension and pension expense, information about the plan's fiduciary net position and addition to/deduction from fiduciary net position have been determined on the same basis as they are reported by the plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

C. Post-Employment Health Care Benefits

1. General Township Employee Plan

Plan Description

In addition to providing pension benefits, the Township provides certain health care benefits to all full time employees of the Township. The Township Board established by resolution the general Township employees' Health Care Plan, a single-employer defined benefit post-employment health care plan. The plan is designed to accumulate resources to pay for post-employment health, dental, and vision insurance for retired general township employees and is administered through the Michigan Municipal Employees Retirement System (MERS). The plan is included in the Township's financial statements as a fiduciary fund. The plan was established under the Authority of Public Act 169 of 1999. The plan does not issue separate stand-alone statements.

Employees Covered by Benefit Terms

At the December 31, 2023 valuation date, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	50
Inactive plan members entitled to but not yet receiving benefits	5
Active Plan Members	<u>24</u>
Total	<u>79</u>

Contributions

The Plan's funding policy provides for periodic contributions by the Township at actuarially determined rates expressed as a percentage of annual covered payroll. The actuarially determined contribution (ADC) represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

C. Post-Employment Health Care Benefits - Continued

1. General Township Employee Plan - Continued

Summary of Significant Accounting Policies

For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB (if applicable), and OPEB expenses, have been determined on the same basis as they are reported for the Township. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of December 31, 2023. The following actuarial assumptions were applied:

Actuarial Cost Method	Entry-age normal
Amortization Method	Level Dollar, closed
Remaining Amortization	22 years
Investment Rate of Return	7.00%
Mortality	Pub-2010 General Employee table
Health care trend rates	Trend rates starting at 7.25% and decreasing .25% per year to an ultimate trend rate of 4.50%.

Discount Rate

The discount rate used to measure the total OPEB liability was 7.00% based on the average effective rate consisting of long term return on assets and 20 year Aa Municipal Bond Rate.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

C. Post-Employment Health Care Benefits - Continued

1. General Township Employee Plan - Continued

Changes in Net OPEB Liability

The components of the change in the net OPEB liability are summarized as follows:

<u>Changes in Net OPEB Liability</u>	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability</u>	<u>Plan Net Position</u>	<u>Net OPEB Liability</u>
Balance at January 1, 2023	\$ <u>10,704,012</u>	\$ <u>8,938,914</u>	\$ <u>1,765,098</u>
Employer Contributions	-	200,201	(200,201)
Net Investment Income	-	1,057,646	(1,057,646)
Benefit Payments	(506,093)	(506,093)	-
Administrative Expenses	-	(19,082)	19,082
Net Changes	<u>(506,093)</u>	<u>732,672</u>	<u>(1,238,765)</u>
Balance at December 31, 2023	\$ <u>10,197,919</u>	\$ <u>9,671,586</u>	\$ <u>526,333</u>

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the Township, calculated using the discount rate of 7.00 percent, as well as what the Township's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Net OPEB Liability	\$ <u>2,059,258</u>	\$ <u>526,333</u>	\$ <u>(763,450)</u>

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

C. Post-Employment Health Care Benefits - Continued

1. General Township Employee Plan - Continued

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the net OPEB liability of the Township, as well as what the Township's net OPEB liability would be if it were calculated using healthcare trends rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ <u>(461,666)</u>	\$ <u>526,333</u>	\$ <u>1,832,256</u>

2. FireFighter's Health Care Plan

Plan Description

The Township Board established by resolution the Firefighter's Health Care Plan, a single-employer defined benefit post-employment health care plan. The plan is designed to accumulate resources to pay for post-employment health, dental, vision, and life insurance for retired firefighters and is administered through The Vanguard Group. The plan was established under the authority of P.A. 169 of 1999 and is included in the Township's financial statements as a fiduciary fund. The plan does not issue stand-alone financial statements.

Employees Covered by Benefit Terms

At the December 31, 2023 valuation date, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefits	39
Inactive plan members entitled to but not yet receiving benefits	1
Active Plan Members	<u>24</u>
Total	<u>64</u>

Contributions

The Plan's funding policy provides for periodic contributions by the Township at actuarially determined rates expressed as a percentage of annual covered payroll. Plan members were required to contribute 1% through September 2012, and thereafter are required to contribute 4% of their annual covered salary. Administrative costs of the plan are financed through investment earnings. The actuarially determined contribution (ADC) represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

C. Post-Employment Health Care Benefits - Continued

2. FireFighter's Health Care Plan - Continued

Summary of Significant Accounting Policies

For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB (if applicable), and OPEB expenses, have been determined on the same basis as they are reported for the Township. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of December 31, 2023. The following actuarial assumptions were applied:

Actuarial Cost Method	Entry-age normal
Amortization Method	Level Dollar, closed
Remaining Amortization	22 years
Investment Rate of Return	6.50%
Mortality	SOA Pub-2010 Public Safety Tables
Health care trend rates	Trend rates starting at 8.0% and gradually decreasing by .5% annually to an ultimate rate of 4.50%.

Discount Rate

The discount rate used to measure the total OPEB liability was 6.50% based on the average effective rate consisting of long term return on assets and 20 year Aa Municipality Bond Rate.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

C. Post-Employment Health Care Benefits - Continued

2. FireFighter's Health Care Plan - Continued

Changes in Net OPEB Liability

The components of the change in the net OPEB liability are summarized as follows:

<u>Changes in Net OPEB Liability</u>	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability</u>	<u>Plan Net Position</u>	<u>Net OPEB Liability</u>
Balance at January 1, 2023	\$ <u>10,403,169</u>	\$ <u>7,101,379</u>	\$ <u>3,301,790</u>
Service Cost	96,492	-	96,492
Interest Cost	658,414	-	658,414
Differences between Actual and Expected Experience	(567,520)	-	(567,520)
Change in Assumptions	264,383	-	264,383
Employer Contributions	-	428,598	(428,598)
Employee Contributions	-	48,733	(48,733)
Net Investment Income	-	1,795,076	(1,795,076)
Benefit Payments	(752,277)	(752,277)	-
Administrative Expenses	-	(27,646)	27,646
Net Changes	<u>(300,508)</u>	<u>1,492,484</u>	<u>(1,792,992)</u>
Balance at December 31, 2023	\$ <u>10,102,661</u>	\$ <u>8,593,863</u>	\$ <u>1,508,798</u>

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the Township, calculated using the discount rate of 6.50 percent, as well as what the Township's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<u>1% Decrease (5.50%)</u>	<u>Current Discount Rate (6.50%)</u>	<u>1% Increase (7.50%)</u>
Net OPEB Liability	\$ <u>2,647,975</u>	\$ <u>1,508,798</u>	\$ <u>561,407</u>



CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

C. Post-Employment Health Care Benefits - Continued

2. Firefighter's Health Care Plan

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following presents the net OPEB liability of the Township, as well as what the Township's net OPEB liability would be if it were calculated using healthcare trends rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Net OPEB Liability	\$ <u>555,500</u>	\$ <u>1,508,798</u>	\$ <u>2,647,805</u>

D. Risk Management

The Township participates in a pool, the Michigan Municipal League Liability and Property Pool purchases insurance coverage through traditional means. The Township's property and liability and workers compensation coverages are on file in the Risk Manager's office.

E. Contingencies

1. Consent Judgment

The Township entered into a settlement agreement with the City of Ypsilanti relative to dissolution of the Joint Ypsilanti Recreation Organization (JYRO). Under the settlement, all properties previously owned and managed by JYRO were conveyed to the Township in exchange for the following contingent payments from the Township to the City:

- a. 10% of gross revenues, for fifty years, from the operation of the Ford Lake Dam. Gross revenues are defined as revenues from dam operations less 20% reserve for capital improvements, until \$300,000 is accumulated.
- b. 50% of residual funds available after Dam, Park Operations, royalties and reserve requirements are paid from Dam revenues.

For 2024, the Township paid the City of Ypsilanti \$53,738 under this agreement.

CHARTER TOWNSHIP OF YPSILANTI  
Notes to Financial Statements  
December 31, 2024

IV. OTHER INFORMATION – Continued

E. Contingencies - Continued

2. Ypsilanti Community Utility Debt

The Township participates in a joint venture with the City of Ypsilanti, known as the Ypsilanti Community Utilities Authority. The Authority issues bonds that are backed by the full faith and credit (subject to constitutional limitations) of the City or Township. The proceeds of these bonds are used to construct the various infrastructure projects, and the recipient of these obligations have been made by the revenues of the Authority. As of August 31, 2024, (the latest audited information of the Authority) the total amount of these obligations was \$60,093,227 of which \$46,546,243 is the Township's portion or shared with the City.

F. Tax Abatements

The Charter Township of Ypsilanti granted Industrial Facilities Tax exemptions (P.A. 198 of 1974) to properties within the Township. Industrial Facility Exemptions are intended to promote construction of new industrial facilities or to rehabilitate facilities. Under the industrial facility exemption program, the Township's millage is reduced by 50 percent on that parcel. As of December 31, 2024, the Township's property tax revenue was reduced by \$6,707 under this tax abatement program.

G. Upcoming Accounting Pronouncements

In April 2024, the Governmental Accounting Standards Board issued Statement No. 103, *Financial Reporting Model Improvements*, which updates the accounting and financial reporting requirements related to the management's discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statements; budgetary comparison information, and other changes. This statement is effective for the Township's financial statements beginning with the fiscal year ending December 31, 2026.

In September 2024, the Governmental Accounting Standards Board issued Statement No. 104, *Disclosure of Certain Capital Assets*, which requires certain types of capital assets, such as lease assets, intangible assets, and subscription assets to be disclosed separately by major class of underlying asset in the capital assets note. This statement also requires additional disclosures for capital assets held for sale. This statement is effective for the Township's financial statements beginning with the fiscal year ending December 31, 2026.

REQUIRED SUPPLEMENTARY INFORMATION

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Changes in the Net Pension Liability and Related Ratios**  
**MERS Defined Benefit Plan**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 619,056	\$ 573,337	\$ 507,004	\$ 507,004	\$ 517,130	\$ 495,236	\$ 462,844	\$ 438,417	\$ 447,997	\$ 399,446
Interest	2,058,560	1,991,822	1,945,472	1,804,702	1,782,512	1,744,866	1,685,571	1,659,008	1,552,248	1,490,791
Change in assumptions	213,258	-	972,261	921,992	680,063	-	-	-	879,408	-
Change in benefits	-	-	-	-	-	8,181	-	(19,037)	-	-
Differences between actual and expected experience	22,286	89,830	44,962	136,175	(190,412)	(527,543)	(229,595)	(613,520)	184,979	-
Benefit payments, including refunds	(1,786,992)	(1,727,670)	(1,611,363)	(1,340,418)	(1,298,712)	(1,223,508)	(1,164,141)	(1,125,954)	(1,148,769)	(1,190,376)
Net Change in Total Pension Li	1,126,168	927,319	1,858,336	2,029,455	1,490,581	497,232	754,679	338,914	1,915,863	699,861
Total Pension Liability, Beginning of y	28,977,894	28,050,575	26,192,239	24,162,784	22,672,203	22,174,971	21,420,292	21,081,378	19,165,515	18,465,654
Total Pension Liability, End of year	\$ 30,104,062	\$ 28,977,894	\$ 28,050,575	\$ 26,192,239	\$ 24,162,784	\$ 22,672,203	\$ 22,174,971	\$ 21,420,292	\$ 21,081,378	\$ 19,165,515
Plan Fiduciary Net Position:										
Contributions - Employer	\$ 871,485	\$ 906,756	\$ 865,429	\$ 635,498	\$ 717,321	\$ 601,417	\$ 609,995	\$ 468,622	\$ 469,553	\$ 476,460
Contributions - Employee	373,596	358,232	335,739	361,880	340,540	319,472	309,739	270,090	336,587	240,477
Net investment income(loss)	2,046,823	(2,205,139)	2,677,141	2,202,537	2,089,847	(638,945)	1,946,071	1,540,006	(212,813)	868,126
Administrative Expenses	(43,440)	(39,122)	(30,720)	(34,690)	(36,013)	(31,721)	(30,808)	(30,402)	(30,969)	(31,810)
Benefit payments, including refund	(1,786,992)	(1,727,670)	(1,611,363)	(1,340,418)	(1,298,712)	(1,223,508)	(1,164,141)	(1,125,954)	(1,148,769)	(1,190,376)
Net Change in Plan Fiduciary Net Po	1,461,472	(2,706,943)	2,236,226	1,824,807	1,812,983	(973,285)	1,670,856	1,122,362	(586,411)	362,877
Plan Fiduciary Net Position, Beg. of	18,623,402	21,330,345	19,094,119	17,269,312	15,456,329	16,429,614	14,758,758	13,636,396	14,222,807	13,859,930
Plan Fiduciary Net Position, End of	\$ 20,084,874	\$ 18,623,402	\$ 21,330,345	\$ 19,094,119	\$ 17,269,312	\$ 15,456,329	\$ 16,429,614	\$ 14,758,758	\$ 13,636,396	\$ 14,222,807
Township's Net Pension Liability - Er	\$ 10,019,188	\$ 10,354,492	\$ 6,720,230	\$ 7,098,120	\$ 6,893,472	\$ 7,215,874	\$ 5,745,357	\$ 6,661,534	\$ 7,444,982	\$ 4,942,708
Plan Fiduciary Net Position as a Percent of Total Pension Liability	66.7%	64.3%	76.0%	72.9%	71.5%	68.2%	74.1%	68.9%	64.7%	74.2%
Covered Employee Payroll	\$ 4,787,572	4,451,917	4,111,947	4,164,660	4,215,276	3,980,690	3,619,620	3,482,631	3,612,939	3,182,195
Township's Net Pension Liability as a Percent of Covered Employee Pay	209.3%	232.6%	163.4%	170.4%	163.5%	181.3%	158.7%	191.3%	206.1%	155.3%

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Changes in the Net Pension Liability and Related Ratios**  
**Firefighters Defined Benefit Plan**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability:										
Service Cost	\$ 510,277	\$ 425,000	\$ 432,245	\$ 410,952	\$ 491,476	\$ 439,577	\$ 436,506	\$ 428,537	\$ 420,489	\$ 456,943
Interest	2,493,681	2,372,852	2,384,284	2,406,243	2,342,024	2,314,312	2,275,323	2,396,058	2,271,936	2,248,934
Difference between Expected and Actual Experience	(442,137)	1,486,910	(465,149)	(807,975)	60,466	(54,733)	511,876	-	(713,882)	153,446
Assumption Changes	-	180,601	42,596	(123,314)	365,397	(78,337)	2,787,409	-	-	(96,959)
Other	-	-	-	-	-	165,080	-	-	-	-
Benefit payments, including refunds	(2,553,972)	(2,829,480)	(2,295,758)	(2,194,302)	(2,187,399)	(2,305,353)	(2,542,308)	(2,134,526)	(2,222,807)	(2,630,932)
Net Change in Total Pension Liab	7,849	1,635,883	98,218	(308,396)	1,071,964	480,546	3,468,806	690,069	(244,264)	131,432
Total Pension Liability, Beginning of year	39,131,031	37,495,148	37,396,930	37,705,326	36,633,362	36,152,816	32,684,010	31,993,941	32,238,205	32,106,773
Total Pension Liability, End of year	\$ 39,138,880	\$ 39,131,031	\$ 37,495,148	\$ 37,396,930	\$ 37,705,326	\$ 36,633,362	\$ 36,152,816	\$ 32,684,010	\$ 31,993,941	\$ 32,238,205
Plan Fiduciary Net Position:										
Contributions - Employer	\$ 876,661	\$ 984,011	\$ 1,191,035	\$ 1,508,393	\$ 998,711	\$ 786,578	\$ 763,874	\$ 789,018	\$ 737,867	\$ 759,462
Contributions - Employee	111,966	119,485	94,021	101,202	97,837	102,184	106,038	101,436	99,333	102,044
Net Investment Income (Loss)	3,214,764	(4,126,916)	3,371,726	3,020,510	4,200,535	(800,839)	2,583,283	1,661,187	927,627	1,542,487
Administrative Expenses	(117,888)	(30,841)	(21,650)	(24,778)	(17,448)	(18,731)	(129,525)	(146,940)	(138,612)	(94,626)
Benefit payments, including refunds	(2,553,972)	(2,829,480)	(2,295,758)	(2,194,302)	(2,187,399)	(2,305,353)	(2,542,308)	(2,134,526)	(2,222,807)	(2,630,932)
Net Change in Plan Fiduciary Net Positic	1,531,531	(5,883,741)	2,339,374	2,411,025	3,092,236	(2,236,161)	781,362	270,175	(596,592)	(321,565)
Plan Fiduciary Net Position, Beg. of ye-	27,752,475	33,636,216	31,296,842	28,885,817	25,793,581	28,029,742	27,248,380	26,978,205	27,574,797	27,896,362
Plan Fiduciary Net Position, End of yec \$	29,284,006	\$ 27,752,475	\$ 33,636,216	\$ 31,296,842	\$ 28,885,817	\$ 25,793,581	\$ 28,029,742	\$ 27,248,380	\$ 26,978,205	\$ 27,574,797
Township's Net Pension Liability - Endir \$	9,854,874	\$ 11,378,556	\$ 3,858,932	\$ 6,100,088	\$ 8,819,509	\$ 10,839,781	\$ 8,123,074	\$ 5,435,630	\$ 5,015,736	\$ 4,663,408
Plan Fiduciary Net Position as a Percent of Total Pension Liability	74.8%	70.9%	89.7%	83.7%	76.6%	70.4%	77.5%	83.4%	84.3%	85.5%
Covered Employee Payroll	\$ 1,776,684	1,861,390	1,671,273	1,676,175	1,594,043	1,793,006	1,968,592	1,758,735	1,709,517	1,706,096
Township's Net Pension Liability as a Percent of Covered Employee Payroll	554.7%	611.3%	230.9%	363.9%	553.3%	604.6%	412.6%	309.1%	293.4%	273.3%

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**Township OPEB Benefit Plan**  
**Last Seven Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability:							
Service Cost	\$ -	\$ 150,028	\$ 150,028	\$ 153,849	\$ 157,670	\$ 162,626	\$ 175,863
Interest	-	364,978	364,978	357,960	344,941	501,914	797,509
Change in assumptions	-	-	(465,742)	(897,237)	(888,039)	-	630,904
Differences between actual and expected experience	-	-	-	-	-	-	93,424
Benefit payments, including refunds	(506,093)	(522,845)	(556,171)	(479,234)	(479,234)	(483,932)	(470,566)
Net Change in Total OPEB Liability	(506,093)	(7,839)	(506,907)	(864,662)	(864,662)	180,608	1,227,134
Total OPEB Liability, Beginning of year	10,704,012	10,711,851	11,218,758	12,083,420	12,948,082	12,767,474	11,540,340
Total OPEB Liability, End of year	<u>\$ 10,197,919</u>	<u>\$ 10,704,012</u>	<u>\$ 10,711,851</u>	<u>\$ 11,218,758</u>	<u>\$ 12,083,420</u>	<u>\$ 12,948,082</u>	<u>\$ 12,767,474</u>
Plan Fiduciary Net Position:							
Contributions - Employer	\$ 200,201	\$ 506,334	\$ 519,956	\$ 644,897	\$ 664,540	\$ 633,569	\$ 646,163
Net Investment Income (Loss)	1,057,646	(1,060,886)	1,278,318	1,080,979	941,452	(260,070)	794,526
Administrative Expenses	(19,082)	(16,985)	(17,789)	(14,317)	(13,086)	(17,032)	(15,238)
Benefit payments, including refunds	(506,093)	(522,845)	(556,171)	(482,687)	(479,234)	(483,932)	(470,566)
Net Change in Plan Fiduciary Net Position	<u>732,672</u>	<u>(1,094,382)</u>	<u>1,224,314</u>	<u>1,228,872</u>	<u>1,113,672</u>	<u>(127,465)</u>	<u>954,885</u>
Plan Fiduciary Net Position, Beg. of year	8,938,914	10,033,296	8,808,982	7,580,110	6,466,438	6,593,903	5,639,018
Plan Fiduciary Net Position, End of year	<u>\$ 9,671,586</u>	<u>\$ 8,938,914</u>	<u>\$ 10,033,296</u>	<u>\$ 8,808,982</u>	<u>\$ 7,580,110</u>	<u>\$ 6,466,438</u>	<u>\$ 6,593,903</u>
Township's Net OPEB Liability - Ending	<u>\$ 526,333</u>	<u>\$ 1,765,098</u>	<u>\$ 678,555</u>	<u>\$ 2,409,776</u>	<u>\$ 4,503,310</u>	<u>\$ 6,481,644</u>	<u>\$ 6,173,571</u>
Plan Fiduciary Net Position as a Percent of Total OPEB Liability	94.8%	83.5%	93.7%	78.5%	62.7%	49.9%	51.6%
Covered Employee Payroll	\$ 1,703,060	\$ 1,891,165	\$ 1,891,165	\$ 2,655,895	\$ 2,768,409	\$ 2,659,708	\$ 2,665,488
Township's Net OPEB Liability as a Percent of Covered Employee Payroll	30.9%	93.3%	35.9%	90.7%	162.7%	243.7%	231.6%

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**Firefighters OPEB Plan**  
**Last Seven Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability:							
Service Cost	\$ 96,492	\$ 97,135	\$ 141,708	\$ 150,240	\$ 142,749	\$ 137,922	\$ 138,294
Interest	658,414	703,896	809,050	892,682	959,584	931,661	842,858
Difference between Expected and Actual Experience	(567,520)	(790,005)	(1,993,411)	(1,647,513)	(2,152,449)	58,494	169,008
Assumption Changes	264,383	-	127,970	-	720,691	-	1,730,520
Benefit payments, including refunds	(752,277)	(669,242)	(648,118)	(698,127)	(716,223)	(690,818)	(634,137)
Net Change in Total Pension Liability	(300,508)	(658,216)	(1,562,801)	(1,302,718)	(1,045,648)	437,259	2,246,543
Total OPEB Liability, Beginning of year	10,403,169	11,061,385	12,624,186	13,926,904	14,972,552	14,535,293	12,288,750
Total OPEB Liability, End of year	\$ 10,102,661	\$ 10,403,169	\$ 11,061,385	\$ 12,624,186	\$ 13,926,904	\$ 14,972,552	\$ 14,535,293
Plan Fiduciary Net Position:							
Contributions - Employer	\$ 428,598	\$ 642,476	\$ 700,000	\$ 753,617	\$ 767,327	\$ 625,958	\$ 629,226
Contributions - Employee	48,733	53,115	49,275	43,841	48,742	50,783	52,989
Net Investment Income	1,795,076	(2,307,307)	786,722	1,520,190	1,300,333	(363,105)	715,512
Administrative Expenses	(27,646)	(29,684)	(19,986)	(24,000)	(21,120)	(18,942)	-
Benefit payments, including refunds	(752,277)	(669,242)	(648,118)	(698,127)	(716,223)	(719,979)	(634,137)
Net Change in Plan Fiduciary Net Position	1,492,484	(2,310,642)	867,893	1,595,521	1,379,059	(425,285)	763,590
Plan Fiduciary Net Position, Beg. of year	7,101,379	9,412,021	8,544,128	6,948,607	5,569,548	5,994,833	5,231,243
Plan Fiduciary Net Position, End of year	\$ 8,593,863	\$ 7,101,379	\$ 9,412,021	\$ 8,544,128	\$ 6,948,607	\$ 5,569,548	\$ 5,994,833
Township's Net OPEB Liability - Ending	\$ 1,508,798	\$ 3,301,790	\$ 1,649,364	\$ 4,080,058	\$ 6,978,297	\$ 9,403,004	\$ 8,540,460
Plan Fiduciary Net Position as a Percent of Total OPEB Liability	85.1%	68.3%	85.1%	67.7%	49.9%	37.2%	41.2%
Covered Employee Payroll	\$ 2,145,567	\$ 2,047,093	\$ 2,084,653	\$ 2,255,552	\$ 2,163,061	\$ 1,476,413	\$ 1,433,411
Township's Net OPEB Liability as a Percent of Covered Employee Payroll	70.3%	161.3%	79.1%	180.9%	322.6%	636.9%	595.8%

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Township Pension Contributions-MERS**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 983,034	\$ 871,485	\$ 906,756	\$ 777,832	\$ 634,649	\$ 577,321	\$ 551,417	\$ 543,730	\$ 468,622	\$ 469,556
Contributions in relation to the actuarially determined contribution	983,034	871,485	906,756	865,429	635,497	717,321	601,417	609,995	468,622	469,556
Contribution Excess (Deficiency)	\$ -	\$ -	\$ -	\$ 87,597	\$ 848	\$ 140,000	\$ 50,000	\$ 66,265	\$ -	\$ -
Covered Employee Payroll	\$ 4,721,655	\$ 3,815,349	\$ 4,066,947	\$ 4,164,660	\$ 3,980,690	\$ 3,619,620	\$ 3,482,631	\$ 3,612,939	\$ 3,584,143	\$ 3,182,195
Contributions as a Percentage of Covered Employee Payroll	20.8%	22.8%	22.3%	20.8%	16.0%	19.8%	17.3%	16.9%	13.1%	14.8%

Actuarial valuation information relative to the determination of contributions:

Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which the contributions are required.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry age normal cost
Amortization Method	Level percent
Remaining Amortization Period	19 years
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	3.00% including inflation
Investment Rate of Return	7.35%
Cost of living adjustments	None
Mortality	50% Male - 50% Female blend of the RP-2014 Healthy Annuitant Mortality Tables, with rates multiplied by 105%; RP-2014 Employee Mortality Tables; and RP-2014 Juvenile Mortality Tables



**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Township Pension Contributions-Fire Pension**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 1,180,082	\$ 876,661	\$ 975,040	\$ 1,074,669	\$ 1,067,076	\$ 998,711	\$ 786,578	\$ 763,874	\$ 789,018	\$ 737,867
Contributions in relation to the										
actuarially determined contribution	1,252,082	876,661	984,011	1,191,035	1,508,393	998,711	786,578	763,874	789,018	737,867
Contribution Excess (Deficiency)	\$ 72,000	\$ -	\$ 8,971	\$ 116,366	\$ 441,317	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Employee Payroll	1,180,216	1,829,984	1,861,390	1,672,273	1,676,175	1,968,592	1,826,564	1,934,576	2,016,307	1,768,793
Contributions as a Percentage of										
Covered Employee Payroll	100.0%	47.9%	52.4%	64.3%	63.7%	50.7%	43.1%	39.5%	39.1%	41.7%

Actuarial valuation information relative to the determination of contributions:

Valuation Date Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which the contributions are required.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry age normal cost
Amortization Method	Level Percentage of Payroll, Closed
Amortization Period	18 year
Asset Valuation Method	5 Year smoothed market
Investment Rate of Return	6.50%
Projected Salary Increases	3.0%
Mortality Table	Pubs-2010 Mortality with generational improvements projected beginning in 2010 based on the SOA Scale MP-19.

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Township OPEB Contributions-MERS**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 101,401	\$ 109,224	\$ 506,334	\$ 519,956	\$ 644,897	\$ 664,540	\$ 633,568	\$ 646,163	\$ 654,245	\$ 667,540
Contributions in relation to the actuarially determined contribution	201,600	200,201	506,334	519,956	644,897	664,540	633,568	646,163	654,245	667,540
Contribution Excess (Deficiency)	\$ 100,199	\$ 90,977	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Employee Payroll	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Contributions as a Percentage of Covered Employee Payroll	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

Actuarial valuation information relative to the determination of contributions:

Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which the contributions are required.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry age normal cost
Amortization Method	Level dollar, closed
Remaining Amortization Period	24 years
Asset Valuation Method	Market Value
Salary Increases	3.00%-16.00% including inflation
Investment Rate of Return	7.00%
Mortality Table	RP-2014 Mortality Tables for males and females projected five years to 2019 with MP-2014.
Health Care Trend Rates	Trend starting at 8.25% and gradually decreasing to an ultimate trend rate of 3.5% over 15 years.

**CHARTER TOWNSHIP OF YPSILANTI**  
**Required Supplemental Information**  
**Schedule of Township OPEB Contributions-Fire**  
**Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 288,545	\$ 366,182	\$ 642,476	\$ 648,118	\$ 698,127	\$ 767,327	\$ 625,958	\$ 629,226	\$ 587,148	\$ 590,744
Contributions in relation to the										
actuarially determined contribution	288,545	366,182	642,476	700,000	753,617	767,327	625,958	629,226	587,148	590,744
Contribution Excess (Deficiency)	\$ -	\$ -	\$ -	\$ 51,882	\$ 55,490	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 1,180,216	\$ 2,145,567	\$ 2,047,093	\$ 2,084,653	\$ 2,255,552	\$ 2,163,061	n/a	n/a	n/a	n/a
Contributions as a Percentage of										
Covered Employee Payroll	24.4%	17.1%	31.4%	33.6%	33.4%	n/a	n/a	n/a	n/a	n/a

Actuarial valuation information relative to the determination of contributions:

Valuation Date Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which the contributions are required.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry age normal cost
Amortization Method	Level Percentage of Payroll, Closed
Amortization Period	25 years
Asset Valuation Method	Market value
Investment Rate of Return	6.50%
Projected Salary Increases	3.5%-6.50% including inflation of 3.0%
Mortality Table	RP-2014 Mortality Tables for males and females projected five years to 2019 with MP-2014.
Health Care Trend Rates	Trend starting at 8.0% and gradually decreasing to an ultimate trend rate of 4.5%

**CHARTER TOWNSHIP OF YPSILANTI**  
**General Fund**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2024**

	<b><u>Original Budget</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Revenues:				
Property Taxes	\$ 2,836,077	\$ 2,836,077	\$ 2,881,587	\$ 45,510
Licenses and Permits	6,350	6,350	8,376	2,026
Intergovernmental - Federal	5,000,000	8,145,517	5,274,447	(2,871,070)
Intergovernmental - State	11,782,761	11,782,761	6,806,905	(4,975,856)
Charges for Services	430,585	430,585	432,677	2,092
Franchise Fees	610,000	610,000	520,297	(89,703)
Interest	130,000	130,000	793,877	663,877
Rents	220,000	220,000	220,000	-
Other	36,750	87,250	1,042,370	955,120
Total Revenues	<u>21,052,523</u>	<u>24,248,540</u>	<u>17,980,536</u>	<u>(6,268,004)</u>
Expenditures:				
General Government:				
Legislative	160,641	168,375	157,339	11,036
Supervisor	328,680	328,680	319,904	8,776
Accounting	453,311	527,215	492,064	35,151
Clerk	473,683	473,683	452,264	21,419
Computer Support	869,038	873,730	798,075	75,655
Treasurer	464,177	464,177	415,119	49,058
Assessing	570,910	619,306	614,979	4,327
Elections	591,845	606,003	442,362	163,641
Building Operations	860,038	860,038	694,097	165,941
Legal Services	350,000	409,927	409,812	115
General Services	161,700	161,700	138,148	23,552
Human Resources	446,890	466,261	385,633	80,628
Other	548,493	542,262	341,036	201,226
Total General Government	<u>6,279,406</u>	<u>6,501,357</u>	<u>5,660,832</u>	<u>840,525</u>
Judicial - District Court	<u>475,000</u>	<u>508,131</u>	<u>504,246</u>	<u>3,885</u>
Public Works:				
Stormwater & Drains	661,520	661,520	458,093	203,427
Highways and Streets	664,000	714,500	354,790	359,710
Street Lighting & Cameras	315,000	315,000	258,917	56,083
Total Public Works	<u>1,640,520</u>	<u>1,691,020</u>	<u>1,071,800</u>	<u>619,220</u>
Public Health	<u>407,970</u>	<u>407,970</u>	<u>174,045</u>	<u>233,925</u>
Community and Economic Development:				
Planning Commission	10,648	10,648	8,847	1,801
Zoning Board of Appeals	5,095	5,095	1,784	3,311
Community Development	391,767	391,767	264,046	127,721
Community Stabilization	1,140,000	1,246,633	1,236,225	10,408
Total Community and Economic Dev.	<u>1,547,510</u>	<u>1,654,143</u>	<u>1,510,902</u>	<u>143,241</u>

(continued)

**CHARTER TOWNSHIP OF YPSILANTI**  
**General Fund**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2024**

	<b><u>Original Budget</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Recreation and Cultural:				
Municipal Services	\$ 67,639	\$ 67,639	\$ 70,192	\$ (2,553)
Parks and Grounds	1,114,489	1,114,489	1,066,852	47,637
Total Recreation and Cultural	<u>1,182,128</u>	<u>1,182,128</u>	<u>1,137,044</u>	<u>45,084</u>
Capital Outlay	<u>13,545,753</u>	<u>14,233,751</u>	<u>5,387,364</u>	<u>8,846,387</u>
Total Expenditures	<u>25,078,287</u>	<u>26,178,500</u>	<u>15,446,233</u>	<u>10,732,267</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(4,025,764)</u>	<u>(1,929,960)</u>	<u>2,534,303</u>	<u>4,464,263</u>
Other Financing Uses:				
Transfers Out	<u>(1,816,892)</u>	<u>(1,816,892)</u>	<u>(1,695,270)</u>	<u>121,622</u>
Change in Fund Balance	(5,842,656)	(3,746,852)	839,033	4,585,885
Fund Balance - January 1	<u>6,326,261</u>	<u>6,326,261</u>	<u>6,326,261</u>	<u>-</u>
Fund Balance - December 31	\$ <u><u>483,605</u></u>	\$ <u><u>2,579,409</u></u>	\$ <u><u>7,165,294</u></u>	\$ <u><u>4,585,885</u></u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Fire Department Special Revenue Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2024**

	<b><u>Original Budget</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance- Favorable (Unfavorable)</u></b>
Revenues:				
Property Taxes	\$ 5,164,834	\$ 5,164,834	\$ 5,168,934	\$ 4,100
Intergovernmental-State	20,000	20,000	25,592	5,592
Charges for Services	1,300	1,300	1,580	280
Interest Income	40,000	40,000	196,378	156,378
Other	-	15,818	37,502	21,684
Total Revenues	<u>5,226,134</u>	<u>5,241,952</u>	<u>5,429,986</u>	<u>188,034</u>
Expenditures:				
Public Safety	<u>5,099,870</u>	<u>5,193,688</u>	<u>4,861,357</u>	<u>332,331</u>
Excess (Deficiency) of Revenues Over Expenditures	126,264	48,264	568,629	520,365
Fund Balance - January 1	<u>2,928,732</u>	<u>2,928,732</u>	<u>2,928,732</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 3,054,996</u>	<u>\$ 2,976,996</u>	<u>\$ 3,497,361</u>	<u>\$ 520,365</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Environmental Services Special Revenue Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2024**

	<b><u>Original Budget</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance- Favorable (Unfavorable)</u></b>
Revenues:				
Property Taxes	\$ 3,962,362	\$ 3,962,362	\$ 3,971,827	\$ 9,465
Intergovernmental-State	29,000	29,000	75,860	46,860
Interest	20,000	20,000	113,890	93,890
Other	10,000	10,000	8,153	(1,847)
Total Revenues	<u>4,021,362</u>	<u>4,021,362</u>	<u>4,169,730</u>	<u>148,368</u>
Expenditures:				
Public Works	<u>3,880,266</u>	<u>3,880,266</u>	<u>3,544,409</u>	<u>335,857</u>
Excess (Deficiency) of Revenues Over Expenditures	141,096	141,096	625,321	484,225
Fund Balance - January 1	<u>1,144,604</u>	<u>1,144,604</u>	<u>1,144,604</u>	<u>-</u>
Fund Balance - December 31	\$ <u><u>1,285,700</u></u>	\$ <u><u>1,285,700</u></u>	\$ <u><u>1,769,925</u></u>	\$ <u><u>484,225</u></u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Law Enforcement Special Revenue Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance - Budget and Actual**  
**For the Year Ended December 31, 2024**

	<b><u>Original Budget</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance- Favorable (Unfavorable)</u></b>
Revenues:				
Property Taxes	\$ 9,300,916	\$ 9,300,916	\$ 9,307,305	\$ 6,389
Intergovernmental-State	45,000	45,000	68,969	23,969
Charges for Services	110,200	110,200	557,472	447,272
Interest	150,000	150,000	638,022	488,022
Other	-	12,900	74,776	61,876
Total Revenues	<u>9,606,116</u>	<u>9,619,016</u>	<u>10,646,544</u>	<u>1,027,528</u>
Expenditures:				
Public Safety	<u>8,628,634</u>	<u>8,671,534</u>	<u>7,679,083</u>	<u>992,451</u>
Excess (Deficiency) of Revenues Over Expenditures	977,482	947,482	2,967,461	2,019,979
Fund Balance - January 1	<u>9,265,422</u>	<u>9,265,422</u>	<u>9,265,422</u>	<u>-</u>
Fund Balance - December 31	\$ <u>10,242,904</u>	\$ <u>10,212,904</u>	\$ <u>12,232,883</u>	\$ <u>2,019,979</u>



## OTHER SUPPLEMENTARY INFORMATION

**CHARTER TOWNSHIP OF YPSILANTI**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**December 31, 2024**

	<b><u>Special Revenue</u></b>	<b><u>2013 GO Refunding Bond Debt</u></b>	<b><u>Total Nonmajor Governmental Funds</u></b>
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	\$ 4,577,329	\$ 2,999	\$ 4,580,328
Receivables:			
Accounts	403,803	-	403,803
Taxes	3,066,840	-	3,066,840
Special Assessments	10,693	-	10,693
Prepaid Expenditures	<u>23,646</u>	<u>-</u>	<u>23,646</u>
Total Assets	\$ <u>8,082,311</u>	\$ <u>2,999</u>	\$ <u>8,085,310</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</u></b>			
Liabilities:			
Accounts Payable	\$ 427,316	\$ -	\$ 427,316
Accrued Liabilities	198,321	-	198,321
Due to Other Governmental Funds	83,570	-	83,570
Deposits and Escrow	62,955	-	62,955
Unearned Revenue	<u>37,485</u>	<u>-</u>	<u>37,485</u>
Total Liabilities	<u>809,647</u>	<u>-</u>	<u>809,647</u>
Deferred Inflows of Resources:			
Property Taxes Levied for the following year	<u>3,066,840</u>	<u>-</u>	<u>3,066,840</u>
Fund Balance:			
Nonspendable	23,646	-	23,646
Restricted	<u>4,182,178</u>	<u>2,999</u>	<u>4,185,177</u>
Total Fund Balance	<u>4,205,824</u>	<u>2,999</u>	<u>4,208,823</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ <u>8,082,311</u>	\$ <u>2,999</u>	\$ <u>8,085,310</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2024**

	<b><u>Special Revenue</u></b>	<b><u>2013 GO Refunding Bond Debt</u></b>	<b><u>Total Nonmajor Governmental Funds</u></b>
<b><u>Revenues:</u></b>			
Property Taxes	\$ 3,133,545	\$ -	\$ 3,133,545
Licenses and Permits	651,337	-	651,337
Intergovernmental	531,353	74,313	605,666
Charges for Services	1,727,448	-	1,727,448
Interest	292,711	263	292,974
Other	88,922	-	88,922
Total Revenues	<u>6,425,316</u>	<u>74,576</u>	<u>6,499,892</u>
<b><u>Expenditures:</u></b>			
Judicial	1,766,258	-	1,766,258
Public Safety	2,418,810	-	2,418,810
Public Works	565,636	-	565,636
Recreation and Cultural	1,013,784	-	1,013,784
Debt Service:			
Principal	-	205,000	205,000
Interest and Fees	-	28,740	28,740
Capital Outlay	3,975,671	500	3,976,171
Total Expenditures	<u>9,740,159</u>	<u>234,240</u>	<u>9,974,399</u>
Over Expenditures	<u>(3,314,843)</u>	<u>(159,664)</u>	<u>(3,474,507)</u>
<b><u>Other Financing Sources (Uses):</u></b>			
Transfers In	1,885,793	159,977	2,045,770
Transfers Out	<u>(392,500)</u>	-	<u>(392,500)</u>
Total Other Financing Sources (Uses)	<u>1,493,293</u>	<u>159,977</u>	<u>1,653,270</u>
Net Change in Fund Balance	(1,821,550)	313	(1,821,237)
Fund Balance, January 1	<u>6,027,374</u>	<u>2,686</u>	<u>6,030,060</u>
Fund Balance, December 31	<u>\$ 4,205,824</u>	<u>\$ 2,999</u>	<u>\$ 4,208,823</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**December 31, 2024**

	<u>Fire Pension Millage</u>	<u>Fire Capital Millage</u>	<u>Parks</u>	<u>Bike Path, Sidewalk, Recreation, Roads &amp; General Operations</u>
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ 38,140	\$ 208,573	\$ 33,346	\$ 1,155,372
Receivables:				
Accounts	-	-	-	341,911
Taxes	1,306,862	-	-	1,759,978
Special Assessments	-	-	-	-
Prepaid Expenditures	-	-	-	-
Total Assets	\$ <u>1,345,002</u>	\$ <u>208,573</u>	\$ <u>33,346</u>	\$ <u>3,257,261</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</u></b>				
Liabilities:				
Accounts Payable	\$ -	\$ 47,092	\$ -	\$ 268,603
Accrued Liabilities	1,848	1,099	-	2,265
Due to Other Governmental Units	-	-	-	-
Deposits and Escrow	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	<u>1,848</u>	<u>48,191</u>	<u>-</u>	<u>270,868</u>
Deferred Inflows of Resources:				
Property Taxes Levied for the following year	<u>1,306,862</u>	<u>-</u>	<u>-</u>	<u>1,759,978</u>
Fund Balance:				
Nonspendable	-	-	-	-
Restricted	<u>36,292</u>	<u>160,382</u>	<u>33,346</u>	<u>1,226,415</u>
Total Fund Balance	<u>36,292</u>	<u>160,382</u>	<u>33,346</u>	<u>1,226,415</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ <u>1,345,002</u>	\$ <u>208,573</u>	\$ <u>33,346</u>	\$ <u>3,257,261</u>

<u>Recreation</u>	<u>14B District Court</u>	<u>Building Department</u>	<u>Hydro Station</u>	<u>Opioid Settlement</u>	<u>Nuisance Abatement</u>	<u>Total</u>
\$ 100,452	\$ 190,043	\$ 1,505,418	\$ 1,248,328	\$ 61,835	\$ 35,822	\$ 4,577,329
-	23,427	-	38,465	-	-	403,803
-	-	-	-	-	-	3,066,840
-	-	-	-	-	10,693	10,693
<u>10,138</u>	<u>-</u>	<u>9,076</u>	<u>4,432</u>	<u>-</u>	<u>-</u>	<u>23,646</u>
<u>\$ 110,590</u>	<u>\$ 213,470</u>	<u>\$ 1,514,494</u>	<u>\$ 1,291,225</u>	<u>\$ 61,835</u>	<u>\$ 46,515</u>	<u>\$ 8,082,311</u>
\$ 27,771	\$ 50,631	\$ 8,819	\$ 24,400	\$ -	\$ -	\$ 427,316
6,012	18,534	11,007	157,556	-	-	198,321
-	29,832	-	53,738	-	-	83,570
-	62,955	-	-	-	-	62,955
<u>26,792</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,693</u>	<u>37,485</u>
<u>60,575</u>	<u>161,952</u>	<u>19,826</u>	<u>235,694</u>	<u>-</u>	<u>10,693</u>	<u>809,647</u>
-	-	-	-	-	-	3,066,840
10,138	-	9,076	4,432	-	-	23,646
<u>39,877</u>	<u>51,518</u>	<u>1,485,592</u>	<u>1,051,099</u>	<u>61,835</u>	<u>35,822</u>	<u>4,182,178</u>
<u>50,015</u>	<u>51,518</u>	<u>1,494,668</u>	<u>1,055,531</u>	<u>61,835</u>	<u>35,822</u>	<u>4,205,824</u>
<u>\$ 110,590</u>	<u>\$ 213,470</u>	<u>\$ 1,514,494</u>	<u>\$ 1,291,225</u>	<u>\$ 61,835</u>	<u>\$ 46,515</u>	<u>\$ 8,082,311</u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended December 31, 2024**

	<b>Fire Pension Millage</b>	<b>Fire Capital Millage</b>	<b>Parks</b>	<b>Bike Path, Sidewalk, Recreation, Roads &amp; General Operations</b>
<b><u>Revenues:</u></b>				
Property Taxes	\$ 1,471,636	\$ -	\$ -	\$ 1,661,909
Licenses and Permits	-	-	-	-
Intergovernmental	8,590	3,997	-	373,639
Charges for Services	-	-	5,587	4,465
Interest	23,051	15,638	810	100,102
Other	-	-	-	13,708
Total Revenues	<u>1,503,277</u>	<u>19,635</u>	<u>6,397</u>	<u>2,153,823</u>
<b><u>Expenditures:</u></b>				
Judicial	-	-	-	-
Public Safety	1,540,627	-	-	-
Public Works	-	-	-	-
Recreation and Cultural	-	-	3,391	82,475
Capital Outlay	-	1,598,588	-	2,377,083
Total Expenditures	<u>1,540,627</u>	<u>1,598,588</u>	<u>3,391</u>	<u>2,459,558</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(37,350)</u>	<u>(1,578,953)</u>	<u>3,006</u>	<u>(305,735)</u>
<b><u>Other Financing Sources (Uses):</u></b>				
Transfers In	-	-	-	470,000
Transfers Out	-	-	-	(392,500)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>77,500</u>
Net Change in Fund Balance	(37,350)	(1,578,953)	3,006	(228,235)
Fund Balance, January 1	<u>73,642</u>	<u>1,739,335</u>	<u>30,340</u>	<u>1,454,650</u>
Fund Balance, December 31	\$ <u><u>36,292</u></u>	\$ <u><u>160,382</u></u>	<u><u>33,346</u></u>	\$ <u><u>1,226,415</u></u>

Recreation	14B District Court	Building Department	Hydro Station	Opioid Settlement	Nuisance Abatement	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	3,133,545
-	-	651,337	-	-	-	651,337
1,584	143,543	-	-	-	-	531,353
429,760	715,377	16,805	537,380	-	18,074	1,727,448
6,122	5,497	77,594	59,280	2,126	2,491	292,711
34,401	6,619	187	224	33,783	-	88,922
<u>471,867</u>	<u>871,036</u>	<u>745,923</u>	<u>596,884</u>	<u>35,909</u>	<u>20,565</u>	<u>6,425,316</u>
-	1,766,258	-	-	-	-	1,766,258
-	-	845,320	-	-	32,863	2,418,810
-	-	-	565,636	-	-	565,636
927,918	-	-	-	-	-	1,013,784
-	-	-	-	-	-	3,975,671
<u>927,918</u>	<u>1,766,258</u>	<u>845,320</u>	<u>565,636</u>	<u>-</u>	<u>32,863</u>	<u>9,740,159</u>
<u>(456,051)</u>	<u>(895,222)</u>	<u>(99,397)</u>	<u>31,248</u>	<u>35,909</u>	<u>(12,298)</u>	<u>(3,314,843)</u>
454,953	879,840	-	81,000	-	-	1,885,793
-	-	-	-	-	-	(392,500)
<u>454,953</u>	<u>879,840</u>	<u>-</u>	<u>81,000</u>	<u>-</u>	<u>-</u>	<u>1,493,293</u>
(1,098)	(15,382)	(99,397)	112,248	35,909	(12,298)	(1,821,550)
<u>51,113</u>	<u>66,900</u>	<u>1,594,065</u>	<u>943,283</u>	<u>25,926</u>	<u>48,120</u>	<u>6,027,374</u>
\$ <u><u>50,015</u></u>	\$ <u><u>51,518</u></u>	\$ <u><u>1,494,668</u></u>	\$ <u><u>1,055,531</u></u>	\$ <u><u>61,835</u></u>	\$ <u><u>35,822</u></u>	\$ <u><u>4,205,824</u></u>

**CHARTER TOWNSHIP OF YPSILANTI**  
**Pension and Employee Benefit Trust Funds**  
**Combining Balance Sheet**  
**December 31, 2024**

	<b>General Township Employees' Healthcare Trust Fund</b>	<b>Firefighters' Healthcare Trust Fund</b>	<b>Police and Firefighters' Pension Trust Fund</b>	<b>Total</b>
<b><u>ASSETS</u></b>				
Cash and Cash Equivalents	\$ -	\$ 234,506	\$ 1,111,928	\$ 1,346,434
Investments	10,708,038	9,765,643	29,091,543	49,565,224
Accrued Interest	<u>-</u>	<u>17,269</u>	<u>108,595</u>	<u>125,864</u>
Total Assets	\$ <u>10,708,038</u>	\$ <u>10,017,418</u>	\$ <u>30,312,066</u>	\$ <u>51,037,522</u>
<b><u>LIABILITIES AND NET POSITION</u></b>				
Liabilities:				
Accounts Payable	\$ <u>529,343</u>	\$ <u>610,291</u>	\$ <u>22,488</u>	\$ <u>1,162,122</u>
Net Position:				
Held in Trust for Pension and Employee Benefits	<u>10,178,695</u>	<u>9,407,127</u>	<u>30,289,578</u>	<u>49,875,400</u>
Total Liabilities and Net Position	\$ <u>10,708,038</u>	\$ <u>10,017,418</u>	\$ <u>30,312,066</u>	\$ <u>51,037,522</u>



**CHARTER TOWNSHIP OF YPSILANTI**  
**Pension and Employee Benefit Trust Funds**  
**Combining Statement of Changes in Fiduciary Net Position**  
**For the Year Ended December 31, 2024**

	<b>General Township Employees' Healthcare Trust Fund</b>	<b>Firefighters' Healthcare Trust Fund</b>	<b>Police and Firefighters' Pension Trust Fund</b>	<b>Total</b>
<b><u>Additions</u></b>				
Investment Income:				
Interest and Dividends	\$ -	\$ 251,018	\$ 826,854	\$ 1,077,872
Net Increase (Decrease) in Fair Value of Investments	753,393	861,063	1,919,026	3,533,482
Total Investment Income	<u>753,393</u>	<u>1,112,081</u>	<u>2,745,880</u>	<u>4,611,354</u>
Contributions:				
Employer	304,912	288,545	1,252,082	1,845,539
Employee	-	44,686	121,769	166,455
Total Contributions	<u>304,912</u>	<u>333,231</u>	<u>1,373,851</u>	<u>2,011,994</u>
Other	-	-	856	856
Total Additions	<u>1,058,305</u>	<u>1,445,312</u>	<u>4,120,587</u>	<u>6,624,204</u>
<b><u>Deductions</u></b>				
Benefit Payments	-	-	2,984,781	2,984,781
Retirees Insurance	509,843	603,580	-	1,113,423
Administrative Expenses	41,353	28,468	130,234	200,055
Total Deductions	<u>551,196</u>	<u>632,048</u>	<u>3,115,015</u>	<u>4,298,259</u>
Total Change in Net Position	507,109	813,264	1,005,572	2,325,945
Net Position, January 1	<u>9,671,586</u>	<u>8,593,863</u>	<u>29,284,006</u>	<u>47,549,455</u>
Net Position, December 31	\$ <u><u>10,178,695</u></u>	\$ <u><u>9,407,127</u></u>	\$ <u><u>30,289,578</u></u>	\$ <u><u>49,875,400</u></u>