



City Council Agenda

December 2, 2024
7:00 p.m.

City Council Chambers
97 N. Broad Street
Hillsdale, MI 49242

- I. Call to Order and Pledge of Allegiance**
- II. Roll Call**
- III. Approval of Agenda**
- IV. Public Comments on Agenda Items**
- V. Consent Agenda**
 - A. Approval of Bills
 - 1. City and BPU Claims of October 31, 2024: \$1,446,692.07
 - 2. Payroll of November 21, 2024: \$262,849.19
 - B. City Council Minutes of November 12, 2024 & November 18, 2024
 - C. Finance Minutes of November 18, 2024
- VI. Communications/Petitions**
 - A. Audit Presentation
 - B. Comcast Letter
 - C. Mitchell Research Center Holiday Open House
 - D. Special Assessment Barry Street Petition
 - E. Hillsdale County Commissioner Update – Doug Ingles
- VII. Introduction and Adoption of Ordinances/Public Hearing**
- VIII. Old Business**
 - A. No Camping Ordinance Discussion
- IX. New Business**
 - A. Mayor Stockford’s Resignation
 - B. TIFA Development Plan Update
 - C. Carol Lackey Recognition Resolution
 - D. Council Standing Committees
- X. Miscellaneous Reports**
 - A. Proclamation – None
 - B. Appointments – Library Board – Jaminda Springer,
Shade Tree Commission – Parker Hjelmberg
TIFA Board – Luke Robson
Zoning Board of Appeal- Matthew Bentley
Re-Appointments- TIFA Board- Andrew Gelzer
Zoning Board of Appeals – Matthew Kniffin

C. Other- None

XI. General Public Comment

XII. City Manager's Report

XIII. Council Comment

XIV. Adjournment

INVOICE GL DISTRIBUTION REPORT FOR CITY OF HILLSDALE
 EXP CHECK RUN DATES 10/31/2024 - 10/31/2024
 BOTH JOURNALIZED AND UNJOURNALIZED
 PAID

GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
Fund 101 GENERAL FUND					
Dept 172.000 CITY MANAGER					
101-172.000-956.200	FUEL REBATE	CARD SERVICES CENTER	D. MACKIE CREDIT CARD	909.35	994
Total For Dept 172.000 CITY MANAGER				909.35	
Dept 175.000 ADMINISTRATIVE SERVICES					
101-175.000-802.000	WILDCARD CERT RENEWAL	SONIT SYSTEMS, LLC	WILDCARD CERT RENEWAL	154.49	109628
101-175.000-802.000	VIPRE EMAIL AND TRENDMICRO RECUR	SONIT SYSTEMS, LLC	VIPRE EMAIL AND TRENDMICRO RECUR (OCT)	157.96	109628
101-175.000-802.000	TEAMVIEWER LICENSE	CARD SERVICES CENTER	B. JANES CREDIT CARD	640.18	994
Total For Dept 175.000 ADMINISTRATIVE SERVICES				952.63	
Dept 191.000 FINANCE DEPARTMENT					
101-191.000-801.000	ACCOUNTING SERVICES - SEPT 2024	THE WOODHILL GROUP, LLC	ACCOUNTING SERVICES - SEPT 2024	3,124.93	109635
Total For Dept 191.000 FINANCE DEPARTMENT				3,124.93	
Dept 215.000 CITY CLERK DEPARTMENT					
101-215.000-726.000	POST IT NOTES, ENV LABLES	CURRENT OFFICE SOLUTIONS	BATHROOM HAND TOWELS, PAPER, TRASH BAGS	48.11	109571
101-215.000-734.000	POSTAGE	CARD SERVICES CENTER	K. PRICE CREDIT CARD	1,141.45	994
101-215.000-801.000	PAPER SHREDDING SERVICE	ACCUSHRED, LLC	PAPER SHREDDING SERVICE	70.95	109561
101-215.000-801.000	PAPER SHREDDING SERVICE	ACCUSHRED, LLC	PAPER SHREDDING SERVICE	70.95	109561
101-215.000-801.000	PAPER SHREDDING SERVICE	ACCUSHRED, LLC	PAPER SHREDDING SERVICE	70.95	109561
Total For Dept 215.000 CITY CLERK DEPARTMENT				1,402.41	
Dept 253.000 CITY TREASURER					
101-253.000-964.000	BILL BACK FOR PARCEL# 30 006 426	HILLSDALE CO TREASURER	BILL BACK FOR PARCEL# 30 006 426 352 06	63.83	109585
Total For Dept 253.000 CITY TREASURER				63.83	
Dept 257.000 ASSESSING DEPARTMENT					
101-257.000-726.000	SUPPLIES	CURRENT OFFICE SOLUTIONS	OFFICE SUPPLIES CITY HALL 2ND FLOOR	66.76	109571
101-257.000-810.000	DUES & SUBSCRIPTIONS	CARD SERVICES CENTER	K. THOMAS CREDIT CARD	20.40	994
101-257.000-860.000	TRANSPORTATION & MILEAGE	CARD SERVICES CENTER	K. THOMAS CREDIT CARD	7.00	994
101-257.000-956.000	TRAINING & SEMINARS	MID MICH ASSOC OF ASSESSIMMAAO MEETING		60.00	109607
Total For Dept 257.000 ASSESSING DEPARTMENT				154.16	
Dept 262.000 ELECTIONS					
101-262.000-726.000	QVF MASTER CARDS & VOTER ID CARD	CARD SERVICES CENTER	K. PRICE CREDIT CARD	115.81	994
Total For Dept 262.000 ELECTIONS				115.81	
Dept 265.000 BUILDING AND GROUNDS					
101-265.000-726.000	SUPPLIES	CURRENT OFFICE SOLUTIONS	BATHROOM HAND TOWELS, PAPER, TRASH BAGS	270.57	109571
101-265.000-726.000	WATER - CITY HALL	HEFFERNAN SOFT WATER SERV	WATER DELIVERY SERVICE	11.90	109584
101-265.000-801.000	CITY HALL MATS	CINTAS CORPORATION	CITY HALL MATS	15.74	109568
101-265.000-801.000	CITY HALL MATS	CINTAS CORPORATION	CITY HALL MATS	26.30	109568
Total For Dept 265.000 BUILDING AND GROUNDS				324.51	
Dept 301.000 POLICE DEPARTMENT					
101-301.000-726.000	POSTAGE	CARD SERVICES CENTER	S. HEPHNER CREDIT CARD	465.62	994
101-301.000-742.000	PANTS FOR OFFICER GIBBONS	GALLS, LLC	PANTS FOR OFFICER GIBBONS	61.99	109579
101-301.000-742.000	REIMBURSEMENT TO SGT. JUNE FOR S	MATTHEW JUNE	REIMBURSEMENT TO SGT. JUNE FOR SEWING C	65.00	109596
101-301.000-955.221	GARRETT STROTHEIDE ASSESSMENT	MICHELLE L. LISKA MSW, LM	GARRETT STROTHEIDE ASSESSMENT INTERVIEW	400.00	109600
101-301.000-956.000	REIMBURSEMENT FOR GYM ALLOWANCE	MARTIN BRAD	REIMBURSEMENT FOR GYM ALLOWANCE FOR BRP	100.00	109602
101-301.000-956.005	POLICE ONE ACADEMY ANNUAL FEE	LEXIPOL, LLC	POLICE ONE ACADEMY ANNUAL FEE	1,386.00	109599
Total For Dept 301.000 POLICE DEPARTMENT				2,478.61	
Dept 336.000 FIRE DEPARTMENT					
101-336.000-726.000	DAWN DISH SOAP AND BOTTLED WATER	HILLSDALE MARKET HOUSE, IN	DAWN DISH SOAP AND BOTTLED WATER FOR TH	40.22	109587

GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
Fund 101 GENERAL FUND					
Dept 336.000 FIRE DEPARTMENT					
101-336.000-726.000	POSTAGE - RETURN FIRE PAGER	CARD SERVICES CENTER	S. HEPHNER CREDIT CARD	7.79	994
101-336.000-742.000	PANTS FOR MARK AND COREY	GALLS, LLC	PANTS FOR MARK AND COREY	135.61	109579
101-336.000-742.000	PANTS FOR COREY BURKE	GALLS, LLC	PANTS FOR COREY BURKE	72.37	109579
101-336.000-920.000	502806085 - 77 E CARLETON - FIRE	MICHIGAN GAS UTILITIES	NATURAL GAS UTILITY - 77 E CARLETON	63.69	988
101-336.000-930.000	REPAIR MINITOR PAGER AND 3 ADDIT	ROE-COMM., INC.	REPAIR MINITOR PAGER AND 3 ADDIT. BELT	189.00	109624
Total For Dept 336.000 FIRE DEPARTMENT				508.68	
Dept 441.000 PUBLIC SERVICES DEPARTMENT					
101-441.000-726.000	SUPPLIES FOR DPS OFFICE	AMAZON CAPITAL SERVICES, I	SUPPLIES FOR DPS OFFICE	292.51	109562
101-441.000-726.000	FIRST AID FOR DPS	CINTAS CORPORATION	FIRST AID - DPS AND POWER PLANT	112.29	109568
101-441.000-726.000	KEYS FOR DPS OFFICE	GELZER HJ & SON INC	KEYS FOR DPS OFFICE	5.98	109580
101-441.000-726.000	WATER - 149 WATERWORKS	HEFFERNAN SOFT WATER SERV	WATER DELIVERY SERVICE	11.90	109584
101-441.000-726.000	WORK GLOVES FOR DPS	MORIARTY MACHINERY & SUPPI	WORK GLOVES FOR DPS	198.66	109609
101-441.000-726.000	GLOVES FOR DPS	MORIARTY MACHINERY & SUPPI	GLOVES FOR DPS AND SPRAY PAINT FOR ENG	30.00	109609
101-441.000-726.000	SAFETY VEST FOR DPS	MORIARTY MACHINERY & SUPPI	SAFETY VEST FOR DPS	90.80	109609
101-441.000-726.000	RAIN JACKERS, RAIN BIBS AND SAFE	MORIARTY MACHINERY & SUPPI	RAIN JACKERS, RAIN BIBS AND SAFETY VEST	843.00	109609
101-441.000-726.000	GLOVES AND SAFETY VEST FOR DPS	MORIARTY MACHINERY & SUPPI	GLOVES AND SAFETY VEST FOR DPS	205.40	109609
101-441.000-742.000	SHIRTS/HATS	INTEGRITY APPAREL, LLC	SHIRTS/HATS	937.74	109591
101-441.000-801.000	MATS FOR DPS	CINTAS CORPORATION	MATS AND RAGS FOR DPS	37.26	109568
101-441.000-801.000	MATS FOR DPS	CINTAS CORPORATION	MATS AND RAGS FOR DPS	37.26	109568
101-441.000-956.000	2024 TAMC INVESTMENT REPORTING R	CARD SERVICES CENTER	J. BLAKE CREDIT CARD	105.00	994
Total For Dept 441.000 PUBLIC SERVICES DEPARTMENT				2,907.80	
Dept 447.000 ENGINEERING SERVICES					
101-447.000-810.000	MI PROF LICENSING	CARD SERVICES CENTER	K. BAUER CREDIT CARD	609.00	994
Total For Dept 447.000 ENGINEERING SERVICES				609.00	
Dept 567.000 CEMETERIES					
101-567.000-726.000	HOT PATCH FOR CEMETERIES	GERKEN MATERIAL, INC	HOT PATCH FOR LOCALS, MAJORS, PARKING I	68.25	109581
101-567.000-801.000	LV AND OG MOWING CONTRACT 24-25	TKC LAWN SNOW AND WOOD LLC	CEM MOWING CONTRACT 2024-2025	6,690.00	109636
Total For Dept 567.000 CEMETERIES				6,758.25	
Dept 571.000 PARKING LOTS					
101-571.000-726.000	HOT PATCH FOR PARKING LOTS	GERKEN MATERIAL, INC	HOT PATCH FOR LOCALS, MAJORS, PARKING I	165.00	109581
101-571.000-801.000	PARKING LOTS	WOLVERINE SEALCOATING LLC	PARKING LOT PRESERVATION - PHASE 2	10,520.00	109643
Total For Dept 571.000 PARKING LOTS				10,685.00	
Dept 595.000 AIRPORT					
101-595.000-726.000	FASTENERS & ANCHORS	GELZER HJ & SON INC	FASTENERS & ANCHORS	11.58	109580
101-595.000-726.000	WATER - AIRPORT	HEFFERNAN SOFT WATER SERV	WATER DELIVERY SERVICE	5.95	109584
101-595.000-801.000	AWOS CONTRACT - JULY 2024-SEPT 2	STATE OF MICHIGAN	AWOS CONTRACT - JULY 2024-SEPT 2024	589.73	109630
101-595.000-801.000	REFUELING TRUCK RENTAL BILLING	AVFUEL CORP	REFUELING TRUCK RENTAL BILLING	950.00	993
101-595.000-801.000	MERCHANT EQUIP RENTAL BILLING	AVFUEL CORP	MERCHANT EQUIP RENTAL BILLING	20.00	993
101-595.000-930.000	FLUIDS FOR VEHICLES	FAMILY FARM & HOME	FLUIDS FOR VEHICLES	130.96	109576
101-595.000-930.000	BOOTS - STEVE - REMOVING TREES I	FAMILY FARM & HOME	BOOTS - STEVE - REMOVING TREES IN CREEP	99.99	109576
101-595.000-930.000	REPAIRS & MAINTENANCE	FAMILY FARM & HOME	BOOTS - ASHLEY - REMOVING TREES FROM CF	99.34	109576
101-595.000-930.000	FUSE - JOHN DEER	GELZER HJ & SON INC	FUSE - JOHN DEER	4.99	109580
101-595.000-930.000	FUSE, SOAP	GELZER HJ & SON INC	FUSE, SOAP	12.37	109580
101-595.000-930.000	LOCK PIN - JOHN DEERE	GREENMARK EQUIPMENT	LOCK PIN - JOHN DEERE	17.01	109583
101-595.000-930.000	PROPANE FOR AIRPORT	SPRATT'S TRADING POST INC	PROPANE FOR AIRPORT	1,190.89	109629
101-595.000-930.000	CHAIN	SPRATT'S TRADING POST INC	CHAIN	44.99	109629
101-595.000-930.000	FUEL FILTER FOR JOHN DEERE	SPRATT'S TRADING POST INC	FUEL FILTER FOR JOHN DEERE	9.97	109629
101-595.000-930.000	PART FOR PAPI LIGHTS	CARD SERVICES CENTER	G. MOORE CREDIT CARD	215.72	994

GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
Fund 101 GENERAL FUND					
Dept 595.000 AIRPORT					
Total For Dept 595.000 AIRPORT				3,403.49	
Dept 701.000 PLANNING DEPARTMENT					
101-701.000-801.372	CONTRACTUAL SERVICES - CODE ENFO	CARD SERVICES CENTER	K. THOMAS CREDIT CARD	82.68	994
101-701.000-810.000	DUES & SUBSCRIPTIONS	REGION 2 PLANNING COMMISSI	REGION 2 PLANNING COMMISSION	2,169.72	109622
Total For Dept 701.000 PLANNING DEPARTMENT				2,252.40	
Dept 756.000 PARKS					
101-756.000-726.000	ANTI-FREEZE FOR SANDY BEACH	GELZER HJ & SON INC	ANTI-FREEZE FOR SANDY BEACH	23.82	109580
101-756.000-801.000	2025 ANNUAL INVOICE FOR NONCOMMU	STATE OF MICHIGAN EGLE	2025 ANNUAL INVOICE FOR NONCOMMUNITY PU	137.42	109632
101-756.000-801.000	2025 ANNUAL NONCOMMUNITY PUBLIC W	STATE OF MICHIGAN EGLE	2025 ANNUAL NONCOMMUNITY PUBLIC WATER SU	137.42	109632
101-756.000-801.000	PARKS PARKING LOTS	WOLVERINE SEALCOATING LLC	PARKING LOT PRESERVATION - PHASE 2	22,670.00	109643
Total For Dept 756.000 PARKS				22,968.66	
Total For Fund 101 GENERAL FUND				59,619.52	
Fund 202 MAJOR ST./TRUNKLINE FUND					
Dept 450.000 STREET SURFACE					
202-450.000-726.000	HOT PATCH FOR MAJORS	GERKEN MATERIAL, INC	HOT PATCH FOR LOCALS, MAJORS, PARKING I	960.00	109581
Total For Dept 450.000 STREET SURFACE				960.00	
Dept 470.000 TREES					
202-470.000-801.000	CONTRACTUAL SERVICES	LONSBERY, JEFFREY	MAJOR ST TREE TRIMMING	7,437.50	109569
Total For Dept 470.000 TREES				7,437.50	
Dept 490.000 TRAFFIC					
202-490.000-726.000	ROLL UP BRACKET AND STAND FOR TR	MORIARTY MACHINERY & SUPPI	ROLL UP BRACKET AND STAND FOR TRAFFIC S	298.00	109609
Total For Dept 490.000 TRAFFIC				298.00	
Dept 900.000 CAPITAL OUTLAY					
202-900.000-970.000-215032	TESTING FOR ST JOE/GRISWOLD PROJ	MATERIALS TESTING CONSULT	CONSTRUCTION & MATERIAL TESTING - ST JC	12,961.00	109603
Total For Dept 900.000 CAPITAL OUTLAY				12,961.00	
Total For Fund 202 MAJOR ST./TRUNKLINE FUND				21,656.50	
Fund 203 LOCAL STREET FUND					
Dept 444.000 SIDEWALKS					
203-444.000-801.000	REMOVE SIDEWALK AT 17/23 HOWDER	DUBOIS TRUCKING AND EXCAV	REMOVE SIDEWALK AT 17/23 HOWDER ST	2,100.00	109574
Total For Dept 444.000 SIDEWALKS				2,100.00	
Dept 450.000 STREET SURFACE					
203-450.000-726.000	HOT PATCH FOR LOCALS	GERKEN MATERIAL, INC	HOT PATCH FOR LOCALS, MAJORS, PARKING I	585.00	109581
203-450.000-726.000	SPRAY PAINT FOR ENG DEPT	MORIARTY MACHINERY & SUPPI	GLOVES FOR DPS AND SPRAY PAINT FOR ENG	475.20	109609
Total For Dept 450.000 STREET SURFACE				1,060.20	
Dept 490.000 TRAFFIC					
203-490.000-726.000	ROLL UP BRACKET AND STAND FOR TR	MORIARTY MACHINERY & SUPPI	ROLL UP BRACKET AND STAND FOR TRAFFIC S	298.00	109609
Total For Dept 490.000 TRAFFIC				298.00	
Dept 900.000 CAPITAL OUTLAY					
203-900.000-970.000-215005	REPLACEMENT OF DAMAGED TIRES ON	KELSEY MARSHALL	TIRE REPLACEMENT - 172 WESTWOOD DR	627.56	109597
Total For Dept 900.000 CAPITAL OUTLAY				627.56	
Total For Fund 203 LOCAL STREET FUND				4,085.76	

GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
Fund 208 RECREATION FUND					
Dept 751.000 RECREATION DEPARTMENT					
208-751.000-726.000	PAPER PLATES - 2024 CHARGERS BAS	HILLSDALE MARKET HOUSE, IN	PAPER PLATES - 2024 CHARGERS BASKETBALI	7.89	109587
208-751.000-726.000	FOOTBALL JERSEYS	URBAN GRAFFITI	FOOTBALL JERSEYS	2,165.00	109639
208-751.000-726.000	K-2 BASKETBALL T-SHIRTS	URBAN GRAFFITI	K-2 BASKETBALL T-SHIRTS	579.50	109639
208-751.000-801.008	FOOTBALL OFFICIATING	JACE LENNOX	FOOTBALL OFFICIATING	80.00	109592
208-751.000-801.008	FOOTBALL OFFICIATING	WILLIAM J. MULLALY	FOOTBALL OFFICIATING	130.00	109642
208-751.000-801.008	FOOTBALL OFFICIATING	WYATT EVERETT WAHTOLA	FOOTBALL OFFICIATING	160.00	109644
Total For Dept 751.000 RECREATION DEPARTMENT				3,122.39	
Total For Fund 208 RECREATION FUND				3,122.39	
Fund 247 TAX INCREMENT FINANCE ATH.					
Dept 000.000					
247-000.000-300.000	TIFA LOAN PAYMENT - PRINCIPAL	SOUTHERN MI BANK & TRUST	TIFA LOAN PAYMENT	20,000.00	996
Total For Dept 000.000				20,000.00	
Dept 900.000 CAPITAL OUTLAY					
247-900.000-993.000	TIFA LOAN PAYMENT - INTEREST	SOUTHERN MI BANK & TRUST	TIFA LOAN PAYMENT	1,170.00	996
Total For Dept 900.000 CAPITAL OUTLAY				1,170.00	
Total For Fund 247 TAX INCREMENT FINANCE ATH.				21,170.00	
Fund 271 LIBRARY FUND					
Dept 790.000 LIBRARY					
271-790.000-726.000	CREDIT MEMO FOR TRASH BAGS WE CO	AMAZON CAPITAL SERVICES, I	CREDIT MEMO FOR TRASH BAGS WE COULDN'T	(9.00)	109562
271-790.000-726.000	SUPPLIES	CARD SERVICES CENTER	R. DOBSKI CREDIT CARD	148.61	994
271-790.000-801.000	CRYPTIDS DECRYPTED PROGRAM	ANDREW KERCHER	CRYPTIDS DECRYPTED PROGRAM	300.00	109564
271-790.000-802.000	WILDCARD CERT RENEWAL	SONIT SYSTEMS, LLC	WILDCARD CERT RENEWAL	34.00	109628
271-790.000-802.000	VIPRE EMAIL AND TRENDMICRO RECUR	SONIT SYSTEMS, LLC	VIPRE EMAIL AND TRENDMICRO RECUR (OCT)	35.10	109628
271-790.000-802.000	AGREEMENT TIME IT/PRINT IT SUPPO	CARD SERVICES CENTER	R. DOBSKI CREDIT CARD	412.00	994
271-790.000-920.000	503691550 - 12 N MANNING - LIBRA	MICHIGAN GAS UTILITIES	NATURAL GAS UTILITY - 12 N MANNING	38.58	989
271-790.000-982.000	BOOKS - OCT24 ADULT	INGRAM LIBRARY SERVICES	BOOKS - OCT24 ADULT	38.24	109590
271-790.000-982.000	BOOKS - OCT24 ADULT	INGRAM LIBRARY SERVICES	BOOKS - OCT24 ADULT	17.33	109590
271-790.000-982.000	BOOKS - OCT24 ADULT	INGRAM LIBRARY SERVICES	BOOKS - OCT24 ADULT	21.18	109590
271-790.000-982.000	BOOKS - OCT24 ADULT	INGRAM LIBRARY SERVICES	BOOKS - OCT24 ADULT	55.93	109590
271-790.000-982.000	BOOKS - OCT24 ADULT	THE CREATIVE COMPANY	BOOKS - OCT24 ADULT	185.70	109634
271-790.000-982.002	BOOK REPLACEMENT "WHAT DO PEOPLE	AMAZON CAPITAL SERVICES, I	BOOK REPLACEMENT "WHAT DO PEOPLE DO ALI	24.72	109562
271-790.000-982.002	REPLACE "RAIN" CHILDREN BOOK	AMAZON CAPITAL SERVICES, I	CHILDREN DEPT BOOK "RAIN" AND HALLOWEEN	14.29	109562
271-790.000-982.002	BOOKS - LOST/DAMAGED	CARD SERVICES CENTER	R. DOBSKI CREDIT CARD	13.48	994
Total For Dept 790.000 LIBRARY				1,330.16	
Dept 792.000 LIBRARY - CHILDREN'S AREA					
271-792.000-726.000	HALLOWEEN TEMP TATTOOS	AMAZON CAPITAL SERVICES, I	CHILDREN DEPT BOOK "RAIN" AND HALLOWEEN	8.99	109562
271-792.000-726.000	SUPPLIES	CARD SERVICES CENTER	R. DOBSKI CREDIT CARD	108.10	994
271-792.000-982.000	BOOKS - OCT24 CHI	INGRAM LIBRARY SERVICES	BOOKS - OCT24 CHI	22.34	109590
271-792.000-982.000	BOOKS - OCT24 CHILD	INGRAM LIBRARY SERVICES	BOOKS - OCT24 CHILD	62.50	109590
Total For Dept 792.000 LIBRARY - CHILDREN'S AREA				201.93	
Total For Fund 271 LIBRARY FUND				1,532.09	
Fund 481 AIRPORT IMPROVEMENT FUND					
Dept 900.000 CAPITAL OUTLAY					
481-900.000-970.000	AIRPORT PARKING LOT ASPHALT OVER	RDK'S ASPHALT & SEALCOATING	AIRPORT PARKING LOT ASPHALT OVERLAY	25,400.00	109621
481-900.000-970.000-215041	PARTS FOR HANGAR RENOVATIONS	GELZER HJ & SON INC	PARTS FOR HANGAR RENOVATIONS	18.99	109580

GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
Fund 481 AIRPORT IMPROVEMENT FUND					
Dept 900.000 CAPITAL OUTLAY					
481-900.000-970.000-215041	MATERIALS FOR HANGAR RENOVATIONS	CARD SERVICES CENTER	G. MOORE CREDIT CARD	2,050.70	994
Total For Dept 900.000 CAPITAL OUTLAY				27,469.69	
Total For Fund 481 AIRPORT IMPROVEMENT FUND				27,469.69	
Fund 582 ELECTRIC FUND					
Dept 000.000					
582-000.000-110.000	CROSSARM - 8' WOOD	POWER LINE SUPPLY	INVENTORY	2,265.25	109616
582-000.000-110.000	CROSSARM - FIBERGLASS DEADE	POWER LINE SUPPLY	INVENTORY	3,367.32	109616
582-000.000-110.000	TERMINATOR ELBOW - 15KV	POWER LINE SUPPLY	INVENTORY	1,570.00	109616
582-000.000-110.000	LOADBREAK ELBOW - 4/0 ALUMI	POWER LINE SUPPLY	INVENTORY	1,093.00	109616
582-000.000-110.000	CURRENT TRANSFORMER - 600 V	POWER LINE SUPPLY	INVENTORY	165.56	109616
582-000.000-110.000	GUY DEADENDS	POWER LINE SUPPLY	INVENTORY	1,472.83	109616
582-000.000-110.000	FIXTURE - FARM LED	POWER LINE SUPPLY	INVENTORY	2,520.00	109616
582-000.000-110.000	ANCHOR - 10" POWER SCREW	POWER LINE SUPPLY	INVENTORY	220.28	109616
582-000.000-202.100	6ENBK1	BOB BUESCHER HOMES LLC	UB refund for account: 305743	55.43	109565
582-000.000-202.100	4CCH	DERHAMMER, MICHAEL S	UB refund for account: 014311	121.00	109572
582-000.000-202.100	6DEMB1	FIFTY FIVE BROAD STREET	UB refund for account: 011950	1,232.78	109578
582-000.000-202.100	4ENBK1	JOHNSON, ELISHA A	UB refund for account: 019760	209.00	109595
582-000.000-202.100	4CCH	PRICE, SHERIE K	UB refund for account: 010800	153.00	109618
582-000.000-202.100	4CCH	ROCHA, HECTOR M	UB refund for account: 030104	28.00	109623
582-000.000-264.000	CITY SHARE OF AMP ASSETS	MICHIGAN SOUTH CENTRAL POW	MSCPA MEMBER POWER BILLING - SEPT 2024	10,000.00	995
Total For Dept 000.000				24,473.45	
Dept 175.000 ADMINISTRATIVE SERVICES					
582-175.000-726.000	GLOVES	AMAZON CAPITAL SERVICES, I	GLOVES	767.76	109562
582-175.000-726.000	SUPPLIES FOR OFFICE - 45 MONROE	AMAZON CAPITAL SERVICES, I	SUPPLIES FOR OFFICE - 45 MONROE STREET	17.96	109562
582-175.000-726.000	SUPPLIES	AMAZON CAPITAL SERVICES, I	ED17 LIGHTBULD 150W AND SUPPLIES	18.63	109562
582-175.000-726.000	COPY PAPER - 45 MONROE STREET	CURRENT OFFICE SOLUTIONS	COPY PAPER - 45 MONROE STREET	52.80	109571
582-175.000-726.000	POSTAGE SUPPLIES	QUADIENT FINANCE USA, INC.	POSTAGE SUPPLIES	1,250.00	109619
582-175.000-742.000	SHIRTS/HATS	INTEGRITY APPAREL, LLC	SHIRTS/HATS	653.68	109591
582-175.000-801.000	MATS - 45 MONROE ST	CINTAS CORPORATION	MATS - 45 MONROE ST	2.50	109568
582-175.000-801.000	MATS - 45 MONROE ST	CINTAS CORPORATION	MATS - 45 MONROE ST	2.50	109568
582-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	ERIC POTES	BPU BOARD MEETING PER DIEM - OCT. 2024	12.50	109575
582-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	JEREMIAH JASON HODSHIRE	BPU BOARD MEETING PER DIEM - OCT. 2024	12.50	109594
582-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	PETER MICHAEL BECKER	BPU BOARD MEETING PER DIEM - OCT 2024	12.50	109614
582-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	PHILIP DAVID MCDOWELL	BPU BOARD MEETING PER DIEM - OCT. 2024	12.50	109615
582-175.000-801.000	POSTAGE MACHINE 111824-021725	QUADIENT LEASING USA, INC	POSTAGE MACHINE 111824-021725	234.07	109620
582-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	STEVEN WELLS	BPU BOARD MEETING PER DIEM - OCT. 2024	12.50	109633
582-175.000-801.000	ACCOUNTING SERVICES - SEPT 2024	THE WOODHILL GROUP, LLC	ACCOUNTING SERVICES - SEPT 2024	1,562.48	109635
582-175.000-802.000	WILDCARD CERT RENEWAL	SONIT SYSTEMS, LLC	WILDCARD CERT RENEWAL	77.25	109628
582-175.000-802.000	VIPRE EMAIL AND TRENDMICRO RECUR	SONIT SYSTEMS, LLC	VIPRE EMAIL AND TRENDMICRO RECUR (OCT)	78.98	109628
582-175.000-802.000	TEAMVIEWER LICENSE	CARD SERVICES CENTER	B. JANES CREDIT CARD	320.11	994
582-175.000-806.000	LEGAL SERVICES - UNION NEGOTIATI	MIKA MEYERS BECKET & JONES	LEGAL SERVICES - UNION NEGOTIATIONS	520.00	109608
582-175.000-810.000	STANDARD SDS INDEX/STANDARD, GHS	HSI WORKPLACE COMPLIANCE	STANDARD SDS INDEX/STANDARD, GHS, SAFET	923.75	109589
582-175.000-880.000	COOKIE - PUBLIC POWER WEEK 2024	CARD SERVICES CENTER	L. SERGENT CREDIT CARD	96.87	994
582-175.000-880.000	PENS - PUBLIC POWER WEEK 2024	CARD SERVICES CENTER	T. BUMPUS CREDIT CARD	132.40	994
582-175.000-956.000	MMEA FALL SAFETY WORKSHOP OSHA	CARD SERVICES CENTER	K. KEASAL CREDIT CARD	650.00	994
582-175.000-956.000	MEAL - MPSI	CARD SERVICES CENTER	J. HAMMEL CREDIT CARD	536.74	994
582-175.000-970.000-215045	24V DIN POWER SUPPLY QTY 2	AMAZON CAPITAL SERVICES, I	24V DIN POWER SUPPLY QTY 2	28.80	109562
Total For Dept 175.000 ADMINISTRATIVE SERVICES				7,989.78	

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GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
Fund 582 ELECTRIC FUND					
Dept 543.000 PRODUCTION					
582-543.000-726.000	FIRST AID FOR POWER PLANT	CINTAS CORPORATION	FIRST AID - DPS AND POWER PLANT	43.48	109568
582-543.000-726.000	CLEVIS, ROPE CLIP, CHAIN	FAMILY FARM & HOME	CLEVIS, ROPE CLIP, CHAIN	26.43	109576
582-543.000-739.000	MSCPA MEMBER POWER BILLING - SEP	MICHIGAN SOUTH CENTRAL POW	MSCPA MEMBER POWER BILLING - SEPT 2024	825,409.20	995
582-543.000-740.300	504504154 - 201 WATERWORKS XX -	MICHIGAN GAS UTILITIES	NATURAL GAS UTILITY - 201 WATERWORKS XX	21.29	990
582-543.000-740.400	504504154 - 201 WATERWORKS XX -	MICHIGAN GAS UTILITIES	NATURAL GAS UTILITY - 201 WATERWORKS XX	21.29	990
582-543.000-801.000	POSTAGE - EPA/EGLE REPORTS	CARD SERVICES CENTER	J. HAMMEL CREDIT CARD	7.94	994
582-543.000-920.400	504504154 - 201 WATERWORKS - PP	MICHIGAN GAS UTILITIES	NATURAL GAS UTILITY -201 WATERWORKS	319.61	991
582-543.000-930.000	BOILER INSPECTION	RYAN & BRADSHAW, INC.	BOILER INSPECTION	220.00	109626
Total For Dept 543.000 PRODUCTION				826,069.24	
Dept 544.000 DISTRIBUTION					
582-544.000-726.800	FABRIC PAINT QTY 2	AMAZON CAPITAL SERVICES, I	FABRIC PAINT QTY 2	31.12	109562
582-544.000-726.800	CHRISTMAS LIGHTS	AMAZON CAPITAL SERVICES, I	CHRISTMAS LIGHTS	411.48	109562
582-544.000-726.800	METAL HALIDE BULBS QTY 6	AMAZON CAPITAL SERVICES, I	E17 LIGHTBULD 150W AND SUPPLIES	65.98	109562
582-544.000-726.800	BUCKET SELF-RESCUE	CARD SERVICES CENTER	K. KEASAL CREDIT CARD	768.90	994
582-544.000-730.000	FECON TEETH MOWER BLADE	CARLETON EQUIPMENT	FECON TEETH MOWER BLADE	3,776.59	109566
582-544.000-730.000	SERVICE OLD 39-04	HILLSDALE COMMUNITY SCHOOI	SERVICE OLD 39-04	676.64	109586
582-544.000-730.000	SERVICE NEW 39-04	HILLSDALE COMMUNITY SCHOOI	SERVICE NEW 39-04	827.45	109586
582-544.000-730.000	SERVICE 014X666	HILLSDALE COMMUNITY SCHOOI	SERVICE 014X666	584.63	109586
582-544.000-730.000	SERVICE 39-03	HILLSDALE COMMUNITY SCHOOI	SERVICE 39-03	830.53	109586
582-544.000-730.000	SERVICE 39-02	HILLSDALE COMMUNITY SCHOOI	SERVICE 39-02	75.00	109586
582-544.000-730.000	SERVICE 39-09	HILLSDALE COMMUNITY SCHOOI	SERVICE 39-09	832.38	109586
582-544.000-730.000	SERVICE 39-03 OLD	HILLSDALE COMMUNITY SCHOOI	SERVICE 39-03 OLD	665.96	109586
582-544.000-730.000	22 COLORADO OIL CHANGE	PARNEY'S CAR CARE, LLC	22 COLORADO OIL CHANGE	94.39	109612
582-544.000-730.000	CHIPPER BATTERY	PERFORMANCE AUTOMOTIVE	CHIPPER BATTERY	53.89	109613
582-544.000-730.000	SPARE KEY	CARD SERVICES CENTER	J. HAMMEL CREDIT CARD	19.66	994
582-544.000-801.000	RUBBER TESTING	POWER LINE SUPPLY	RUBBER TESTING	1,162.93	109616
582-544.000-930.000	CAUTION TAPE	AMAZON CAPITAL SERVICES, I	CAUTION TAPE	67.78	109562
582-544.000-930.000	OX-GARD NOALOX QTY 6	AMAZON CAPITAL SERVICES, I	OX-GARD NOALOX QTY 6	113.34	109562
582-544.000-930.000	NUTS AND BOLTS	FAMILY FARM & HOME	NUTS AND BOLTS	24.08	109576
582-544.000-930.000	SHEET METAL SCREWS	GELZER HJ & SON INC	SHEET METAL SCREWS	8.99	109580
582-544.000-930.000	TRIMMER LINE	GELZER HJ & SON INC	TRIMMER LINE	11.29	109580
582-544.000-930.000	CABLE TIES	GELZER HJ & SON INC	CABLE TIES	34.47	109580
582-544.000-930.000	SHIPPING GLOVES	HILLSDALE MARKET HOUSE, I	SHIPPING GLOVES	152.46	109587
582-544.000-930.000	TERMINALS AND VOLT METER	KENDALL ELECTRIC	TERMINALS AND VOLT METER	107.44	109598
Total For Dept 544.000 DISTRIBUTION				11,397.38	
Total For Fund 582 ELECTRIC FUND				869,929.85	
Fund 588 DIAL A RIDE					
Dept 596.000 DIAL-A-RIDE					
588-596.000-726.000	WATER - DIAL-A-RIDE	HEFFERNAN SOFT WATER SERV	WATER DELIVERY SERVICE	16.90	109584
588-596.000-730.000	AUTO RECON AND CORE RETURN FOR #	PERFORMANCE AUTOMOTIVE	AUTO RECON AND CORE RETURN FOR #62 DART	53.89	109613
588-596.000-801.000	SEALCOAT DART PARKING LOTS	WOLVERINE SEALCOATING LLC	SEALCOAT DART PARKING LOTS	2,984.00	109643
588-596.000-920.000	507035798 - 981 DEVELOPMENT DR -	MICHIGAN GAS UTILITIES	NATURAL GAS UTILITY - 981 DEVELOPMENT I	59.32	992
588-596.000-970.000	NEW DART BUS - ORDERED 2023	HOEKSTRA TRANSPORTATION, I	NEW DART BUS - ORDERED 2023	195,461.00	109588
Total For Dept 596.000 DIAL-A-RIDE				198,575.11	
Total For Fund 588 DIAL A RIDE				198,575.11	
Fund 590 SEWER FUND					
Dept 000.000					
590-000.000-158.000-215006	CDBG - SANITARY SEWER PROJECT	CONCORD EXCAVATING & GRAD	CDBG - SANITARY PROJECT	168,560.10	109570

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Fund 590 SEWER FUND					
Dept 000.000					
590-000.000-202.100	SCCH	BOB BUESCHER HOMES LLC	UB refund for account: 305743	43.67	109565
590-000.000-202.100	SCCH	FIFTY FIVE BROAD STREET	UB refund for account: 011950	300.74	109578
Total For Dept 000.000				168,904.51	
Dept 175.000 ADMINISTRATIVE SERVICES					
590-175.000-726.000	SUPPLIES FOR OFFICE - 45 MONROE	AMAZON CAPITAL SERVICES, I	SUPPLIES FOR OFFICE - 45 MONROE STREET	8.98	109562
590-175.000-726.000	SUPPLIES	AMAZON CAPITAL SERVICES, I	ED17 LIGHTBULD 150W AND SUPPLIES	9.31	109562
590-175.000-726.000	COPY PAPER - 45 MONROE STREET	CURRENT OFFICE SOLUTIONS	COPY PAPER - 45 MONROE STREET	26.40	109571
590-175.000-726.000	POSTAGE SUPPLIES	QUADIENT FINANCE USA, INC.	POSTAGE SUPPLIES	625.00	109619
590-175.000-742.000	SHIRTS/HATS	INTEGRITY APPAREL, LLC	SHIRTS/HATS	326.84	109591
590-175.000-801.000	MATS - 45 MONROE ST	CINTAS CORPORATION	MATS - 45 MONROE ST	1.25	109568
590-175.000-801.000	MATS - 45 MONROE ST	CINTAS CORPORATION	MATS - 45 MONROE ST	1.25	109568
590-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	ERIC POTES	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109575
590-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	JEREMIAH JASON HODSHIRE	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109594
590-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	PETER MICHAEL BECKER	BPU BOARD MEETING PER DIEM - OCT 2024	6.25	109614
590-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	PHILIP DAVID MCDOWELL	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109615
590-175.000-801.000	POSTAGE MACHINE 111824-021725	QUADIENT LEASING USA, INC	POSTAGE MACHINE 111824-021725	117.04	109620
590-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	STEVEN WELLS	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109633
590-175.000-801.000	ACCOUNTING SERVICES - SEPT 2024	THE WOODHILL GROUP, LLC	ACCOUNTING SERVICES - SEPT 2024	781.23	109635
590-175.000-802.000	WILDCARD CERT RENEWAL	SONIT SYSTEMS, LLC	WILDCARD CERT RENEWAL	38.63	109628
590-175.000-802.000	VIPRE EMAIL AND TRENDMICRO RECUR	SONIT SYSTEMS, LLC	VIPRE EMAIL AND TRENDMICRO RECUR (OCT)	39.49	109628
590-175.000-802.000	PDQ DEPLOY LICENSE	CARD SERVICES CENTER	B. JANES CREDIT CARD	160.04	994
590-175.000-810.000	STANDARD SDS INDEX/STANDARD, GHS	HSI WORKPLACE COMPLIANCE	STANDARD SDS INDEX/STANDARD, GHS, SAFETI	461.87	109589
590-175.000-956.000	PRE EMPLOYMENT DRUG SCREEN	CE & A PROFESSIONAL SERVIC	PRE EMPLOYMENT DRUG SCREEN	56.50	109567
590-175.000-970.000-215045	24V DIN POWER SUPPLY QTY 2	AMAZON CAPITAL SERVICES, I	24V DIN POWER SUPPLY QTY 2	9.59	109562
Total For Dept 175.000 ADMINISTRATIVE SERVICES				2,694.67	
Dept 546.000 OPERATIONS					
590-546.000-730.039	GASKETS AND FLANGE FOR VACTOR	JACK DOHNEY COMPANIES	GASKETS AND FLANGE FOR VACTOR	192.58	109593
590-546.000-730.039	BPU VEHICLE MAINT/SUPPLIES	RS CUSTOM EXHAUST LLC	NEW EXHAUST FROM MANIFOLD TO MUFFLER	1,453.22	109625
590-546.000-742.000	CLOTHING / UNIFORMS	AMAZON CAPITAL SERVICES, I	WORK GLOVES	95.73	109562
590-546.000-930.000	PLUMBING FITTINGS	AMERICAN COPPER AND BRASS,	PLUMBING FITTINGS	13.65	109563
590-546.000-930.950	PRIMER AND GLUE	AMERICAN COPPER AND BRASS,	PRIMER AND GLUE	49.79	109563
590-546.000-930.950	REPAIRS & MAINT. - LIFT STATIONS	FAMILY FARM & HOME	BOX RAIL FOR LIFT STATION	69.99	109576
590-546.000-930.950	BOLTS AND C CHANNEL FOR LIFT STA	FERGUSON WATERWORKS	BOLTS AND C CHANNEL FOR LIFT STATION	162.27	109577
590-546.000-930.950	6" PIPE FOR CARLETON LIFT STATIO	FERGUSON WATERWORKS	6" PIPE FOR CARLETON LIFT STATION	1,555.62	109577
590-546.000-930.950	LIFT STATION HARDWARE/WIRING	GELZER HJ & SON INC	LIFT STATION HARDWARE/WIRING	30.30	109580
590-546.000-930.950	CONDUIT FOR CARLETON LIFT STATIO	KENDALL ELECTRIC	CONDUIT FOR CARLETON LIFT STATION	18.68	109598
590-546.000-930.950	ELECTRICAL PARTS FOR LIFT STATIO	KENDALL ELECTRIC	ELECTRICAL PARTS FOR LIFT STATION	232.95	109598
590-546.000-930.960	MATERIALS FOR DRIVEWAY WORK BEHI	DRY MAR TRUCKING & DIRTWOF	MATERIALS FOR DRIVEWAY WORK BEHIND DAYS	1,350.00	109573
Total For Dept 546.000 OPERATIONS				5,224.78	
Dept 547.000 TREATMENT					
590-547.000-726.900	SUPPLIES - LABORATORY	NORTH CENTRAL LABORATORIE	3M COMPLY STEAM CHEMICAL	65.45	109611
590-547.000-727.500	SUPPLIES - CHLORINE	WATER SOLUTIONS UNLIMITED	CL2 AND SO2 FOR WWTP	2,151.30	109641
590-547.000-727.700	SUPPLIES - DIOXIDE	WATER SOLUTIONS UNLIMITED	CL2 AND SO2 FOR WWTP	847.52	109641
590-547.000-730.039	BPU VEHICLE MAINT/SUPPLIES	FAMILY FARM & HOME	HUB WHEEL BOLT	19.99	109576
590-547.000-730.039	3 TON FLOOR JACK	FAMILY FARM & HOME	3 TON FLOOR JACK	129.99	109576
590-547.000-742.000	CLOTHING / UNIFORMS	FAMILY FARM & HOME	TWO PAIR RUBBER BOOTS	199.98	109576
590-547.000-742.000	CLOTHING / UNIFORMS	USABLUEBOOK	RAIN WEAR FOR STAFF	337.23	109640
590-547.000-801.000	CONTRACTUAL SERVICES	GLOBAL ENVIRONMENTAL CONSU	CHRONIC TOXICITY TESTING WWTP	770.00	109582
590-547.000-801.000	CONTRACTUAL SERVICES	MERIT LABORATORIES	CONTRACTED SAMPLING	54.00	109605
590-547.000-801.000	BEF SAMPLING	MERIT LABORATORIES	BEF SAMPLING	204.00	109605

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Fund 590 SEWER FUND					
Dept 547.000 TREATMENT					
590-547.000-801.000	CONTRACTUAL SERVICES	MERIT LABORATORIES	MERCURY TESTING	345.00	109605
590-547.000-801.000	CONTRACTUAL SERVICES	MERIT LABORATORIES	LOW LEVEL MERCURY TESTING	575.00	109605
590-547.000-930.000	REPAIRS & MAINTENANCE	AMERICAN COPPER AND BRASS,	STRUT CLAMPS	42.61	109563
590-547.000-930.000	SUMP PUMP	AMERICAN COPPER AND BRASS,	SUMP PUMP	276.92	109563
590-547.000-930.000	M18 WORK LIGHT LED	GELZER HJ & SON INC	M18 WORK LIGHT LED	99.99	109580
590-547.000-930.000	REPAIRS & MAINTENANCE	GELZER HJ & SON INC	PLUMBING	42.26	109580
590-547.000-930.000	REPAIRS & MAINTENANCE	GELZER HJ & SON INC	PLUMBING	5.98	109580
Total For Dept 547.000 TREATMENT				6,167.22	
Total For Fund 590 SEWER FUND				182,991.18	
Fund 591 WATER FUND					
Dept 000.000					
591-000.000-158.000-181005	M55 BASES	SLC METER LLC	WATER METERS FOR STOCK - APPROVED BY BC	2,948.20	109627
591-000.000-158.000-213002	HS PUMP 1 VFD APPROVED BY BOARD/	UIS SCADA, INC.	HIGH SERVICE 1 VFD - APPROVED BY BOARD/	24,351.00	109637
591-000.000-202.100	WBK1	BOB BUESCHER HOMES LLC	UB refund for account: 305743	33.86	109565
591-000.000-202.100	WCCH	FIFTY FIVE BROAD STREET	UB refund for account: 011950	202.64	109578
Total For Dept 000.000				27,535.70	
Dept 175.000 ADMINISTRATIVE SERVICES					
591-175.000-726.000	SUPPLIES FOR OFFICE - 45 MONROE	AMAZON CAPITAL SERVICES, I	SUPPLIES FOR OFFICE - 45 MONROE STREET	8.97	109562
591-175.000-726.000	SUPPLIES	AMAZON CAPITAL SERVICES, I	ED17 LIGHTBULD 150W AND SUPPLIES	9.31	109562
591-175.000-726.000	COPY PAPER - 45 MONROE STREET	CURRENT OFFICE SOLUTIONS	COPY PAPER - 45 MONROE STREET	26.40	109571
591-175.000-726.000	POSTAGE SUPPLIES	QUADIENT FINANCE USA, INC.	POSTAGE SUPPLIES	625.00	109619
591-175.000-742.000	SHIRTS/HATS	INTEGRITY APPAREL, LLC	SHIRTS/HATS	326.84	109591
591-175.000-742.000	CLOTHING / UNIFORMS	POWERS CLOTHING, INC.	UNIFORM SHIRTS	165.42	109617
591-175.000-801.000	MATS - 45 MONROE ST	CINTAS CORPORATION	MATS - 45 MONROE ST	1.25	109568
591-175.000-801.000	MATS - 45 MONROE ST	CINTAS CORPORATION	MATS - 45 MONROE ST	1.25	109568
591-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	ERIC POTES	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109575
591-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	JEREMIAH JASON HODSHIRE	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109594
591-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	PETER MICHAEL BECKER	BPU BOARD MEETING PER DIEM - OCT 2024	6.25	109614
591-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	PHILIP DAVID MCDOWELL	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109615
591-175.000-801.000	POSTAGE MACHINE 111824-021725	QUADIENT LEASING USA, INC	POSTAGE MACHINE 111824-021725	117.04	109620
591-175.000-801.000	BPU BOARD MEETING PER DIEM - OCT	STEVEN WELLS	BPU BOARD MEETING PER DIEM - OCT. 2024	6.25	109633
591-175.000-801.000	ACCOUNTING SERVICES - SEPT 2024	THE WOODHILL GROUP, LLC	ACCOUNTING SERVICES - SEPT 2024	781.23	109635
591-175.000-802.000	WILDCARD CERT RENEWAL	SONIT SYSTEMS, LLC	WILDCARD CERT RENEWAL	38.63	109628
591-175.000-802.000	VIPRE EMAIL AND TRENDMICRO RECUR	SONIT SYSTEMS, LLC	VIPRE EMAIL AND TRENDMICRO RECUR (OCT)	39.49	109628
591-175.000-802.000	TEAMVIEWER LICENSE	CARD SERVICES CENTER	B. JANES CREDIT CARD	160.04	994
591-175.000-806.000	LEGAL SERVICES - UNION NEGOTIATI	MIKA MEYERS BECKET & JONES	LEGAL SERVICES - UNION NEGOTIATIONS	520.00	109608
591-175.000-810.000	STANDARD SDS INDEX/STANDARD, GHS	HSI WORKPLACE COMPLIANCE	STANDARD SDS INDEX/STANDARD, GHS, SAFET	461.87	109589
591-175.000-810.000	DRINKING WATER ANNUAL EGLE PERMI	STATE OF MICHIGAN	DRINKING WATER ANNUAL EGLE PERMIT FEE	3,071.75	109631
591-175.000-956.200	HOTEL	CARD SERVICES CENTER	J. GIER CREDIT CARD	504.00	994
591-175.000-970.000-215045	24V DIN POWER SUPPLY QTY 2	AMAZON CAPITAL SERVICES, I	24V DIN POWER SUPPLY QTY 2	9.59	109562
Total For Dept 175.000 ADMINISTRATIVE SERVICES				6,899.33	
Dept 544.000 DISTRIBUTION					
591-544.000-726.800	SUPPLIES - OPERATIONS	FAMILY FARM & HOME	WORK ROPE	29.98	109576
591-544.000-726.800	HYDRANT FLAG	USABLUBOOK	HYDRANT FLAG	48.95	109640
591-544.000-730.039	BPU VEHICLE MAINT/SUPPLIES	RS CUSTOM EXHAUST LLC	NEW EXHAUST FROM MANIFOLD TO MUFFLER	1,453.22	109625
591-544.000-930.000	EMERGENCY WATER MAIN REPAIR ON M	DRY MAR TRUCKING & DIRTWOF	EMERGENCY WATER MAIN REPAIR ON M99 BY F	11,200.00	109573
591-544.000-930.000	HAND TORCH	GELZER HJ & SON INC	HAND TORCH	13.98	109580
591-544.000-930.000	SS SCREEN FOR VENT PIPE	MCMASTER - CARR	SS SCREEN FOR VENT PIPE	19.97	109604
591-544.000-930.000	BUFFALO SOCKET	PERFORMANCE AUTOMOTIVE	BUFFALO SOCKET	13.39	109613

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Fund 591 WATER FUND					
Dept 544.000 DISTRIBUTION					
Total For Dept 544.000 DISTRIBUTION				12,779.49	
Dept 545.000 PURIFICATION					
591-545.000-727.200	SUPPLIES - SODIUM HYPOCHLORITE	UNIVAR SOLUTIONS USA INC	SODIUM HYPOCHLORITE	5,707.17	109638
591-545.000-930.000	REPAIRS & MAINTENANCE	AMERICAN COPPER AND BRASS,	RETURNED PARTS	(224.16)	109563
591-545.000-930.000	STRUT BASES	AMERICAN COPPER AND BRASS,	STRUT BASES	224.16	109563
591-545.000-930.000	STRUT BASES	MCMASTER - CARR	STRUT BASES	101.81	109604
Total For Dept 545.000 PURIFICATION				5,808.98	
Total For Fund 591 WATER FUND				53,023.50	
Fund 640 REVOLVING MOBILE EQUIP. FUND					
Dept 443.000 MOBILE EQUIPMENT MAINTENANCE					
640-443.000-726.000	RAGS FOR SHOP	CINTAS CORPORATION	MATS AND RAGS FOR DPS	5.00	109568
640-443.000-726.000	RAGS FOR SHOP	CINTAS CORPORATION	MATS AND RAGS FOR DPS	5.00	109568
640-443.000-726.000	JUMP SOCKET SET FOR SHOP	FAMILY FARM & HOME	GRADE 8 NUTS/BOLTS/WASHERS AND JUMBO SC	79.99	109576
640-443.000-730.000	GRADE 8 NUTS/BOLTS/WASHERS FOR #	FAMILY FARM & HOME	GRADE 8 NUTS/BOLTS/WASHERS AND JUMBO SC	5.21	109576
640-443.000-730.000	HOSE FITTING AND 3/4 HYD HOSE FO	GREENMARK EQUIPMENT	HOSE FITTING AND 3/4 HYD HOSE FOR #21	48.64	109583
640-443.000-730.000	KNIFES AND BOLTS FOR #16.3	MACQUEEN EMERGENCY GROUP	KNIFES AND BOLTS FOR #16.3	1,169.50	109601
640-443.000-730.000	TEE FOR #20	MICHIGAN CAT	TEE FOR #20	45.95	109606
640-443.000-730.000	ELBOW FOR #20	MICHIGAN CAT	ELBOW FOR #20	13.48	109606
640-443.000-730.000	TUBE A FOR #20	MICHIGAN CAT	TUBE A FOR #20	148.69	109606
640-443.000-730.000	SEALS, RINGS, CLIPS, ELBOWS, NIP	MICHIGAN CAT	SEALS, RINGS, CLIPS, ELBOWS, NIPPLES FC	217.64	109606
640-443.000-730.000	TUBE A FOR #20	MICHIGAN CAT	TUBE A FOR #20	108.18	109606
640-443.000-730.000	TUBE A FOR #20	MICHIGAN CAT	TUBE A FOR #20	148.69	109606
640-443.000-730.000	RED NEOPRENE AIR KIND WASHER FOR	MORIARTY MACHINERY & SUPPI	RED NEOPRENE AIR KIND WASHER FOR #28.4	27.19	109609
640-443.000-730.000	CREDIT FOR RETURN OF 4 LED LAMP	MORIARTY MACHINERY & SUPPI	CREDIT FOR RETURN OF 4 LED LAMP - AMBEF	(460.00)	109609
640-443.000-730.000	NEW TIRES FOR #39	NORM'S TIRE & SERVICE	NEW TIRES FOR #39	1,775.96	109610
640-443.000-730.000	WIRE ACCESSORIES FOR #47	PERFORMANCE AUTOMOTIVE	WIRE ACCESSORIES FOR #47	20.78	109613
640-443.000-730.000	MULTITRAC HYD GALLON FOR #20	PERFORMANCE AUTOMOTIVE	MULTITRAC HYD GALLON FOR #20	26.00	109613
640-443.000-730.000	MISC PARTS SHIPPED FOR #24	PERFORMANCE AUTOMOTIVE	MISC PARTS SHIPPED FOR #24	109.99	109613
640-443.000-801.000	POSTAGE - OIL SAMPLE	CARD SERVICES CENTER	J. BLAKE CREDIT CARD	20.59	994
Total For Dept 443.000 MOBILE EQUIPMENT MAINTENANCE				3,516.48	
Total For Fund 640 REVOLVING MOBILE EQUIP. FUND				3,516.48	

10/31/2024 12:11 PM
User: klopresto
DB: Hillsdale

INVOICE GL DISTRIBUTION REPORT FOR CITY OF HILLSDALE
EXP CHECK RUN DATES 10/31/2024 - 10/31/2024
BOTH JOURNALIZED AND UNJOURNALIZED
PAID

GL Number	Invoice Line Desc	Vendor	Invoice Description	Amount	Check #
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Fund Totals:

Fund 101 GENERAL FUND	59,619.52
Fund 202 MAJOR ST./TRUNK	21,656.50
Fund 203 LOCAL STREET FUND	4,085.76
Fund 208 RECREATION FUND	3,122.39
Fund 247 TAX INCREMENT FUND	21,170.00
Fund 271 LIBRARY FUND	1,532.09
Fund 481 AIRPORT IMPROVEMENT	27,469.69
Fund 582 ELECTRIC FUND	869,929.85
Fund 588 DIAL A RIDE	198,575.11
Fund 590 SEWER FUND	182,991.18
Fund 591 WATER FUND	53,023.50
Fund 640 REVOLVING MOBILITY	3,516.48

Total For All Funds:	<u>1,446,692.07</u>
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CITY COUNCIL MINUTES

City of Hillsdale
November 12, 2024
8:00 P.M.

Regular Meeting

Call to Order and Pledge of Allegiance

Mayor Adam Stockford opened the meeting with the Pledge of Allegiance.

Roll Call

Mayor Adam Stockford called the meeting to order. Clerk Price took roll call.

Council Members present: Adam Stockford, Mayor
R Greg Stuchell, Ward 1
William Morrissey, Ward 2
Joshua Paladino, Ward 4
Robert Socha, Ward 4

Council Members absent: Anthony Vear, Ward 1
Cynthia Pratt, Ward 2
Gary Wolfram, Ward 3
Bruce Sharp, Ward 3

Also Present: Katy Price (City Clerk), Bob Flynn, Shannon Gainer.

Public Comment

None

Oath of Office

Motion to recess to the November 18, 2024 Council meeting. Due to new election law and the Board of Canvassers not certifying the election until a later date.

By a voice vote, the motion passed unanimously.

General Public Comment

None

Recess

Motion by Council Member Morrissey, seconded by Council Member Socha moved to recess the meeting until Monday, November 18, 2024.

By a voice vote, the motion passed unanimously. The meeting recessed at 8:09 p.m.

Adam L. Stockford, Mayor

Katy Price, City Clerk

CITY COUNCIL MINUTES

City of Hillsdale
November 18, 2024
7:00 P.M.

Regular Meeting

Reconvened from November 12, 2024 Meeting

III. Oath of Office (Board of Canvassers to Certify Election after November 12, 2024)

Ward One Council Seat- Jacob Bruns

City Clerk Price administered Oath of Office to newly elected ward one Council Member Bruns. Bruns took his seat with Council.

Ward Two Council Seat- Matthew Bentley

City Clerk Price administered Oath of Office to newly elected ward two Council Member Bentley. Bentley took his seat with Council.

Ward Three Council Seat- Bob Flynn

City Clerk Price administered Oath of Office to newly elected ward three Council Member Flynn. Flynn took his seat with Council.

Ward Four Council Seat – Robert Socha

City Clerk Price administered Oath of Office to newly re-elected ward four Council Member Socha. Socha took his seat with Council.

Mayor Stockford congratulated new Council members and made a few comments. Stockford stated he will add his resignation on the December 2, 2024 agenda. He has moved out of the City. He also gave a brief background of the mayor.

IV. Mayor Pro Tem Election

Councilman Morrissey and Councilman Paladino expressed interest in the Mayor pro tem position.

Election processed ensued, council voted by written ballot.

Clerk Price tallied votes. Votes were noted:

Paladino 5, Morrissey 4

Paladino received votes from Councilman Bruns, Paladino, Socha, Bentley and Mayor Stockford.

Morrissey received votes from Councilman Flynn, Morrissey, Wolfram, and Stuchell.

V. Public Comment on Non-Agenda Items

Shannon Gainer, Ward four, thanked Mayor Stockford for his services, welcomed new council members and spoke about special assessments.

Jack McLain, Hillsdale Twp., stated on November 9, 2020 Councilmembers were sworn in from the election and included Socha. His concern was he wasn't sworn in at the November 12, 2024 meeting. McLain also stated he hoped that Council votes for what is best for the City.

VI. Adjournment

Motion by Council Member Stuchell, seconded by Council Member Socha moved to adjourn the meeting.

By a voice vote, the motion passed unanimously. The meeting adjourned at 7:28 p.m.

Mayor Stockford called to order the November 18, 2024 regular council meeting.

Call to Order and Pledge of Allegiance

Mayor Adam Stockford opened the meeting with the Pledge of Allegiance.

Roll Call

Mayor Adam Stockford called the meeting to order. Clerk Price took roll call.

Council Members present:	Adam Stockford, Mayor R Greg Stuchell, Ward 1 Jacob Bruns, Ward 1 William Morrissey, Ward 2 Matthew Bentley, Ward 2 Gary Wolfram, Ward 3 Bob Flynn, Ward 3 Robert Socha, Ward 4 Joshua Paladino, Ward 4
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Council Members absent:	None
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Also Present: David Mackie (City Manager), Attorney Tom Thompson, Katy Price (City Clerk), Jason Blake (DPS Director), Brandon Janes (IT), Ginger Moore (Airport Manager), Steve Boyd, Tom Siimes, Sheri Ingles, Karen Hill, Cindy Flynn, Ann Davis, Louise Worms, Shannon Gainer, Keri Stewart, Gerry Brown, Dan Poole (HCFD), Stephanie Stockford, Penny Myers, Eric Myers, Christian Winter, Casey Sullivan, Missy DesJardin, Brian DesJardin, Grace Novak, Brad Benzing.

Approval of Agenda

Motion by Councilman Morrissey, support by Councilman Flynn, to approve the agenda as presented.

All ayes. Motion carried.

Public Comment

Christian Winter, ward one, commented on his potential Planning Commission appointment and his residency.

Keri Stewert, Homeless advocate, spoke on Camp Hope and supporting Missy DesJardin’s effort.

Jack McLain, Hillsdale Twp., commented on the Freedom of Information Act Appeal. McLain stated if you ask for the information you should pay for it.

Shannon Gainer, ward four, commented on the audit and procedure.

Consent Agenda

- A. Approval of Bills
 - 1. City and BPU Claims of October 17, 2024: \$297,979.51
 - 2. Payroll of November 7, 2024: \$214,154.92
- B. City Council Minutes of November 4, 2024
- C. Finance Minutes of November 4, 2024
- D. BPU Minutes of November 12, 2024
- E. BPU SmartSights WIN-911
- F. BPU Grit Screw Wear Shoe Replacement
- G. BPU Mowing Contract 1 year Extension
- H. BPU Hallett and South Lift Station Standby Generators

Motion by Councilman Morrissey, support by Councilman Socha, to approve the agenda as

presented.

All ayes. Motion carried.

Communication/Petitions

- A. Audit Report
- B. Holiday Bazaar Flyer
- C. Melissa DesJardin- Camp Hope Discussion
- D. Penny Myers- Share the Warmth Discussion
- E. Hillsdale County Commissioner Update – Doug Ingles

Melissa DesJardin, Hillsdale Community Thrift, gave an update on Camp Hope and stated she received a letter from the City requesting the tent on property come down end of January 2025.

Penny Myers, Share the Warm Director gave a brief update on the program. Stated she is hoping to go full time with a shelter soon.

Doug Ingles, County Commissioner, end of November scaffolding should be completely down on the Courthouse. Discussion on the clock chimes ensued.

Introduction and Adoption of Ordinances/Public Hearings

Old Business

New Business

- A. Airport Hangar Lease

Ginger Moore, Airport Manager reported Tom Siimes is a current renter in corporate hangar #1. Siimes currently leases the hangar for \$400/month. The hangar is 2,700 sq ft. It is an old hangar in need of new hangar doors and lighting. Siimes has agreed to put at least \$50,000.00 in repairs in lieu of hangar rent for the next 10 years. After 10 years he would pay a market value rent.

Motion by Council Member Flynn, seconded by Council Member Socha moved to approve the hangar improvement agreement as presented with Tom Siimes.

Roll Call:

Councilman Bentley	Nay
Councilman Flynn	Aye
Councilman Socha	Aye
Councilman Stuchell	Aye
Councilman Bruns	Nay
Councilman Wolfram	Aye
Mayor Stockford	Aye
Councilman Morrisey	Aye
Councilman Paladino	Nay

Motion passed 6-3

- B. Airport Tug Purchase

Ginger Moore, Airport Manager stated the airport is in need of an aircraft tug that can pull an aircraft weighing up to 25,000 lbs. Airplane tugs are used to put the aircraft into the hangar and to bring it out of the hangar when preparing for a flight. They can also be useful when multiple aircraft are on the apron and need to be repositioned. Tiffin Aire Tug can pull up to 25,000 lbs. The cost of the tug is approximately \$25,000 and was approved in the fiscal year budget.

Motion by Council Member Flynn, seconded by Council Member Socha moved to make the tug purchase from Tiffin Aire for the presented quoted price.

Roll Call:

Councilman Flynn	Aye
Councilman Socha	Aye
Councilman Stuchell	Aye
Councilman Bruns	Nay
Councilman Wolfram	Aye
Mayor Stockford	Nay
Councilman Morrissey	Aye
Councilman Paladino	Nay
Councilman Bentley	Nay

Motion passed 5-4

C. FOIA Appeal

David Mackie, City Manager/FOIA Coordinator stated on November 6, 2024 the City received the FOIA Appeal from Michael Ayele (W) asking that the City waive the FOIA fees associated with his request.

Council discussion ensued on FOIA.

Motion by Council Member Socha, seconded by Council Member Morrissey moved to deny the FOIA appeal request.

By a voice vote, the motion passed unanimously.

Miscellaneous Reports

A. Proclamations – None

B. Appointment- Planning Commission – Christian Winter

Councilman Flynn shared concerns on candidates that are not present at meetings to ask questions. His concern is the short length of time Mr. Winter has been in the City.

Further Council discussion ensued.

Motion by Councilman Paladino, seconded by Councilman Bruns moved to approve Christian Winter to the Planning Commission.

Roll Call:

Councilman Socha	Aye
Councilman Stuchell	Aye
Councilman Bruns	Aye
Councilman Wolfram	Nay
Mayor Stockford	Aye
Councilman Morrissey	Nay
Councilman Paladino	Aye
Councilman Bentley	Aye
Councilman Flynn	Nay

Motion passed 6-3

General Public Comment

Joseph Hendee, 181 Rea St., Spoke on the city charter and congratulated newly elected Council members.

Jack McLain, Hillsdale Twp., commented on standing committee assignments, vetting candidates and camping ordinance.

Kari Stewart, 2288 Pondbrooke Dr., thanked Missy DesJardin and Penny Myers on a job well done and they work side by side. Hillsdale needs a transitional living arrangement. Desjardin has been doing her program out of pocket for the last year. Asked city to help take care of the homeless.

Karen Hill, ward 3 and library board member, commented on vetting candidates for boards and commissions. There is a library board vacancy and asked council to look at candidates that are more neutral and looking to do what is best for the library.

Melissa DesJardin, Hillsdale Community Thrift, asked council where the city wants the homeless to go if she has to disband Camp Hope.

Shannon Gainer, ward 4, commented that she isn't against the airport she doesn't want it to be the focus. Spoke on hangar door costs. Gainer commented on the audit and budget.

City Manager Report

Christmas Train, Wednesday, November 20, 2024 5:30- 7:00 p.m.

Library Movie Night, 3rd Wednesdays of each month.

Airport funding and revenue.

MML Handbook.

Council Comment

Councilman Socha read aloud Mayor Pro tem section of charter.

Councilman Stuchell thanked Mayor for his service and wished him well.

Councilman Flynn asked council to use their microphone for rollcall votes. Flynn reported that the SAD Westwood Project went well that he spoke with and thanked this city of a job well done and had great communication throughout the project. Also, Flynn thanked Mayor Stockford for his services and wished him well.

Councilman Wolfram thanked Mayor Stockford for his service and agreed on the communication on the SAD Westwood Project stating it was great.

Adjournment

Motion by Councilmember Stuchell, seconded by Councilmember Flynn to adjourn the meeting.

By a voice vote, the motion passed unanimously.

The meeting Adjourned at 9:21 p.m.

Adam L. Stockford, Mayor

Katy Price, City Clerk

CITY OF HILLSDALE FINANCE COMMITTEE

Place: City Hall Second Floor Conference Room

Date: November 18, 2024

Time: 6:01 PM

PRESENT:

COMMITTEE: Gary Wolfram, Will Morrisey

STAFF: Jason Blake (Director of Public Services), David Mackie (City Manager),

PUBLIC: None

BOARD OF PUBLIC UTILITIES AND CITY OF HILLSDALE ACCOUNTS PAYABLE
INVOICE GL DISTRIBUTION REPORT FOR CITY OF HILLSDALE

Questions asked on Invoice Distribution Report by Finance Committee:

Fund 101

Department 175: Monthly legal fee

Fund 202

Department 900: Payment to State for project administered through MDOT

Fund 582

Department 000: Operation Round Up of utility bills—Community Action Agency helps
persons in need of assistance

Department 544: Test rubber protection equipment

Fund 590

Department 547: Test for ammonia, etc. on quarterly basis

Fund 591

Department 175: Accounting software

Fund 640

Department 443: Trackless leaf harvester parts

Motioned by Morrisey and seconded by Wolfram to approve.

Motion passed 2-0.

Motioned by Wolfram and seconded by Morrisey to adjourn

Motion passed 2-0.

Adjournment 6:41 PM

Minutes prepared by Gary Wolfram

November 4, 2024

City Council and Management
City of Hillsdale, Michigan

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Hillsdale (the City) as of and for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, and Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated June 3, 2024. Professional standards also require that we communicate to you the following information related to our audit.

We discussed these matters with various personnel in the City during the audit including management. We would also be pleased to meet with you to discuss these matters at your convenience.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in the footnotes of the financial statements. The City has adopted the following Governmental Accounting Standards Board Statements effective July 1, 2023:

- Statement No. 100, *Accounting Changes and Error Corrections*, improves the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. More understandable, reliable, relevant, consistent and comparable information will be provided to financial statement users for making decisions or assessing accountability. Additionally, the display and note disclosure requirements will result in more consistent, decision useful, understandable and comprehensive information for users about accounting changes and error corrections.

We noted no transactions entered into by the City during the year for which there is lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

- The useful lives of its capital assets. Useful lives are estimated based on the expected length of time during which the asset is able to deliver a given level of service.
- Leases receivable and the related deferred inflows of resources. The estimate is based on management's assessment of the likelihood of exercising renewal options and utilizing interest and discount rates.
- Net pension liability, and related deferred outflows of resources and deferred inflows of resources. The estimate is based on an actuarial report.

- Allowance for doubtful accounts. Management’s estimate is based on the judgement of collectability and aging of the accounts receivable balances.

We evaluated the key factors and assumptions used to develop these estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

Disclosures in the financial statements are neutral, consistent and clear.

We have identified the following significant risks of material misstatement as part of our audit planning:

- Management override of controls
- Improper revenue recognition

Accounting Standards and Regulatory Updates

The Governmental Accounting Standards Board has released additional Statements. Details regarding these Statements are described in the footnotes of the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial and communicate them to the appropriate level of management. Management has corrected all such misstatements.

The following material misstatements were detected and corrected by management:

- The City restated their beginning infrastructure and related accumulated depreciation balances for general capital assets. As a result, the Governmental Activities beginning net position was restated by \$1,162,457, causing an increase in beginning net position from \$33,840,839 to \$35,003,296.

There were no known uncorrected misstatements that were more than trivial.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors’ report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated as of the date of the audit report.

Management’s Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the City’s financial statements or a determination of the type of auditors’ opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Emphasis of Matters in Independent Auditors' Report

Our report will include the following emphasis of matter paragraph:

Emphasis of Matter Regarding Correction of Error

As described in Note 21 to the financial statements, during the year, management has determined a prior period adjustment was necessary to adjust the beginning net position of the Governmental Activities. The result of this restatement increased beginning net position by \$1,162,457. Our opinion is not modified with respect to this matter.

Other Reports

Other information that is required to be reported to you is included in the: Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance For Each Major Federal Program; Independent Auditors' Report on Internal Control Over Compliance; Independent Auditors' Report on Schedule of Expenditures of Federal Awards Required by the Uniform Grant Guidance; and the Schedule of Findings and Questioned Costs. Please read all information included in those reports to ensure you are aware of relevant information.

Report on Required Supplementary Information

We applied certain limited procedures to management's discussion and analysis and the remaining required supplementary information (RSI) as described in the table of contents of the financial statements that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Report on Other Supplementary Information

We were engaged to report on other supplementary information as described in the table of contents of the financial statements, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of the City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.

Yeo & Yeo, P.C.

Ann Arbor, Michigan

City of Hillsdale

Single Audit

June 30, 2024



YEO & YEO

**BUSINESS SUCCESS
PARTNERS**

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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditors' Report

Honorable Mayor and Members of the City Council
City of Hillsdale
Hillsdale, MI

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Hillsdale, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Hillsdale's basic financial statements, and have issued our report thereon dated November 4, 2024. Our report includes a reference to other auditors who audited the financial statements of Michigan South Central Power Agency, as described in our report on the City of Hillsdale's financial statements. The financial statements of Michigan South Central Power Agency were not audited in accordance with *Government Auditing Standards*.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Hillsdale's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Hillsdale's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Hillsdale's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Hillsdale's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City of Hillsdale's Response to Findings and Corrective Action Plan

Government Auditing Standards requires the auditor to perform limited procedures on the City of Hillsdale's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs and corrective action plan. The City of Hillsdale's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Yeo & Yeo, P.C.

Ann Arbor, MI
November 4, 2024

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditors' Report

Honorable Mayor and Members of the City Council
City of Hillsdale
Hillsdale, MI

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Hillsdale's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Hillsdale's major federal programs for the year ended June 30, 2024. The City of Hillsdale's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Hillsdale complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Hillsdale and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Hillsdale's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or agreements applicable to the City of Hillsdale's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Hillsdale's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Hillsdale's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Hillsdale's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Hillsdale's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Hillsdale's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Hillsdale, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Hillsdale's basic financial statements. We issued our report thereon dated November 4, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Yeo & Yeo, P.C.

Ann Arbor, MI
November 4, 2024

City of Hillsdale
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

	<u>Assistance Listing Number</u>	<u>Federal or Pass-Through Grant Number</u>	<u>Federal Expenditures</u>
U.S. Department of Housing and Urban Development			
Passed-through Michigan Strategic Fund Community Development Block Grant	14.228	B-20-DC-26-0001	\$ <u>1,236,865</u>
U.S. Department of Justice			
Direct award <i>Bulletproof Vest Partnership Program</i>	16.607	N/A	<u>1,819</u>
U.S. Department of Transportation			
Passed-through Michigan Department of Transportation			
Airport Improvement Program-Terminal Design	20.106	B-26-0044-3422	10,211
Airport Improvement Program-Terminal Construction	20.106	3-26-0159-2023	<u>67,160</u>
			<u>77,371</u>
Formula Grants for Rural Areas-Operating Assistance 5311-2023	20.509	2022-0066-P2	23,981
Formula Grants for Rural Areas-Operating Assistance 5311-2024	20.509	2022-0066-P4	<u>48,109</u>
			<u>72,090</u>
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs	20.526	2017-0063 P14	<u>76,418</u>
Total U.S. Department of Transportation			<u>225,879</u>
U.S. Department of Treasury			
Passed-through Michigan Department of Treasury <i>Coronavirus State and Local Fiscal Recovery Funds</i>	21.027	N/A	<u>90,696</u>
Total Federal Expenditures of Federal Awards			<u>\$ 1,555,259</u>

See Accompanying Notes to the Schedule of Expenditures of Federal Awards

City of Hillsdale
Notes to the Schedule of Expenditures of Federal Awards
June 30, 2024

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the City of Hillsdale under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City of Hillsdale, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Hillsdale.

Note 2 - Summary of Significant Accounting Policies

Expenditures

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement.

Indirect Cost Rate

The City of Hillsdale has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3 - Subrecipients

No amounts were provided to subrecipients.

City of Hillsdale
Schedule of Findings and Questioned Costs
June 30, 2024

Section I – Summary of Auditors’ Results

Financial Statements

Type of report the auditor issued on whether the financial statements were prepared in accordance with Generally Accepted Accounting Principles: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified? yes X none reported

Type of auditors’ report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes X no

Identification of major federal programs:

<i>Assistance Listing Number(s)</i>	<i>Name of Federal Program or Cluster</i>
14.228	Community Development Block Grants

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? yes X no

City of Hillsdale
Schedule of Findings and Questioned Costs
June 30, 2024

Section II – Government Auditing Standards Findings

2024-001 – Material Weakness – Audit Entries / Prior Period Adjustments

Specific Requirement:	Management is responsible for reporting reliable financial data in accordance with Generally Accepted Accounting Principles.
Condition:	The City has restated its Governmental Activities beginning of year net position by \$1,162,457 in order to appropriately account for capital asset and accumulated depreciation beginning balances.
Cause:	The City implemented new capital asset software during the current year to maintain asset and depreciation records. During implementation the City identified a formula error in the manual spreadsheet previously used to track capital assets.
Effect:	Had this not been corrected, the financial statements would have been materially misstated.
Recommendation:	The City has fully corrected this error and we have no further recommendations.
Views of responsible officials:	Management is in agreement with the finding.
Corrective action plan:	See attached.

Section III – Federal Award Findings

There were no findings or questioned costs for Federal Awards for the year ended June 30, 2024.

**City of Hillsdale
Summary Schedule of Prior Audit Findings
June 30, 2024**

Section IV – Prior Audit Findings

Government Auditing Standards Findings

2023-001 - Material Weakness – Audit Entries / Prior Period Adjustments

Criteria: Management is responsible for reporting reliable financial data in accordance with Generally Accepted Accounting Principles.

Status: Corrected.

Federal Award Findings

There were no findings or questioned costs for Federal Awards for the year ended June 30, 2023.

November 4, 2024

Yeo & Yeo, CPAs
1450 Eisenhower Place
Ann Arbor, Michigan 48108

RE: Audit June 30, 2024

Please note the following corrective action plan relating to the material weakness in the City's audit as of June 30, 2024

2024-001 – Material Weakness – Audit Entries / Prior Period Adjustments
Corrective Action Plan: Management agrees to the finding and has already corrected the recording approach for capital assets.

Thank you for your attention to this matter.

Very Truly Yours,



David Mackie, City Manager
City of Hillsdale

City of Hillsdale

Financial Statements

June 30, 2024



YEO & YEO

**BUSINESS SUCCESS
PARTNERS**

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Independent Auditors' Report

City Council and Management
City of Hillsdale
Hillsdale, Michigan

Report on the Audit of the Financial Statements

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 remaining fund information of the City of Hillsdale (the "City"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Hillsdale's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Hillsdale as of June 30, 2024, and the respective changes in 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.

We did not audit the financial statements of Michigan South Central Power Agency, which represent 15 percent, 18 percent, and 0 percent, respectively, of the assets and deferred outflows, net position, and revenues of the Electric Fund as of June 30, 2024, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinions, insofar as it relates to the amounts included for Michigan South Central Power Agency, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Hillsdale, and to meet our other 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 the 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 City of Hillsdale'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.

Auditors' 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 auditors' 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 generally accepted auditing standards and *Government Auditing Standards* 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 generally accepted auditing standards and *Government Auditing Standards*, 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 City of Hillsdale'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 City of Hillsdale'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.

Emphasis of Matter Regarding Correction of Error

As described in Note 21 to the financial statements, during the year, management has determined a prior period adjustment was necessary to adjust the beginning net position of the Governmental Activities. The result of this restatement increased beginning net position by \$1,162,457. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules, and the pension schedules, 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 who 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 and other auditors 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Hillsdale's basic financial statements. The other supplementary information, as identified in the table of contents, is presented for purposes 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 the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the other supplementary 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2024 on our consideration of the City of Hillsdale's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Hillsdale's internal control over financial reporting or on compliance. That report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Hillsdale's internal control over financial reporting and compliance.

Yeo & Yeo, P.C.

Ann Arbor, Michigan
November 4, 2024

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

As management of the City of Hillsdale, Michigan (The "City" or "government"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the financial statements.

Financial Highlights

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$84,251,605 (*net position*). Of this amount, \$18,499,744 represents *unrestricted net position*.
- The City's revenues were \$32,671,459 and expenses were \$27,605,742 for an increase in net position of \$6,228,174.
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$13,325,743, an increase of \$1,307,228 in comparison with the prior year. Approximately 11.2% of this amount, or \$1,494,535, is available for spending at the City's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$1,494,535, or approximately 17.8% of total general fund expenditures and transfers out.

Overview of the Financial Statements

The discussion and analysis provided here is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support 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 City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the City's assets, deferred outflows, liabilities, and deferred inflows, with the difference 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 City is improving or deteriorating.

The *statement of activities* presents information showing how the City'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 for some items that will only result in cash flows in future fiscal periods (e.g., changes in the City's net pension liability and capital asset activity).

Both of the government-wide financial statements distinguish functions of the City 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 City include general government, public safety services, streets and highways, airport, community and economic development, and recreation and culture. The business-type activities of the City include electric, water, and sewer services as well as Dial-A-Ride transportation services.

The government-wide financial statements include not only the City of Hillsdale itself (known as the primary government), but also a legally separate Economic Development Corporation and Tax Increment Finance

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

Authority for which the City is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

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 City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City 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 assessing 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 City maintains several 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 and capital improvement funds, which are considered to be major funds. Data from the other remaining funds are presented as a separate column as they are considered nonmajor funds.

The City adopts an annual appropriated budget for the general fund and each special revenue fund. A budgetary comparison schedule for the general fund and each major special revenue fund has been provided to demonstrate compliance with these budgets.

Proprietary Funds. The City maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprises funds to account for its electric, water, sewer, and Dial-A-Ride operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions.

The City uses several internal service funds to account for various costs by allocating the cost to the funds that are using the resources. Because these services predominantly benefit governmental rather than business-type functions, they have been included within the 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 water, sewer, and electric operations, of which are considered to be major funds of the City. Dial-A-Ride is considered to be a nonmajor proprietary fund and is noted in a separate column of the financial statements. The internal service funds data is presented in the proprietary fund financial statements.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

funds is much like that used for proprietary funds. The City reports two types of fiduciary funds, which are custodial funds and private purpose trust funds.

Custodial funds report resources held by the City in a custodial capacity for individuals, private organizations, and other governments.

Private purpose trust funds report resources earmarked for other services. In the City's case, the resources are earmarked for hospital care.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City's budgetary comparison schedules and the City's pension schedules.

This report also presents other supplementary information which includes the combining and individual fund statements and the Dial-A-Ride transit schedules. The combining statements and transit schedules are presented immediately following the required supplementary information on pensions.

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows of resources by \$84,251,605 at the close of the most recent fiscal year.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Assets						
Cash and investments	\$ 14,101,356	\$ 12,181,318	\$ 10,900,384	\$ 15,275,377	\$ 25,001,740	\$ 27,456,695
Receivables (net)	1,107,061	750,772	2,526,994	2,240,701	3,634,055	2,991,473
Due from other units of government	376,082	374,443	628,905	53,995	1,004,987	428,438
Inventories	141,278	146,741	633,478	522,850	774,756	669,591
Prepaid items	209,303	181,489	1,162,651	247,648	1,371,954	429,137
Restricted assets						
Cash and cash equivalents	-	-	4,053,459	1,202,488	4,053,459	1,202,488
Advances to other funds	-	-	150,000	-	150,000	-
Investment in joint venture	-	-	5,046,920	4,803,781	5,046,920	4,803,781
Advances to component unit	-	-	80,000	120,000	80,000	120,000
Right to use assets, net of amortization	-	20,607	-	114,236	-	134,843
Capital assets, net of accumulated depreciation	<u>28,742,371</u>	<u>27,245,780</u>	<u>38,102,289</u>	<u>34,680,161</u>	<u>66,844,660</u>	<u>61,925,941</u>
Total assets	<u>44,677,451</u>	<u>40,901,150</u>	<u>63,285,080</u>	<u>59,261,237</u>	<u>107,962,531</u>	<u>100,162,387</u>
Deferred Outflows of Resources						
Deferred amount relating to net pension liability	<u>858,966</u>	<u>1,464,962</u>	<u>757,345</u>	<u>1,247,928</u>	<u>1,616,311</u>	<u>2,712,890</u>
Liabilities						
Accounts payable	873,842	317,114	1,234,006	1,054,214	2,107,848	1,371,328
Contracts payable - retainage	101,272	172,357	221,456	284,884	322,728	457,241
Due to other units of government	195	-	53,222	27,690	53,417	27,690
Payroll and other liabilities	136,282	-	892,959	-	1,029,241	-
Unearned revenue	-	90,696	-	-	-	90,696
Interest payable	25,328	-	-	-	25,328	-
Noncurrent liabilities						
Debt due within one year	270,221	244,162	559,192	515,582	829,413	759,744
Debt due in more than one year	2,270,509	2,531,782	9,974,588	10,497,814	12,245,097	13,029,596
Advances from other funds	-	-	150,000	-	150,000	-
Net pension liability	<u>4,390,809</u>	<u>4,849,281</u>	<u>3,917,180</u>	<u>3,935,863</u>	<u>8,307,989</u>	<u>8,785,144</u>
Total liabilities	<u>8,068,458</u>	<u>8,205,392</u>	<u>17,002,603</u>	<u>16,316,047</u>	<u>25,071,061</u>	<u>24,521,439</u>
Deferred inflows of resources						
Deferred amount relating to leases receivable	256,176	307,525	-	-	256,176	307,525
Deferred amount relating to net pension liability	-	12,356	-	10,526	-	22,882
Total deferred inflows of resources	<u>256,176</u>	<u>319,881</u>	<u>-</u>	<u>10,526</u>	<u>256,176</u>	<u>330,407</u>
Net position						
Net investment in capital assets	25,722,799	24,799,739	27,507,053	24,060,230	53,229,852	48,859,969
Restricted	8,468,550	7,681,565	4,053,459	1,202,488	12,522,009	8,884,053
Unrestricted	<u>3,020,434</u>	<u>1,359,535</u>	<u>15,479,310</u>	<u>18,919,874</u>	<u>18,499,744</u>	<u>20,279,409</u>
Total net position	<u>\$ 37,211,783</u>	<u>\$ 33,840,839</u>	<u>\$ 47,039,822</u>	<u>\$ 44,182,592</u>	<u>\$ 84,251,605</u>	<u>\$ 78,023,431</u>

The largest portion of the City's net position of \$53,229,852 (63.2%) reflects its investment in capital assets (e.g., construction in progress, land, buildings and improvements, furniture and fixtures, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

Governmental Activities

Cash and investments increased by \$1,920,038 during the year to \$14,101,356 as of year-end. The primary reason for this was the cash received from a bond sale but not yet spent as well as expenditures coming in under budget for fiscal year. Receivables increased by \$356,289 due to timing of revenues received compared to prior year. Pension-related deferred outflows of resources decreased by \$605,996 as the return on investments was less than expected while pension-related deferred inflows of resources also decreased by \$12,356 for the same reason. With that, net pension liability decreased by \$458,472.

Business-type Activities

Cash and investments, including restricted cash, decreased by \$4,374,993 during the current year to \$10,900,384 as of year-end. The primary reason for this was the use of money received from the sale of bonds for capital projects. The City's investment in M.S.C.P.A. increased by \$243,139 as the City's share increased slightly to 22.46%. Pension-related deferred outflows of resources decreased by \$490,583 as the return on investments was less than expected while pension-related deferred inflows of resources also decreased by \$10,526 as the for the same reason. With that, net pension liability decreased by \$18,683.

The City's overall net position increased \$6,228,174 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Revenues						
Program Revenues						
Charges for services	\$ 1,400,707	\$ 767,007	\$ 19,308,041	\$ 18,527,880	\$ 20,708,748	\$ 19,294,887
Operating grants and contributions	3,255,245	3,026,766	1,626,420	605,645	4,881,665	3,632,411
Capital grants and contributions	77,371	336,970	-	140,071	77,371	477,041
Total Program Revenues	<u>4,733,323</u>	<u>4,130,743</u>	<u>20,934,461</u>	<u>19,273,596</u>	<u>25,667,784</u>	<u>23,404,339</u>
General Revenues						
Taxes	3,452,432	3,257,984	-	-	3,452,432	3,257,984
Unrestricted state sources	1,256,994	1,249,792	-	-	1,256,994	1,249,792
Unrestricted investment earnings	635,911	275,874	919,305	300,534	1,555,216	576,408
Gain on sale of capital assets	16,576	435,884	27,330	-	43,906	435,884
Miscellaneous	255,289	273,997	439,838	298,048	695,127	572,045
Transfers (net)	(31,603)	39,582	31,603	(39,582)	-	-
Total revenues	<u>10,318,922</u>	<u>9,663,856</u>	<u>22,352,537</u>	<u>19,832,596</u>	<u>32,671,459</u>	<u>29,496,452</u>
Expenses						
General government	1,158,664	1,573,473	-	-	1,158,664	1,573,473
Public safety	2,687,946	3,258,044	-	-	2,687,946	3,258,044
Public works	3,171,019	3,153,514	-	-	3,171,019	3,153,514
Community and economic development	251,553	267,302	-	-	251,553	267,302
Recreation and culture	744,257	658,554	-	-	744,257	658,554
Interest on payables	96,996	28,507	-	-	96,996	28,507
Electric	-	-	14,829,941	13,975,125	14,829,941	13,975,125
Sewer	-	-	2,248,746	2,060,985	2,248,746	2,060,985
Water	-	-	2,053,285	2,047,477	2,053,285	2,047,477
Transportation	-	-	363,335	349,546	363,335	349,546
Total expenses	<u>8,110,435</u>	<u>8,939,394</u>	<u>19,495,307</u>	<u>18,433,133</u>	<u>27,605,742</u>	<u>27,372,527</u>
Changes in Net Position	2,208,487	724,462	2,857,230	1,399,463	5,065,717	2,123,925
Net position - beginning (restated)	<u>35,003,296</u>	<u>33,116,377</u>	<u>44,182,592</u>	<u>42,783,129</u>	<u>79,185,888</u>	<u>75,899,506</u>
Net position - end of year	<u>\$ 37,211,783</u>	<u>\$ 33,840,839</u>	<u>\$ 47,039,822</u>	<u>\$ 44,182,592</u>	<u>\$ 84,251,605</u>	<u>\$ 78,023,431</u>

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

Governmental Activities

Governmental activities increased the City's net position by \$2,208,487. The total increase was the result of total revenues of \$10,318,922 less total expenses of \$8,110,435. Capital grants and contributions decreased from \$336,970 in the prior year to \$77,371 during the current year in large part due to decreased grant revenue for various grants. An increase in taxable value increased overall tax revenues by \$194,448. Governmental Activities expense decreased by \$828,959 as there was a decrease in pension expense. A decrease in pension expense was the primary contributor to the decrease of \$570,098 in public safety expenses. Decreased depreciation as assets mature contributed to the \$17,505 decrease in public works expenses.

Business-type Activities

Charges for services increased by \$780,161, primarily a result of overall increase in utility rates in the past year. Overall expenses increased by \$1,062,174 as there were increases in production, distribution, collection system, treatment, administrative and general, and depreciation costs.

Financial Analysis of Governmental Funds

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

Governmental Funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City's Council.

At June 30, 2024, the City's governmental funds reported combined fund balances of \$13,325,743, an increase of \$1,307,228 in comparison with the prior year. Approximately 11.1% of this amount, or \$1,494,535, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. Approximately 27.7% or \$3,964,662 constitutes *assigned fund balance*, which is assigned for various capital projects. The remainder of the fund balance is either *nonspendable* or *restricted* to indicate that it is: 1) not in spendable form, \$171,909, or 1.3%, for prepaid items, as well as \$747,756 for the corpus of a trust and 2) restricted for particular purposes, \$6,946,881, or 52.1% for major and local streets, debt service, capital improvement projects, and various permanent sources.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$1,494,535 while total fund balance increased to \$1,653,625. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures and transfers out. Unassigned fund balance represents approximately 17.8% of total general fund expenditures and transfers out while total fund balance represents approximately 19.7% of that same amount.

The fund balance of the City's general fund decreased by \$2,973,200 during the current fiscal year. This compares to an increase of \$1,593,064 in the prior year. The primary reason for the current year decrease in general fund balance relates to increased transfers out during the year to set aside funds for future capital improvements.

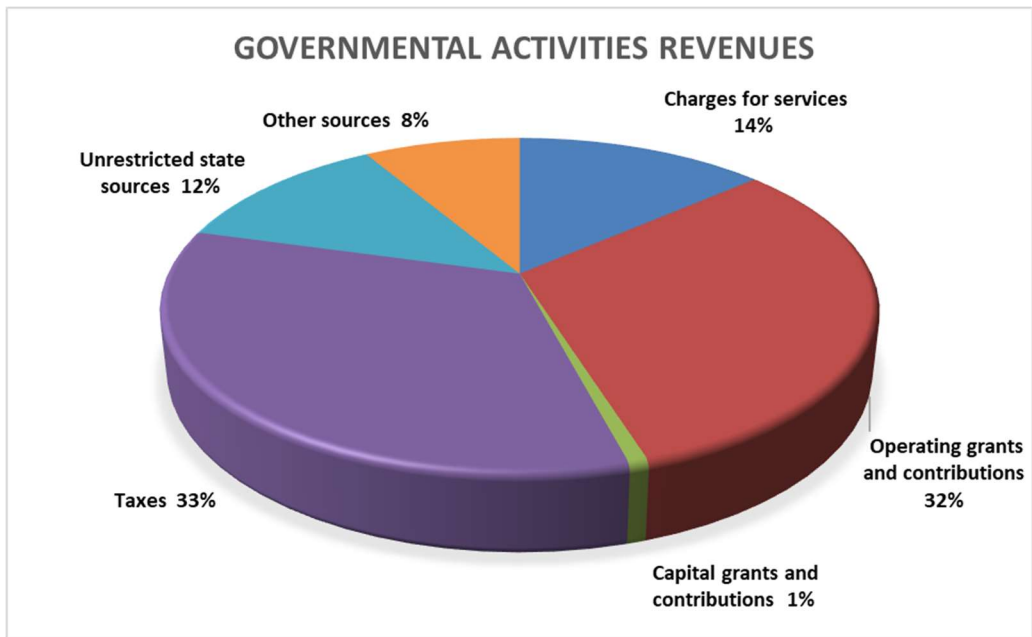
Proprietary Funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

Unrestricted net position of the electric fund was \$12,566,000. The increase in net position was \$53,819. Unrestricted net position of the sewer fund was \$1,532,032. The sewer fund had \$2,737,074 as restricted net position for debt service and bond reserves. The increase in net position was \$1,557,274. Unrestricted net position of the water fund was \$1,275,337. The water fund had \$1,316,385 as restricted net position for bond reserves. The increase in net position was \$1,139,353. Unrestricted net position of the Dial-A-Ride, a nonmajor enterprise fund, was \$105,941. The increase in net position was \$106,784. Detailed information regarding the change in net position for these funds can be found in an earlier section of this report.

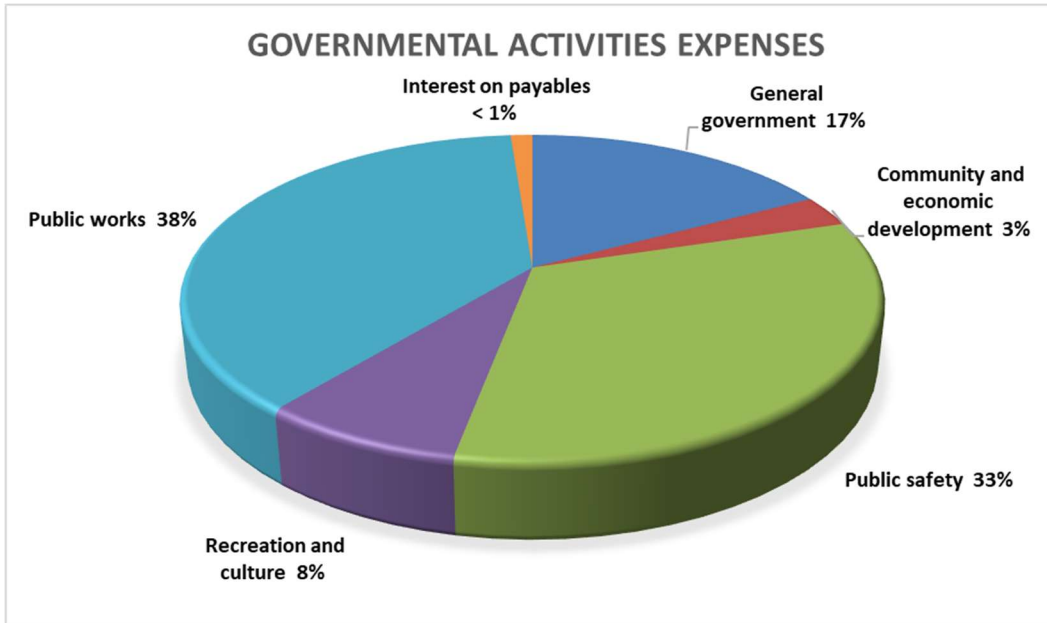
Governmental Activities

The following chart summarizes the revenue sources for the governmental activities of the City for the most recent fiscal year-end.



**City of Hillsdale
Management's Discussion and Analysis
June 30, 2024**

The following chart summarizes the expenses for the governmental activities of the City for the most recent fiscal year-end.



General Fund Budgetary Highlights

Original budget compared to final budget. There were no significant increases or decreases to the original budgeted appropriations or estimated revenues during the year. Minor adjustments were made in various functions to better allocate costs.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2024, amounts to \$66,888,248 (net of accumulated depreciation). This investment in capital assets includes land and improvements, buildings and improvements, furniture, equipment, vehicles, and utility, street, and airport infrastructure.

The following construction projects were worked on during the year:

- Various street and utility improvements on Westwood streets and water, sewer, and stormwater improvements and Willow and Oak drainage project.

As of June 30, 2024, the following major projects remain open at year-end:

- Various street, sewer and water improvements as well as airport improvements for terminal building.

More detailed information about the City's capital assets can be found in Note 5.

City of Hillsdale
Management's Discussion and Analysis
June 30, 2024

Long-term Debt

As described in Note 8 to the financial statements, the City had \$13,334,510, a \$674,830 decrease from the prior year, in long-term debt outstanding at the end of the fiscal year. The City is well under its legal debt limit as of year-end.

Economic Condition and Outlook

Management estimates that approximately \$5.5 million of revenues will be available for appropriation in the general fund in the upcoming budget. Expenditures are expected to change by small amounts compared to 2024. The City continues to review all budget line items for opportunities to reduce expenditures when possible. The budget will be monitored during the year to identify any necessary amendments. In 2025, the City plans again to use current revenues to provide essential services, to maintain the City's financial reserves in accordance with the City's fund balance policy, and to complete several construction projects as indicated above. The ongoing costs of providing essential services for the citizens of the City will again need to be monitored in order to maintain the financial condition of the City.

Contacting the City

This financial report is designed to provide a general overview of the City's finances to its citizens, customers, investors, and creditors and to demonstrate the City's accountability for the resources it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to:

Finance Department
City of Hillsdale
97 North Broad Street
Hillsdale, MI 49242

or by contacting the finance department, 517.437.6446 or finance@cityofhillsdale.org or City Manager, David Mackie, 517.437.6444 or dmackie@cityofhillsdale.org.

City of Hillsdale
Statement of Net Position
June 30, 2024

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and cash equivalents	\$ 14,101,356	\$ 10,900,384	\$ 25,001,740	\$ 365,006
Receivables				
Accounts	78,487	2,525,014	2,603,501	625
Special assessments	761,094	-	761,094	-
Interest	-	1,980	1,980	-
Leases receivable	267,480	-	267,480	93,858
Due from other units of government	376,082	628,905	1,004,987	-
Inventories	141,278	633,478	774,756	-
Prepaid items	209,303	1,162,651	1,371,954	1,695
Restricted assets				
Cash and cash equivalents	-	4,053,459	4,053,459	-
Advances to other funds	-	150,000	150,000	-
Investment in joint venture	-	5,046,920	5,046,920	-
Advances to component unit	-	80,000	80,000	-
Capital assets not being depreciated	9,920,638	4,256,244	14,176,882	144,967
Capital assets, net of accumulated depreciation	<u>18,821,733</u>	<u>33,846,045</u>	<u>52,667,778</u>	<u>2,375,506</u>
Total assets	<u>44,677,451</u>	<u>63,285,080</u>	<u>107,962,531</u>	<u>2,981,657</u>
Deferred outflows of resources				
Pension related	<u>858,966</u>	<u>757,345</u>	<u>1,616,311</u>	<u>-</u>
Liabilities				
Accounts payable	873,842	1,234,006	2,107,848	7,724
Contracts payable - retainage	101,272	221,456	322,728	-
Due to other units of government	195	53,222	53,417	80,000
Payroll and other liabilities	136,282	892,959	1,029,241	2,057
Interest payable	25,328	-	25,328	-
Noncurrent liabilities				
Debt due within one year	270,221	559,192	829,413	40,000
Debt due in more than one year	2,270,509	9,974,588	12,245,097	220,000
Advances from other funds	-	150,000	150,000	-
Net pension liability	<u>4,390,809</u>	<u>3,917,180</u>	<u>8,307,989</u>	<u>-</u>
Total liabilities	<u>8,068,458</u>	<u>17,002,603</u>	<u>25,071,061</u>	<u>349,781</u>
Deferred inflows of resources				
Lease related	<u>256,176</u>	<u>-</u>	<u>256,176</u>	<u>79,009</u>
Net position				
Net investment in capital assets	25,722,799	27,507,053	53,229,852	2,260,473
Restricted for				
Debt service	-	1,267,182	1,267,182	-
Permanent funds				
Non-expendable	747,756	-	747,756	-
Expendable	113,619	-	113,619	-
Capital projects	138,982	2,786,277	2,925,259	-
Streets	5,704,708	-	5,704,708	-
Public safety	8,696	-	8,696	-
Recreation and culture	944,438	-	944,438	-
Community and economic development	810,351	-	810,351	-
Unrestricted	<u>3,020,434</u>	<u>15,479,310</u>	<u>18,499,744</u>	<u>292,394</u>
Total net position	<u>\$ 37,211,783</u>	<u>\$ 47,039,822</u>	<u>\$ 84,251,605</u>	<u>\$ 2,552,867</u>

See Accompanying Notes to the Financial Statements

City of Hillsdale
Statement of Activities
For the Year Ended June 30, 2024

	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Functions/programs								
Primary government								
Governmental activities								
General government	\$ 1,158,663	\$ 630,899	\$ 1,423,137	\$ -	\$ 895,373	\$ -	\$ 895,373	\$ -
Public safety	2,687,946	60,593	5,423	-	(2,621,930)	-	(2,621,930)	-
Public works	3,171,019	514,741	1,289,647	77,371	(1,289,260)	-	(1,289,260)	-
Community and economic development	251,553	-	-	-	(251,553)	-	(251,553)	-
Recreation and culture	744,257	194,474	537,038	-	(12,745)	-	(12,745)	-
Interest	96,996	-	-	-	(96,996)	-	(96,996)	-
Total governmental activities	<u>8,110,435</u>	<u>1,400,707</u>	<u>3,255,245</u>	<u>77,371</u>	<u>(3,377,112)</u>	<u>-</u>	<u>(3,377,112)</u>	<u>-</u>
Business-type activities								
Electric	14,829,941	14,182,199	5,000	-	-	(642,742)	(642,742)	-
Dial-A-Ride	363,335	45,817	384,555	-	-	67,037	67,037	-
Sewer	2,248,746	2,815,280	569,275	-	-	1,135,809	1,135,809	-
Water	2,053,285	2,264,745	667,590	-	-	879,050	879,050	-
Total business-type activities	<u>19,495,307</u>	<u>19,308,041</u>	<u>1,626,420</u>	<u>-</u>	<u>-</u>	<u>1,439,154</u>	<u>1,439,154</u>	<u>-</u>
Total primary government	<u>\$ 27,605,742</u>	<u>\$ 20,708,748</u>	<u>\$ 4,881,665</u>	<u>\$ 77,371</u>	<u>(3,377,112)</u>	<u>1,439,154</u>	<u>(1,937,958)</u>	<u>-</u>
Component units								
Economic Development Authority	6,406	-	-	-	-	-	-	(6,406)
Tax Increment Finance Authority	79,822	11,558	-	-	-	-	-	(68,264)
Total component units	<u>\$ 86,228</u>	<u>\$ 11,558</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(74,670)</u>
General revenues								
Property taxes					3,452,432	-	3,452,432	154,994
Unrestricted state-shared revenue					1,256,994	-	1,256,994	-
Unrestricted investment earnings					635,911	919,305	1,555,216	15,755
Gain on sale of capital assets					16,576	27,330	43,906	14,552
Miscellaneous					255,289	439,838	695,127	-
Transfers					(31,603)	31,603	-	-
Total general revenues and transfers					<u>5,585,599</u>	<u>1,418,076</u>	<u>7,003,675</u>	<u>185,301</u>
Change in net position					<u>2,208,487</u>	<u>2,857,230</u>	<u>5,065,717</u>	<u>110,631</u>
Net position - beginning of year, as previously presented					33,840,839	44,182,592	78,023,431	2,442,236
Error correction					1,162,457	-	1,162,457	-
Net position - beginning of year, as restated					<u>35,003,296</u>	<u>44,182,592</u>	<u>79,185,888</u>	<u>2,442,236</u>
Net position - end of year					<u>\$ 37,211,783</u>	<u>\$ 47,039,822</u>	<u>\$ 84,251,605</u>	<u>\$ 2,552,867</u>

See Accompanying Notes to the Financial Statements

**City of Hillsdale
Governmental Funds
Balance Sheet
June 30, 2024**

	General	Special Revenue Funds		Nonmajor Governmental Funds	Total Governmental Funds
		Local Street Fund	Municipal Street		
Assets					
Cash and cash equivalents	\$ 1,615,372	\$ 1,100,960	\$ 3,329,204	\$ 7,749,347	\$ 13,794,883
Receivables					
Accounts	36,747	-	-	41,740	78,487
Special assessments	-	-	761,094	-	761,094
Leases receivable	267,480	-	-	-	267,480
Due from other units of government	183,093	46,032	-	146,957	376,082
Due from other funds	442	22	-	148,055	148,519
Prepaid items	159,090	983	-	11,836	171,909
Total assets	\$ 2,262,224	\$ 1,147,997	\$ 4,090,298	\$ 8,097,935	\$ 15,598,454
Liabilities					
Accounts payable	\$ 99,283	\$ 631,781	\$ -	\$ 140,163	\$ 871,227
Contracts payable - retainage	-	101,272	-	-	101,272
Due to other funds	147,390	-	-	-	147,390
Due to other units of government	195	-	-	-	195
Payroll and other liabilities	105,555	9,127	-	20,675	135,357
Total liabilities	352,423	742,180	-	160,838	1,255,441
Deferred inflows of resources					
Unavailable revenue - taxes	-	-	761,094	-	761,094
Lease related	256,176	-	-	-	256,176
Total deferred inflows of resources	256,176	-	761,094	-	1,017,270
Fund balances					
Non-spendable					
Prepaid items	159,090	983	-	11,836	171,909
Corpus	-	-	-	747,756	747,756
Restricted for					
Streets	-	404,834	3,329,204	-	3,734,038
Other special revenue funds	-	-	-	2,960,242	2,960,242
Capital projects	-	-	-	138,982	138,982
Permanent fund	-	-	-	113,619	113,619
Assigned	-	-	-	3,964,662	3,964,662
Unassigned	1,494,535	-	-	-	1,494,535
Total fund balances	1,653,625	405,817	3,329,204	7,937,097	13,325,743
Total liabilities, deferred inflows of resources, and fund balances	\$ 2,262,224	\$ 1,147,997	\$ 4,090,298	\$ 8,097,935	\$ 15,598,454

See Accompanying Notes to the Financial Statements

City of Hillsdale
Governmental Funds
Reconciliation of Fund Balances of Governmental Funds
to Net Position of Governmental Activities
June 30, 2024

Total fund balances for governmental funds	\$ 13,325,743
Total net position for governmental activities in the statement of net position is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Capital assets not being depreciated	9,920,638
Capital assets, net of accumulated depreciation	18,205,147
Certain receivables are not available to pay for current period expenditures and, therefore are deferred in the funds.	
	761,094
Deferred outflows (inflows) of resources.	
Deferred outflows of resources resulting from net pension liability	858,966
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.	
Accrued interest	(25,328)
Compensated absences	(333,532)
Bonds, notes, premiums and discounts	(2,191,227)
Lease liabilities	(15,971)
Net pension liability	(4,390,809)
Internal service funds are included as part of governmental activities.	1,097,062
Net position of governmental activities	\$ 37,211,783

City of Hillsdale
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Year Ended June 30, 2024

	Special Revenue Funds					Total Governmental Funds
	General	Major Street	Local Street Fund	Municipal Street	Nonmajor Governmental Funds	
Revenues						
Taxes	\$ 3,245,788		\$ -	\$ 1,119,328	\$ 304,871	\$ 4,669,987
Licenses and permits	122,510		-	-	-	122,510
Federal grants	1,819		-	-	168,067	169,886
State grants	1,366,176		305,830	137,423	1,016,570	2,825,999
Local contributions	-		-	-	509,823	509,823
Charges for services	20,696		-	-	98,683	119,379
Fines and forfeitures	1,830		-	-	37,785	39,615
Rental income	19,909		-	-	112,027	131,936
Investment income	216,818		8,858	197,749	203,033	626,458
Other revenue	242,218		15,012	15,084	369,690	642,004
Total revenues	5,237,764		329,700	1,469,584	2,820,549	9,857,597
Expenditures						
Current						
General government	1,204,610		-	-	25,317	1,229,927
Public safety	2,430,484		-	-	37	2,430,521
Public works	935,372		381,126	73,647	721,858	2,112,003
Community and economic development	247,977		-	-	-	247,977
Recreation and culture	199,571		-	-	416,380	615,951
Capital outlay	-		1,052,864	-	470,126	1,522,990
Debt service						
Principal retirement	3,016		-	240,000	1,146	244,162
Interest and fiscal charges	109		-	115,000	126	115,235
Total expenditures	5,021,139		1,433,990	428,647	1,634,990	8,518,766
Excess (deficiency) of revenues over expenditures	216,625		(1,104,290)	1,040,937	1,185,559	1,338,831
Other financing sources (uses)						
Transfers in	188,253		1,176,592	-	3,323,355	4,688,200
Transfers out	(3,378,078)		(48,825)	(951,592)	(341,308)	(4,719,803)
Total other financing sources (uses)	(3,189,825)		1,127,767	(951,592)	2,982,047	(31,603)
Net change in fund balances	(2,973,200)		23,477	89,345	4,167,606	1,307,228
Fund balances - beginning of year, as previously presented	4,626,825	1,054,693	-	3,239,859	3,097,138	12,018,515
Change within financial reporting entity	-	(1,054,693)	382,340	-	672,353	-
Fund balances - beginning of year, as adjusted	4,626,825		382,340	3,239,859	3,769,491	12,018,515
Fund balances - end of year	\$ 1,653,625		\$ 405,817	\$ 3,329,204	\$ 7,937,097	\$ 13,325,743

See Accompanying Notes to the Financial Statements

City of Hillsdale
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2024

Net change in fund balances - total governmental funds	\$ 1,307,228
Total change in net position reported for governmental activities in the statement of activities is different because:	
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 and amortization expense.	
Depreciation and amortization expense	(1,393,662)
Capital outlay	1,585,365
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.	466,899
Expenses are recorded when incurred in the statement of activities.	
Accrued interest	2,951
Compensated absences	(52,954)
The statement of net position reports the net pension liability and deferred outflows of resources and deferred inflows related to the net pension liability and pension expense. However, the amount recorded on the governmental funds equals actual pension contributions.	
Net change in the net pension liability	458,472
Net change in the deferred outflow of resources related to the net pension liability	(605,996)
Net change in the deferred inflow of resources related to the net pension liability	12,356
Long-term liabilities and related transactions applicable to governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities.	
Repayments of long-term debt	244,162
Amortization of premiums, discounts and similar items	15,288
Internal service funds are also included as governmental activities	<u>168,378</u>
Change in net position of governmental activities	<u>\$ 2,208,487</u>

**City of Hillsdale
Proprietary Funds
Statement of Net Position
June 30, 2024**

	Enterprise Funds					Internal Service Funds
	Electric	Dial-A-Ride (Nonmajor)	Sewer	Water	Total	
Assets						
Current assets						
Cash and cash equivalents	\$ 8,269,419	\$ 129,236	\$ 1,337,476	\$ 1,164,253	\$ 10,900,384	\$ 306,473
Receivables						
Accounts	1,900,847	6,977	352,029	284,550	2,544,403	-
Interest	1,980	-	-	-	1,980	-
Less allowance for uncollectible accounts	(14,731)	-	(2,749)	(1,909)	(19,389)	-
Due from other units of government	-	42,662	469,689	116,554	628,905	-
Inventories	507,209	-	2,768	123,501	633,478	141,278
Prepaid items	1,084,644	7,307	36,094	34,606	1,162,651	37,394
Total current assets	11,749,368	186,182	2,195,307	1,721,555	15,852,412	485,145
Noncurrent assets						
Restricted assets						
Cash and cash equivalents	-	-	2,737,074	1,316,385	4,053,459	-
Investment in joint venture	5,046,920	-	-	-	5,046,920	-
Advances to other funds	150,000	-	-	-	150,000	-
Advances to component unit	80,000	-	-	-	80,000	-
Capital assets not being depreciated	538,135	7,419	1,620,822	2,089,868	4,256,244	-
Capital assets, net of accumulated depreciation	13,652,152	698,743	13,512,476	5,982,674	33,846,045	616,586
Total noncurrent assets	19,467,207	706,162	17,870,372	9,388,927	47,432,668	616,586
Total assets	31,216,575	892,344	20,065,679	11,110,482	63,285,080	1,101,731
Deferred outflows of resources						
Pension related	596,207	-	80,569	80,569	757,345	-
Liabilities						
Current liabilities						
Accounts payable	1,030,103	3,829	157,557	42,517	1,234,006	2,615
Contracts payable - retainage	-	-	139,315	82,141	221,456	-
Due to other funds	-	-	-	-	-	1,129
Due to other units of government	-	53,222	-	-	53,222	-
Payroll and other liabilities	751,984	7,802	85,088	48,085	892,959	925
Current portion of long-term liabilities	7,916	-	465,161	86,115	559,192	-
Total current liabilities	1,790,003	64,853	847,121	258,858	2,960,835	4,669
Noncurrent liabilities						
Compensated absences	199,206	15,388	41,972	43,340	299,906	-
Long-term liabilities	13,139	-	7,424,578	2,236,965	9,674,682	-
Advances from other funds	-	-	150,000	-	150,000	-
Net pension liability	3,075,202	-	420,989	420,989	3,917,180	-
Total noncurrent liabilities	3,287,547	15,388	8,037,539	2,701,294	14,041,768	-
Total liabilities	5,077,550	80,241	8,884,660	2,960,152	17,002,603	4,669
Net position						
Net investment in capital assets	14,169,232	706,162	6,992,482	5,639,177	27,507,053	616,586
Restricted for						
Debt	-	-	1,267,182	-	1,267,182	-
Capital projects	-	-	1,469,892	1,316,385	2,786,277	-
Unrestricted	12,566,000	105,941	1,532,032	1,275,337	15,479,310	480,476
Total net position	\$ 26,735,232	\$ 812,103	\$ 11,261,588	\$ 8,230,899	\$ 47,039,822	\$ 1,097,062

See Accompanying Notes to the Financial Statements

City of Hillsdale
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended June 30, 2024

	Enterprise Funds					Internal Service Funds
	Electric	Dial-A-Ride (Nonmajor)	Sewer	Water	Total	
Operating revenue						
Customer fees	\$ 13,960,864	\$ 45,817	\$ 2,808,581	\$ 2,252,831	\$ 19,068,093	\$ -
Billings to other funds	221,335	-	6,699	11,914	239,948	416,773
Other revenue	179,870	5,431	178,458	76,079	439,838	72,010
Total operating revenue	14,362,069	51,248	2,993,738	2,340,824	19,747,879	488,783
Operating expenses						
Personnel services	2,151,306	232,906	718,632	683,993	3,786,837	56,925
Supplies	9,370,954	34,774	111,305	130,057	9,647,090	63,517
Contractual services	1,177,312	22,428	430,860	128,583	1,759,183	86,518
Utilities	25,754	5,696	24,886	8,106	64,442	7,167
Repairs and maintenance	284,337	11	133,253	410,103	827,704	-
Other expenses	682,990	1,211	365,107	361,413	1,410,721	736
Depreciation	786,435	66,309	437,027	331,030	1,620,801	131,571
Total operating expenses	14,479,088	363,335	2,221,070	2,053,285	19,116,778	346,434
Operating income (loss)	(117,019)	(312,087)	772,668	287,539	631,101	142,349
Nonoperating revenue (expenses)						
Federal grants	-	148,508	569,275	667,590	1,385,373	-
State grants	5,000	236,047	-	-	241,047	-
Investment income	516,691	2,713	243,007	156,894	919,305	9,453
Gain on sale of capital assets	-	-	-	27,330	27,330	16,576
Loss on disposal of capital assets	(350,853)	-	(27,676)	-	(378,529)	-
Total nonoperating revenues (expenses)	170,838	387,268	784,606	851,814	2,194,526	26,029
Income (loss) before transfers out	53,819	75,181	1,557,274	1,139,353	2,825,627	168,378
Transfers in	-	74,837	-	-	74,837	-
Transfers out	-	(43,234)	-	-	(43,234)	-
Change in net position	53,819	106,784	1,557,274	1,139,353	2,857,230	168,378
Net position - beginning of year	26,681,413	705,319	9,704,314	7,091,546	44,182,592	928,684
Net position - end of year	\$ 26,735,232	\$ 812,103	\$ 11,261,588	\$ 8,230,899	\$ 47,039,822	\$ 1,097,062

See Accompanying Notes to the Financial Statements

**City of Hillsdale
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2024**

	Enterprise Funds					Internal Service Funds
	Electric	Dial-A-Ride (Nonmajor)	Sewer	Water	Total	
Cash flows from operating activities						
Receipts from customers	\$ 13,847,168	\$ 61,117	\$ 2,511,667	\$ 2,226,776	\$ 18,646,728	\$ -
Receipts from interfund users	-	-	-	-	-	489,046
Receipts from other funds	221,335	-	6,699	11,914	239,948	-
Payments to suppliers	(11,706,123)	(40,078)	(740,588)	(994,892)	(13,481,681)	(175,193)
Payments to employees	(2,137,955)	(233,568)	(712,382)	(682,255)	(3,766,160)	(85,284)
Net cash provided (used) by operating activities	224,425	(212,529)	1,065,396	561,543	1,638,835	228,569
Cash flows from noncapital financing activities						
Transfer from other funds	-	74,837	-	-	74,837	-
Transfers to other funds	-	(43,234)	-	-	(43,234)	-
Federal grant	-	148,508	569,275	667,590	1,385,373	-
State grant	5,000	236,047	-	-	241,047	-
Net cash provided (used) by noncapital financing activities	5,000	416,158	569,275	667,590	1,658,023	-
Cash flows from capital and related financing activities						
Advances (to) from other funds	65,000	-	(25,000)	-	40,000	-
Purchases/construction of capital assets	(728,019)	(175,095)	(2,203,638)	(2,172,118)	(5,278,870)	(253,395)
Principal and interest paid on long-term debt	(8,177)	-	(445,650)	(80,890)	(534,717)	-
Proceeds from sale of capital assets	498	-	4,313	28,613	33,424	16,576
Net cash provided (used) by capital and related financing activities	(670,698)	(175,095)	(2,669,975)	(2,224,395)	(5,740,163)	(236,819)
Cash flows from investing activities						
Interest received	516,691	2,713	243,007	156,894	919,305	9,453
Net change in cash and cash equivalents	75,418	31,247	(792,297)	(838,368)	(1,524,000)	1,203
Cash and cash equivalents - beginning of year	8,194,001	97,989	4,866,847	3,319,006	16,477,843	305,270
Cash and cash equivalents - end of year	\$ 8,269,419	\$ 129,236	\$ 4,074,550	\$ 2,480,638	\$ 14,953,843	\$ 306,473
Reconciliation to statement of net position						
Cash and cash equivalents	\$ 8,269,419	\$ 129,236	\$ 1,337,476	\$ 1,164,253	\$ 10,900,384	\$ 306,473
Restricted cash and cash equivalents	-	-	2,737,074	1,316,385	4,053,459	-
Cash and cash equivalents - end of year	\$ 8,269,419	\$ 129,236	\$ 4,074,550	\$ 2,480,638	\$ 14,953,843	\$ 306,473
Reconciliation of operating income (loss) to net cash provided (used) by operating activities						
Operating income (loss)	\$ (117,019)	\$ (312,087)	\$ 772,668	\$ 287,539	\$ 631,101	\$ 142,349
Adjustments to reconcile operating income to net cash from operating activities						
Depreciation and amortization expense	786,435	66,309	437,027	331,030	1,620,801	131,571
Changes in assets and liabilities						
Receivables (net)	(293,566)	(1,464)	(5,683)	14,420	(286,293)	-
Due from other units of government	-	11,333	(469,689)	(116,554)	(574,910)	-
Due from other funds	-	-	-	-	-	158
Inventories	(103,332)	-	668	(7,964)	(110,628)	-
Prepaid items	(915,092)	(2,395)	300	2,184	(915,003)	105
Assets held for sale	-	-	-	-	-	5,472
Net pension asset	-	-	-	-	-	(12,335)
Pension related deferred outflows of resources	380,433	-	55,075	55,075	490,583	-
Energy optimization program	(243,139)	-	-	-	(243,139)	-
Accounts payable	163,042	(577)	112,940	(95,613)	179,792	-
Accrued and other liabilities	613,047	1,482	140,577	74,425	829,531	-
Due to other funds	-	-	-	-	-	(11,118)
Due to other units of government	-	25,532	-	-	25,532	(44)
Unearned revenue	-	-	-	-	-	1,129
Compensated absences	13,351	(662)	6,250	1,738	20,677	(28,718)
Net pension liability	(51,497)	-	16,407	16,407	(18,683)	-
Pension related deferred inflows of resources	(8,238)	-	(1,144)	(1,144)	(10,526)	-
Net cash provided (used) by operating activities	\$ 224,425	\$ (212,529)	\$ 1,065,396	\$ 561,543	\$ 1,638,835	\$ 228,569

See Accompanying Notes to the Financial Statements

City of Hillsdale
Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2024

	<u>Custodial Funds</u>
Assets	
Cash and cash equivalents	\$ <u>503</u>
Liabilities	
Due to other units of government	<u>503</u>
Net position	
Total net position	<u>\$ -</u>

City of Hillsdale
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2024

	<u>Custodial Funds</u>
Additions	
Property tax collections for other governments	\$ 4,658,189
Deductions	
Payments of property tax to other governments	<u>4,658,189</u>
Change in net position	-
Net position - beginning of year	<u>-</u>
Net position - end of year	<u>\$ -</u>

City of Hillsdale
Component Units
Combining Statement of Net Position
June 30, 2024

	Economic Development Corporation	Tax Increment Finance Authority	Total
Assets			
Current assets			
Cash and cash equivalents	\$ 240,049	\$ 124,957	\$ 365,006
Receivables			
Accounts	-	265,625	265,625
Less allowance for uncollectible accounts	-	(265,000)	(265,000)
Prepaid items	-	1,695	1,695
	<u>240,049</u>	<u>127,277</u>	<u>367,326</u>
Noncurrent assets			
Leases receivable	-	93,858	93,858
Capital assets not being depreciated	79,967	65,000	144,967
Capital assets, net of accumulated depreciation	<u>26,303</u>	<u>2,349,203</u>	<u>2,375,506</u>
	<u>106,270</u>	<u>2,508,061</u>	<u>2,614,331</u>
	<u>346,319</u>	<u>2,635,338</u>	<u>2,981,657</u>
Liabilities			
Current liabilities			
Accounts payable	-	7,724	7,724
Due to other units of government	-	80,000	80,000
Payroll and other liabilities	-	2,057	2,057
Current portion of long-term liabilities	<u>-</u>	<u>40,000</u>	<u>40,000</u>
	<u>-</u>	<u>129,781</u>	<u>129,781</u>
Noncurrent liabilities			
Long-term liabilities	<u>-</u>	<u>220,000</u>	<u>220,000</u>
	<u>-</u>	<u>349,781</u>	<u>349,781</u>
Deferred inflows of resources			
Lease related	<u>-</u>	<u>79,009</u>	<u>79,009</u>
Net position			
Net investment in capital assets	106,270	2,154,203	2,260,473
Unrestricted	<u>240,049</u>	<u>52,345</u>	<u>292,394</u>
	<u>\$ 346,319</u>	<u>\$ 2,206,548</u>	<u>\$ 2,552,867</u>

See Accompanying Notes to the Financial Statements

City of Hillsdale
Component Units
Combining Statement of Activities
For the Year Ended June 30, 2024

	Economic Development Corporation	Tax Increment Finance Authority	Total
Expenses			
Community and economic development	\$ 6,406	\$ 79,822	\$ 86,228
Program revenues			
Charges for services	-	11,558	11,558
Net program expense	6,406	68,264	74,670
General revenues			
Property taxes	-	154,994	154,994
Unrestricted investment earnings	8,593	7,162	15,755
Gain on sale of capital assets	14,552	-	14,552
Total general revenues	23,145	162,156	185,301
Change in net position	16,739	93,892	110,631
Net position - beginning of year	329,580	2,112,656	2,442,236
Net position - end of year	\$ 346,319	\$ 2,206,548	\$ 2,552,867

See Accompanying Notes to the Financial Statements

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Note 1 - Summary of Significant Accounting Policies

Reporting Entity

The City of Hillsdale was organized in 1847 and covers an area of approximately 5.5 square miles in Hillsdale County. In 1957, the City adopted the Home Rule Charter. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter to its more than 8,036 residents (2020 census): public safety (police and fire), highways and streets, sanitation, health, housing, recreation, public improvements, planning and zoning, and general administrative services.

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Although blended component units are legal separate entities, in substance, they are part of the government's operations. The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government (see discussion below for description).

Discretely Presented Component Units

The Tax Increment Finance Authority (the "Authority") is reported in a separate column to emphasize that it is legally separate from the City. The Authority is responsible for directing improvements to a district in the City using funds derived from the capturing of real and personal property taxes within the district. The members of the governing board of the Authority are appointed by the City Council. The budgets and expenditures of the Authority must be approved by the City Council. The City also has the ability to significantly influence operations of the Authority. Complete financial statements for this component unit are not prepared.

The Economic Development Corporation (the "EDC") is reported in a separate column to emphasize that it is legally separate from the City. The EDC is responsible for granting loans to businesses operating within the City. The members of the governing board of the EDC are appointed by the City Council. The budgets and expenditures of the EDC must be approved by the City Council. The City also has the ability to significantly influence operations of the EDC. Complete financial statements for this component unit are not prepared.

Related Organization

The Hillsdale Housing Commission (the "Commission") was established by the City to provide qualifying senior and low-income family housing. Commission includes a 60-unit low-income housing program and receives subsidies and annual contributions from the U.S. Department of Housing and Urban Development. The members of the governing board of the Commission are appointed by the City Manager. Members of the governing board may be removed by the City only for cause. The Commission determines its own budget (subject to federal approval), sets rental rates, and may issue debt in its own name. The City is not responsible for deficits or liabilities of the Commission; however, the Commission makes annual payments "in lieu of taxes" to the City. Accordingly, the City has elected to exclude the Commission and all related note disclosures in these financial statements. The Commission is audited separately from the City and complete financial statements may be obtained from the Commission's executive director at 45 North West Street, Hillsdale, Michigan 49242.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general 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.

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* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues 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, sales 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 government.

The government 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 Local Street Fund accounts for the maintenance and improvement activities for streets designated as "local" within the City. Funding is primarily through state-shared gas and weight taxes.

The Municipal Street Fund accounts for maintenance and improvement activities for streets in addition to "local" and "major" within the City. Funding is primarily through a millage.

The government reports the following major proprietary funds:

The Electric Fund accounts for the activities of the electric generation and distribution systems.

The Sewer Fund accounts for the activities of the sewage collection and treatment systems.

The Water Fund accounts for the activities of the water production, purification, and distribution systems.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Additionally, the government reports the following:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those being financed by proprietary or nonexpendable trust funds).

Nonmajor enterprise fund to account for Dial-A-Ride activity. This fund accounts for the expenses and related revenues to provide public transportation.

Internal service funds account for shared services and equipment usage provided to the City departments and funds on a cost reimbursement basis. The City's internal service funds account for leave and benefits, inventory purchasing, equipment rental, and unemployment insurance.

The custodial fund is custodial in nature and does not present results of operations or have a measurement focus. The custodial fund is accounted for using the accrual basis of accounting. This fund is used to account for assets that the government holds for others in a custodial capacity (such as taxes collected for other governments).

Permanent funds account for monies held in trust to be used for specific activities as specified in related trust agreements.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the government's water, sewer, and electric function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and the internal service funds are charges to customers for sales and services. The government also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise and the internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, Liabilities, and Net Position or Fund Balance

Deposits and investments – Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value based on quoted market price. Certificate of deposits are stated at cost which approximates fair value.

Receivables and payables – In general, outstanding balances between funds are reported as “due to/from other funds.” Activity between funds that is representative of a lending/borrowing arrangement outstanding at the end of the fiscal year is referred to as “advances to/from other funds.” Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.”

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

All trade and property tax receivables are shown as net of allowance for uncollectible amounts. All amounts deemed to be uncollectible are charged against the allowance for doubtful accounts in the period that determination is made. The balance of the allowance for doubtful accounts at year-end within the Electric Fund, Sewer Fund, and Water Fund were \$14,731, \$2,749, and \$1,909, respectively. Property taxes are levied on each July 1st on the taxable valuation of property as of the preceding December 31st. Taxes are considered delinquent on September 15th, at which time penalties and interest are assessed by the City. As of March 1 of the succeeding year, unpaid real property taxes are sold to and collected by Hillsdale County.

The 2023 taxable valuation of the government totaled \$159,120,253, on which ad valorem taxes consisted of 12.1479 mills for operating purposes, 2.4296 mills for street maintenance, 0.9718 mills for the library, 0.9770 mills for public safety equipment, and 3.9388 mills for street and leaf collections. This resulted in \$1,834,794 for operating expenses, \$366,952 for street maintenance, \$151,080 for the library, \$147,553 for public safety and fire equipment, and \$594,888 for additional street and leaf maintenance exclusive of any Michigan Tax Tribunal or Board of Review adjustments.

Property taxes for the Tax Increment Finance Authority (TIFA) are derived from a tax increment financing agreement between the TIFA and other related taxing districts. Under this arrangement, the TIFA receives those property taxes levied on the increment of current taxable valuations (determined as of the preceding December 31, the lien date) over base year assessed valuations on certain property located in the City of Hillsdale, which are within downtown Hillsdale.

Prepaid Items – Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Inventories – Inventories are stated at cost (purchase price), whereas inventories held for resale are stated at lower of cost or market. Inventories of the Hillsdale Board of Public Utilities (reported as business type activities, major proprietary funds) are valued at cost, which approximates market, using the average cost method. Cost is determined by the first-in, first-out method. Inventories of governmental funds are recorded as expenditures when purchased.

Restricted assets – Certain revenue bonds of the Enterprise Funds require amounts to be set aside for a bond reserve. These amounts have been classified as restricted cash and cash equivalents.

Capital assets – Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed.

The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations the government values these capital assets at the estimated acquisition value of the item at the date of its donation.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Property, plant and equipment are depreciated using the straight-line method over the following useful lives:

	Years
Vehicles and equipment	5 - 20
Books	7
Land improvements	20
Infrastructure	15 - 50
Buildings and improvements	50
Plant and systems	10 - 65

Deferred outflows of resources – A deferred outflow of resources is a consumption of net assets by the government that is applicable to a future reporting period. The City reports deferred outflows of resources as a result of pension earnings. This amount is the result of a difference between what the plan expected to earn from plan investments and what is actually earned. This amount will be amortized over the next four years and included in pension expense. Changes in assumptions and experience differences relating to the net pension liability are deferred and amortized over the expected remaining services lives of the employees and retirees in the plan. The City also reported deferred outflows of resources for pension contributions made after the measurement date. This amount will reduce net pension liability in the following year.

Compensated absences – It is the City’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the City does not have a policy to pay any amounts when employees separate from service with the City. All 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, for example, as a result of employee resignations and retirements.

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, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position the Municipal Employees Retirement System (MERS) of Michigan and additions to/deductions from MERS’ fiduciary net position have been determined on the same basis as they are reported to MERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred inflows of resources – A deferred inflow of resources is an acquisition of net assets by the government that is applicable to a future reporting period. For governmental funds this includes unavailable revenue in connection with receivables for revenues that are not considered available to liquidate liabilities of the current period. Deferred inflow for leases is related to leases receivable and is being amortized to recognize lease revenue in a systematic and rational manner over the term of the lease. The City reports deferred inflows of

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

resources as a result of pension earnings. This amount is the result of a difference between what the plan expected to earn from the plan investments and what the plan actually earned. This amount will be amortized over the next four years and included in pension expense.

Changes in assumptions and experience differences relating to the net pension liability are deferred and amortized over the expected remaining services lives of the employees and retirees in the plan.

Fund Balances – In the fund financial statements, governmental funds report fund balances in the following categories:

Non-spendable – assets that are not available in a spendable form.

Restricted – amounts that are legally imposed or otherwise required by external parties to be used for a specific purpose.

Committed – amounts constrained on use imposed by the government’s highest level of decision-making, its City Council. A fund balance commitment may be established, modified, or rescinded by a resolution of the City Council.

Assigned – amounts intended to be used for specific purposes, as determined by the Council. Residual amounts in governmental funds other than the general fund are automatically assigned by their nature.

Unassigned – all other resources; the remaining fund balances after non-spendable, restrictions, commitments and assignments.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the government’s policy is to consider restricted funds spent first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts could be used, the government’s policy is to consider the funds to be spent in the following order: (1) committed, (2) assigned, (3) unassigned.

The government has adopted a minimum fund balance policy for several funds, as follows:

General Fund – Fund balance to meet 15% of operating expenditures.

Major and Local Street Fund – Fund balance to meet 15% of operating expenditures, to account for the State-Shared gasoline and weight tax collections to provide for certain maintenance, repair costs and capital improvements of the City’s Roads.

Municipal Street Fund – Fund balance to meet 15% of operating expenditures to account for the dedicated millage collections, and special assessments related to the construction and improvement of streets, and leaf collection.

Electric, Water, and Sewer Fund - Fund balance reserves are determined by the Board of Public Utilities and the decision to increase or decrease target unrestricted net position will be supported by the report

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

of cost-of-service study or review provided by the City's consultant and approval of the Board of Public Utilities.

Internal Service Funds – Fund balance to meet 15% of operating expenditures plus 1.2 debt service ratio if applicable.

Use of Estimates

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

Adoption of New Accounting Standards

Statement No. 100, *Accounting Changes and Error Corrections*, improves the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. More understandable, reliable, relevant, consistent and comparable information will be provided to financial statement users for making decisions or assessing accountability. Additionally, the display and note disclosure requirements will result in more consistent, decision useful, understandable and comprehensive information for users about accounting changes and error corrections.

Upcoming Accounting and Reporting Changes

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement is effective for the year ending June 30, 2025.

Statement No. 102, *Certain Risk Disclosures*, requires organizations to provide users of the financial statements with essential information about risks related to the organization's vulnerabilities due to certain concentrations or constraints. This statement is effective for the year ending June 30, 2025.

Statement No. 103, *Financial Reporting Model Improvements*, improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing an organization's accountability while also addressing certain application issues. This statement includes changes to management's discussion and analysis, unusual or infrequent items, presentation of the proprietary fund statements of revenues, expenses, and changes in fund net position, major component unit information, and budgetary comparison information. This statement is effective for the year ending June 30, 2026.

The City is evaluating the impact that the above GASB statements will have on its financial reporting.

Note 2 - Stewardship, Compliance, and Accountability

Budgetary Information

The government is subject to the budgetary control requirements of the Uniform Budgeting Act (P.A. 2 of 1968, as amended). Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund and all Special Revenue Funds. All annual appropriations lapse at fiscal year end.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Prior to July 1, the City Manager submits to the Council a proposed operating budget for the fiscal year commencing the following July 1. Public hearings are held to obtain taxpayer comments and the budget is legally enacted through passage of an ordinance prior to July 1.

The budget document presents information by fund, activity, department, and line items. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. The adopted budgets of the City for these budgetary funds were adopted on a functional basis for the General Fund and a fund basis for the special revenue funds. Budgets for the General and special revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Amounts encumbered for purchase orders, contracts, etc. are not tracked during the year. Budget appropriations are considered to be spent when goods are received or services rendered.

Note 3 - Deposits and Investments

At year end the City's deposits and investments were reported in the financial statements in the following categories:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents	Total
Governmental activities	\$ 14,101,356	\$ -	\$ 14,101,356
Business-type activities	10,900,384	4,053,459	14,953,843
Total	25,001,740	4,053,459	29,055,199
Fiduciary funds	503	-	503
Component unit	365,006	-	365,006
Total	\$ 25,367,249	\$ 4,053,459	\$ 29,420,708

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

The breakdown between deposits and investments is as follows:

	Primary Government	Fiduciary Funds	Component Unit	Total
Bank deposits (checking and savings accounts, money markets and certificates of deposit)	\$ 7,411,578	\$ 103	\$ 191,696	\$ 7,603,377
Investments in securities, mutual funds and similar vehicles	21,642,271	-	173,310	21,815,581
Petty cash and cash on hand	1,350	400	-	1,750
	\$ 29,055,199	\$ 503	\$ 365,006	\$ 29,420,708

Interest rate risk – Interest rate risk is the risk that the market rate of securities in the portfolio will fall due to changes in market interest rates. State law limits the allowable investments and the maturities of some of the allowable investments. The government does not have a formal investment policy to manage its exposure to fair value losses from changes in interest rates. Maturity dates for investments held at year-end are summarized as follows:

Investment	Carrying Value
No maturity	\$ 646,296
Less than 1 year	13,411,727
1-5 years	7,757,558
	\$ 21,815,581

Credit risk – State statutes and the government’s investment policy authorize the government to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations which have an office in Michigan. The local unit is allowed to invest in bonds, securities and other obligations of the United States, or any agency or instrumentality of the United States. United States government or federal agency obligations; repurchase agreements; bankers acceptance 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 any of 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.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Credit risk ratings, where applicable, are summarized as follows:

Rating Organization and Rating	Carrying Value
Standards & Poor's AAAm	\$ 11,586,774
Standards & Poor's AA+	9,403,403
Standards & Poor's AA	378,569
Not Rated	446,835
	\$ 21,815,581

Concentration of credit risk – The government has no policy that would limit the amount that may be issued in any one issuer.

Custodial credit risk - deposits – In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The government does not have a policy for custodial credit risk. As of year end, \$7,644,697 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Custodial credit risk – investments – For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The following investment securities were uninsured and unregistered and held in the following manner:

Investment Type	Carrying Value
Cash & Cash Equivalents	\$ 876,389
Fixed rate bonds - Municipal Bonds	378,808
U.S. Government agency securities	3,848,625
U.S. Government Treasuries	5,900,262
Michigan Class	10,811,497
	\$ 21,815,581

Note 4 - Fair Value Measurements

The City 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; and 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.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

The City has the following recurring fair value measurements as of year end:

Investment Type	Level 1	Level 2	Level 3	Total
Cash & Cash Equivalents	\$ 876,388	\$ -	\$ -	\$ 876,388
Fixed rate bonds - Municipal Bonds	-	378,808	-	378,808
U.S. Government agency securities	-	3,848,625	-	3,848,625
U.S. Government Treasuries	-	5,900,263	-	5,900,263
	<u>\$ 876,388</u>	<u>\$ 10,127,696</u>	<u>\$ -</u>	<u>11,004,084</u>

Investments carried at net asset value

Michigan CLASS government investment pool	<u>10,811,497</u>
Total investments	<u>\$ 21,815,581</u>

Investments in Entities that Calculate Net Asset Value per Share

The City holds shares or interests in investment companies whereby the fair value of the investments is measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

At year end, the net asset value of the City's investment in Michigan CLASS was \$10,811,497. The investment pool had no unfunded commitments, specific redemption frequency or redemption notice period required. The Michigan CLASS investment pool invests in U.S. treasury obligations, federal agency obligations of the U.S. government, high-grade commercial paper (rated 'A-1' or better) collateralized bank deposits, repurchase agreements (collateralized at 102% by Treasuries and agencies), and approved money-market funds. The program seeks to provide safety, liquidity, convenience, and competitive rates of return, and is designed to meet the needs of Michigan public sector investors. It purchases securities that are legally permissible under state statutes and are available for investment by Michigan counties, cities, townships, school districts, authorities and other public agencies. It has a rating of AAA from Standard and Poor's with a weighted average maturity of 54 days.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Note 5 - Capital Assets

Capital assets activity of the primary government for the current year is as follows:

	Restated Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land	\$ 8,399,967	\$ -	\$ -	\$ 8,399,967
Construction-in-progress	559,148	1,204,355	242,832	1,520,671
Total capital assets not being depreciated	8,959,115	1,204,355	242,832	9,920,638
Capital assets being depreciated				
Land improvements	773,631	-	-	773,631
Infrastructure	33,948,544	356,012	6,133,602	28,170,954
Buildings, additions and improvements	5,285,302	148,186	-	5,433,488
Books	274,518	19,634	24,167	269,985
Vehicles	5,176,619	353,405	89,468	5,440,556
Right to use asset - equipment	22,004	-	-	22,004
Total capital assets being depreciated	45,480,618	877,237	6,247,237	40,110,618
Less accumulated depreciation for				
Land improvements	487,051	22,205	-	509,256
Infrastructure	19,927,961	1,005,388	6,133,602	14,799,747
Buildings, additions and improvements	2,620,901	116,463	-	2,737,364
Books	77,136	17,132	24,167	70,101
Vehicles	2,896,443	360,901	89,468	3,167,876
Right to use asset - equipment	1,397	3,144	-	4,541
Total accumulated depreciation	26,010,889	1,525,233	6,247,237	21,288,885
Net capital assets being depreciated	19,469,729	(647,996)	-	18,821,733
Governmental activities net capital assets	\$ 28,428,844	\$ 556,359	\$ 242,832	\$ 28,742,371

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities				
Capital assets not being depreciated				
Land	\$ 361,042	\$ -	\$ -	\$ 361,042
Construction-in-progress	506,973	3,735,282	347,053	3,895,202
Total capital assets not being depreciated	<u>868,015</u>	<u>3,735,282</u>	<u>347,053</u>	<u>4,256,244</u>
Capital assets being depreciated				
Infrastructure	79,653,936	1,716,092	6,458,160	74,911,868
Vehicles	1,107,520	175,095	-	1,282,615
Right to use asset - machinery and equipment	135,140	-	-	135,140
Right to use asset - subscription arrangements	-	33,900	-	33,900
Total capital assets being depreciated	<u>80,896,596</u>	<u>1,925,087</u>	<u>6,458,160</u>	<u>76,363,523</u>
Less accumulated depreciation for				
Infrastructure	46,431,747	1,530,689	6,073,537	41,888,899
Vehicles	517,563	66,309	-	583,872
Right to use asset - machinery and equipment	20,904	13,032	-	33,936
Right to use asset - subscription arrangements	-	10,771	-	10,771
Total accumulated depreciation	<u>46,970,214</u>	<u>1,620,801</u>	<u>6,073,537</u>	<u>42,517,478</u>
Net capital assets being depreciated	<u>33,926,382</u>	<u>304,286</u>	<u>384,623</u>	<u>33,846,045</u>
Business-type capital assets, net	<u>\$ 34,794,397</u>	<u>\$ 4,039,568</u>	<u>\$ 731,676</u>	<u>\$ 38,102,289</u>

Capital assets activity of the component units for the current year is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Component Units				
Capital assets not being depreciated				
Land	\$ 158,727	\$ -	\$ 13,760	\$ 144,967
Capital assets being depreciated				
Infrastructure - EDC	-	29,226	-	29,226
Infrastructure - TIFA	381,672	-	-	381,672
Buildings, additions and improvements	2,468,124	-	-	2,468,124
Total capital assets being depreciated	<u>2,849,796</u>	<u>29,226</u>	<u>-</u>	<u>2,879,022</u>
Less accumulated depreciation for				
Infrastructure - EDC	-	2,923	-	2,923
Infrastructure - TIFA	381,672	-	-	381,672
Buildings, additions and improvements	68,933	49,988	-	118,921
Total accumulated depreciation	<u>450,605</u>	<u>52,911</u>	<u>-</u>	<u>503,516</u>
Net capital assets being depreciated	<u>2,399,191</u>	<u>(23,685)</u>	<u>-</u>	<u>2,375,506</u>
Component units capital assets, net	<u>\$ 2,557,918</u>	<u>\$ (23,685)</u>	<u>\$ 13,760</u>	<u>\$ 2,520,473</u>

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Depreciation and amortization of right to use assets expenses were charged to programs of the primary government as follows:

Governmental activities

General government	\$ 59,420
Public safety	153,718
Public works	1,055,857
Recreation and culture	124,667
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>131,571</u>
Total governmental activities	<u>1,525,233</u>

Business-type activities

Electrical Utility Fund	786,435
Dial-A-Ride	66,309
Sewer Fund	437,027
Water Fund	<u>331,030</u>
Total business-type activities	<u>1,620,801</u>
Total primary government	<u>\$ 3,146,034</u>

Construction Commitments

At June 30, 2024, the City had several uncompleted construction contracts. The remaining commitment on these construction contracts was approximately \$4,858,139.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Note 6 - Interfund Receivables, Payables, and Transfers

The composition of interfund balances is as follows:

Receivable Fund	Payable Fund		
	General Fund	Internal Service Funds	Total
General fund	\$ -	\$ 442	\$ 442
Local street fund	-	22	22
Nonmajor governmental funds	147,390	665	148,055
	\$ 147,390	\$ 1,129	\$ 148,519

The outstanding balances between funds result mainly from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

The details for interfund transfers are as follows:

Transfers In	Transfers Out					Total
	General Fund	Local Street Fund	Municipal Street Fund	Nonmajor governmental funds	Nonmajor enterprise funds	
General Fund	\$ -	\$ 28,711	\$ -	\$ 116,308	\$ 43,234	\$ 188,253
Local Street Fund	-	-	951,592	225,000	-	1,176,592
Nonmajor governmental funds	3,303,241	20,114	-	-	-	3,323,355
Nonmajor enterprise funds	74,837	-	-	-	-	74,837
	\$ 3,378,078	\$ 48,825	\$ 951,592	\$ 341,308	\$ 43,234	\$ 4,763,037

Transfers are used to move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

Advances at year end are as follows:

On June 17, 2019 Council approved a loan from the Electric Fund to the Sewer Fund up to \$900,000 for capital expenditures occurring in the Sewer Fund. The loan commenced on June 20, 2019 with an initial draw of \$90,000. The Sewer Fund paid back the \$90,000 of the loan and drew an additional \$250,000 during the June 30, 2020 fiscal year. Annual principal payments of \$25,000 are due annually along with interest at 2.5%. The final payment is scheduled to be paid by June 1, 2030. During the current year, the Sewer Fund paid back \$25,000. The balance as of June 30, 2024 was \$150,000.

During the June 30, 2021 fiscal year, the Electric Fund loaned the Tax Increment Finance Authority, a discretely presented component unit of the City, \$200,000. The total amount was approved in an amount not to exceed \$400,000 and will be repaid through November 1, 2030. \$40,000 was paid off during the 2024 fiscal year leaving a balance of \$80,000 at June 30, 2024.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

Note 7 - Leases

Lease Receivable

The City is engaged as lessor in three separate lease agreements. The lease agreements are described as follows:

Description	Agreement Date	Payment Terms	Maturity	Description
Airport Farmland	1/1/2022	3 years	1/1/2025	Leasing land at the airport for farmland.
Cell Tower	5/31/2018	25 years	4/30/2043	Cell tower lease with AT&T.
Dawn Theater (Keefer House Hotel)	3/2/2022	10 years	3/2/2032	Leasing the renovated Dawn Theater.

Lease	Fund	Lease Receivable		
		Lease Receivable	Principal Paid	Lease Interest Revenue
Airport Farmland	Airport fund	\$ -	\$ 31,426	\$ 786
Cell Tower	General fund	267,480	8,605	8,165
Dawn Theater (Keefer House Hotel)	TIFA fund	93,858	5,085	2,415
		<u>\$ 361,338</u>	<u>\$ 45,116</u>	<u>\$ 11,366</u>

Note 8 - Long-Term Debt

The City issues bonds to provide for the acquisition and construction of major capital projects. General obligation bonds are direct obligations and pledge the full faith and credit of the City. Installment purchase agreements are also general obligations of the City. Other long-term obligations include compensated absences. Compensated absences are typically liquidated with funds from the General Fund, Electric Fund, Sewer Fund, Water Fund, DART Fund, and internal service funds.

Long-term obligation activity is summarized as follows:

	Amount of Issue	Maturity Date	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities									
Bonds and notes payable									
General obligation bonds									
2022 General Obligation Capital Improvement Bonds - Street	\$ 2,300,000	4/1/2031	5.00%	\$250,000 - \$340,000	\$ 2,300,000	\$ -	\$ 240,000	\$ 2,060,000	\$ 250,000
Premiums and discounts									
For issuance premiums					146,515	-	15,288	131,227	15,926
Total bonds and notes payable					2,446,515	-	255,288	2,191,227	265,926
Leases					20,133	-	4,162	15,971	4,295
Compensated absences					309,296	274,366	250,130	333,532	-
Total governmental activities					<u>\$ 2,775,944</u>	<u>\$ 274,366</u>	<u>\$ 509,580</u>	<u>\$ 2,540,730</u>	<u>\$ 270,221</u>

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	Amount of Issue	Maturity Date	Interest Rate Ranges	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities									
Bonds and notes payable									
General obligation bonds									
2015 Sewage Disposal System Revenue Bonds	\$ 6,435,000	4/1/2037	2.500%	\$300,000 - \$405,000	\$ 4,825,000	\$ -	\$ 290,000	\$ 4,535,000	\$ 300,000
2016 Sewage Disposal System Revenue Bonds	\$ 1,900,000	4/1/2037	2.500%	\$90,000 - \$1,340,000	1,425,000	-	85,000	1,340,000	90,000
2022 General Obligation Capital Improvement Bonds - Water	\$ 2,250,000	4/1/2042	5.000%	\$77,679 - \$176,786	2,250,000	-	72,321	2,177,679	77,679
2022 General Obligation Capital Improvement Bonds - Sewer	\$ 1,950,000	4/1/2042	5.000%	\$67,321 - \$1,887,321	<u>1,950,000</u>	<u>-</u>	<u>62,679</u>	<u>1,887,321</u>	<u>67,321</u>
Total general obligation bonds					<u>10,450,000</u>	<u>-</u>	<u>510,000</u>	<u>9,940,000</u>	<u>535,000</u>
Less premiums and discounts									
For issuance premiums					<u>260,127</u>	<u>-</u>	<u>8,362</u>	<u>251,765</u>	<u>8,361</u>
Total bonds and notes payable					10,710,127	-	518,362	10,191,765	543,361
Leases					24,040	-	5,583	18,457	5,582
Subscriptions					-	34,423	10,771	23,652	10,249
Compensated absences					<u>279,229</u>	<u>21,339</u>	<u>662</u>	<u>299,906</u>	<u>-</u>
Total business-type activities					<u>\$ 11,013,396</u>	<u>\$ 55,762</u>	<u>\$ 535,378</u>	<u>\$ 10,533,780</u>	<u>\$ 559,192</u>
Component units									
General obligation bonds									
TIFA - 2021 Installment note	\$ 400,000	11/1/2030	0.9%	\$20,000 - \$40,000	\$ 300,000	\$ -	\$ 40,000	\$ 260,000	\$ 40,000

Annual debt service requirements to maturity for the above obligations are as follows:

Year Ending June 30,	Governmental Activities		Business-type Activities	
	Bonds		Bonds	
	Principal	Interest	Principal	Interest
2025	\$ 250,000	\$ 103,000	\$ 535,000	\$ 340,376
2026	265,000	90,500	545,000	323,250
2027	280,000	77,250	570,000	305,500
2028	295,000	63,250	580,000	287,125
2029	310,000	48,500	600,000	268,250
2030-2034	660,000	50,000	3,330,000	1,052,375
2035-2039	-	-	2,835,000	491,564
2040-2042	-	-	945,000	96,000
	<u>\$ 2,060,000</u>	<u>\$ 432,500</u>	<u>\$ 9,940,000</u>	<u>\$ 3,164,440</u>

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Year Ending June 30,	Component Units	
	Bonds	
	Principal	Interest
2025	\$ 40,000	\$ 2,250
2026	40,000	1,890
2027	40,000	1,530
2028	40,000	1,170
2029	40,000	810
2030-2031	60,000	540
	\$ 260,000	\$ 8,190

Note 9 - Restricted Assets

The balances of the restricted assets accounts in the enterprise funds are as follows:

Restricted Cash

Sewer Fund - The ordinance authorizing issuance of the 2015 Sewage Disposal System Revenue Bond, and 2016 Sewage Disposal System Revenue Bond – Sewer required that specific accounts be established, and monies deposited as follows:

Bond and Interest Redemption Fund - At least one-half of the amount of interest due on the next ensuing interest payment plus not less than one quarter of the principal maturing on the next principal payment. At June 30, 2024, the City was required to have \$132,813 in this account.

Bond Reserve Account - The lesser of 10% of the principal balance of the bonds, an amount equal to the maximum annual principal and interest requirements on the bonds, or 125% of the average annual principal and interest requirements. At June 30, 2024, the City was required to have \$539,375 in this account.

The total restricted cash for the City’s sewer fund was \$1,267,182.

Note 10 - Dial-A-Ride

The following disclosures are required by the Michigan Department of Transportation (MDOT) relative to the City's Dial-A-Ride program which is funded by and through MDOT:

Cost Allocation Plans - The Hillsdale Dial-A-Ride Enterprise Fund has three cost allocation plans where the methodology has been approved by the Office of Passenger Transportation (OPT). Currently, only the administrative cost allocation plan is needed and used. The cost allocation plan was adhered to in the preparation of the financial statements.

Nonfinancial Data - The methodology used for compiling mileage on OAR Schedule 4N (Nonurban) is an adequate and reliable method for recording vehicle mileage.

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Depreciation - The depreciation charges do not include any eligible depreciation. Therefore, all depreciation charges are ineligible for reimbursement and have been excluded from the computation of eligible costs to be reimbursed with State Formula Funds.

Capital Money - No capital money was used to pay for operating expenses, and none are included in total expenses to be reimbursed with State Formula Funds.

Ineligible Expenses - Ineligible expenses are classified appropriately according to the definition in the Local Public Transit Revenue and Expense manual. Audit costs are the only cost in which eligibility differs from the State R&E Manual and the federal Uniform Guidance. The Hillsdale Dial-A-Ride Enterprise Fund does not have any local revenues with associated expenses that would be required to be subtracted out as ineligible.

Fringe Benefits - During the fiscal year July 1, 2023 through June 30, 2024, Dial-A-Ride paid \$65,067 in 50200 fringe benefits for health insurance, retirement, and other insurance benefits. The entire amount of \$67,569 was expensed on the books and is included in Dial-A-Ride's total eligible expenses for the fiscal year ending September 30, 2023.

Note 11 - Investment in Joint Venture

Michigan South Central Power Agency

The City is a member of the Michigan South Central Power Agency (MSCPA), which provided electric services to the residents of its member communities. The participating communities provide annual funding for its operations. During the current year, the City paid \$9,143,996 for purchased power. The City is unaware of any other circumstances that would cause any additional benefit or burden to participating governments in the near future. Complete financial statements for the Michigan South Central Power Agency can be obtained from the administrative offices at 168 Division St., Coldwater, Michigan 49036. The City owns an approximate 22.33% interest in the Michigan South Central Power Agency (MSCPA). The City records the investment using the equity method and calculates 22.33% of the MSCPA's equity at year end. The MSCPA also holds assets of the City, which have been included in the MSCPA's equity over the years. The calculation of the investment includes 100% of the City's assets held at the MSCPA plus 22.33% of the equity net of the City's assets. At June 30, 2024, the City's investment in MSCPA was \$5,046,920, consisting of a \$4,447,376 equity share and \$599,544 of assets held at the MSCPA.

City of Hillsdale
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Note 12 - Net Investment in Capital Assets

The composition of net investment in capital assets as of year end, was as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Component Units</u>
Capital assets			
Capital assets not being depreciated	\$ 9,920,638	\$ 4,256,244	\$ 144,967
Capital assets, net of accumulated depreciation	<u>18,821,733</u>	<u>33,846,045</u>	<u>2,375,506</u>
Total capital assets	<u>28,742,371</u>	<u>38,102,289</u>	<u>2,520,473</u>
Related debt			
General obligation bonds	(2,060,000)	(9,940,000)	(260,000)
Leases	(15,971)	(18,457)	-
Subscriptions	-	(23,652)	-
Capital outlay payable	(711,102)	(139,906)	-
Contracts payable - retainage	(101,272)	(221,456)	-
Unamortized bond premiums	<u>(131,227)</u>	<u>(251,765)</u>	<u>-</u>
Total related debt	<u>(3,019,572)</u>	<u>(10,595,236)</u>	<u>(260,000)</u>
Net investment in capital assets	<u>\$ 25,722,799</u>	<u>\$ 27,507,053</u>	<u>\$ 2,260,473</u>

Note 13 - Risk Management

The government is exposed to various risks of loss related to property loss, torts, errors and omissions and employee injuries (workers' compensation), as well as medical benefits provided to employees. The government has purchased commercial insurance for all claims. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

Note 14 - Employee Retirement and Benefit Systems

Defined Benefit Pension Plan

Plan description – The government participates in the Michigan Municipal Employees' Retirement System (MERS), an agent multiple-employer, statewide public employee defined benefit pension plan that covers all employees of the government. The plan was established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. The system provides retirement, disability and death benefits to plan members and their beneficiaries. MERS issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to MERS at 1134 Municipal Way, Lansing, Michigan 48917 or on the web at <http://www.mersofmich.com>.

Benefits provided – Benefits provided include plans with multipliers ranging from 2.00% to 2.50%. Vesting period is 10 years of service. Normal retirement age is 60 with early retirement at 55 with 20 years of service for police and fire unions and 25 years of service for BPU union. Final average compensation is calculated based on 3 years. Member contributions range from 5.00% to 9.16%.

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

Inactive employees or beneficiaries currently receiving benefits	86
Inactive employees entitled to, but not yet receiving benefits	43
Active employees	<u>40</u>
	<u>169</u>

Contributions – The employer is required to contribute amounts at least equal to the actuarially determined rate, as established by MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees 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 June 30, 2024, the City had the following contribution rates:

<u>Division</u>	<u>Employee Contributions</u>	<u>Employer Contributions</u>
DPS EEs - Closed	5.00%	\$0 / month
Police - Open	5.00%	\$26,944 / month
Fire - Open	5.00%	\$7,098 / month
BPU Union - Closed	9.16%	\$16,773 / month
General Nonunion - Closed	5.00%	\$11,023 / month
BPU Nonunion - Closed	5.00%	\$12,960 / month
City Manager - Open	5.00%	23.34%
City Treasurer - Open	5.00%	\$203 / month

Net pension liability – The employer’s net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an annual actuarial valuation as of that date.

Actuarial assumptions – The total pension liability in the December 31, 2023 annual actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement include: 1) Inflation 2.50%; 2) Salary increases 3.00% in the long-term; 3) Investment rate of return of 6.93%, net of investment expense, including inflation.

Although no specific price inflation assumptions are needed for the valuation, the 3.00% long-term wage inflation assumption would be consistent with a price inflation of 2.5%.

Mortality rates used were based on the Pub-2010 Mortality Tables. For disabled retirees, the regular mortality table is used with a 10-year set forward in ages to reflect the higher expected mortality rates of disabled members.

The actuarial assumptions used in valuation were based on the results of the most recent actuarial experience study.

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The long-term expected rate of return on pension plan investments was determined using a model method in which the best-estimate ranges of expected future real rates of return (expected returns, net of investment and administrative expenses 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 or arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Target Allocation Gross Rate Of Return	Long-Term Expected Gross Rate of Return	Inflation Assumption	Long-term Expected Real Rate of Return
Global equity	60.00%	7.00%	4.20%	2.50%	2.70%
Global fixed income	20.00%	4.50%	0.90%	2.50%	0.40%
Private investments	20.00%	9.50%	1.90%	2.50%	1.40%
	<u>100.00%</u>		<u>7.00%</u>		<u>4.50%</u>

Discount rate – The discount rate used to measure the total pension liability is 7.18%. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plans fiduciary net position was projected to be available to pay 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of December 31, 2022	\$ 28,796,164	\$ 20,011,020	\$ 8,785,144
Changes for the year			
Service cost	365,745	-	365,745
Interest on total pension liability	2,033,429	-	2,033,429
Experience differences	104,964	-	104,964
Changes in assumptions	210,582	-	210,582
Employer contributions	-	839,863	(839,863)
Employee contributions	-	170,419	(170,419)
Net investment income (loss)	-	2,227,989	(2,227,989)
Benefit payments and refunds	(1,863,467)	(1,863,467)	-
Administrative expense	-	(46,396)	46,396
Net changes	<u>851,253</u>	<u>1,328,408</u>	<u>(477,155)</u>
Balances as of December 31, 2023	<u>\$ 29,647,417</u>	<u>\$ 21,339,428</u>	<u>\$ 8,307,989</u>

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Sensitivity of the net pension liability to changes in the discount rate – The following presents the net pension liability of the employer, calculated using the discount rate of 7.18%, as well as what the employer’s net pension liability would be using a discount rate that is 1% point lower (6.18%) or 1% higher (8.18%) than the current rate.

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net pension liability	\$ 11,612,685	\$ 8,307,989	\$ 5,530,765

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions – For the year ended June 30, 2024 the employer recognized pension expense of \$1,420,214. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Total to Amortize</u>
Differences in experience	\$ 52,482	\$ 52,482
Differences in assumptions	105,291	105,291
Net difference between projected and actual earning on plan investments	1,051,556	1,051,556
Contributions subsequent to the measurement date*	<u>406,982</u>	<u>-</u>
Total	<u>\$ 1,616,311</u>	<u>\$ 1,209,329</u>

*The amount reported as deferred outflows of resources resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in subsequent years.

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

<u>Year ended June 30,</u>	
2025	\$ 340,736
2026	377,517
2027	651,799
2028	<u>(160,723)</u>
	<u>\$ 1,209,329</u>

Note 15 - Promissory Note

On May 15, 2018, the City's Tax Increment Finance Authority (“TIFA”) entered into an agreement to sell property known as the Keefer House Hotel for \$275,000. The agreement called for a \$10,000 deposit and the remaining \$265,000 in a promissory note from Keefer House Hotel, LLC. The note calls for the entire principal of \$265,000 including interest at 0% to be paid on or before May 25, 2021. The City entered an addendum to the agreement in which extended the due date to on or before August 31, 2024.

Pursuant to the terms set forth in the Purchase Agreement, and subsequent addendums, if borrower completes construction and renovation of the Keefer House Hotel property on or before August 31, 2024, the borrower will be entitled to forgiveness of any remaining principal, and the note shall be considered paid in full. In the event that the borrower fails to complete construction and renovation on or before August 31, 2024, all outstanding principal shall be due and payable.

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As of June 30, 2024, construction on the Keefer House Hotel is underway and is still in progress. The City has elected to include the full \$265,000 as a loan receivable on its financial statements, with an allowance of \$265,000.

Note 16 - Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

Note 17 - Prepaid Operating Costs

In 2014, the City entered a 20-year agreement with KEPS Technologies, Inc. d/b/a ACD.net, for 48 strands of dark fiber to support its business operations. The agreement for total upfront costs of \$240,304 will be amortized over the 20-year life of the agreement. As of June 30, 2024, the balance of the long-term prepaid is \$31,072.

Note 18 - Prepaid Stranded Costs

American Municipal Power – Generating Station Project

The City is a member of American Municipal Power (AMP) and has participated in the AMP Generating Station (AMPGS) Project. This project intended to develop a pulverized coal power plant in Meigs County, Ohio. The City's share was 12,000 kilowatts of a total 771,281 kilowatts, giving the City a 1.56 percent share. The AMPGS Project required participants to sign "take or pay" contracts with AMP. As such, the participants are obligated to pay any costs incurred for the project. In November 2009, the participants voted to terminate the AMPGS Project due to projected escalating costs. These costs were therefore deemed impaired and participants were obligated to pay costs already incurred. In prior years, the payment of these costs was not considered probable due to AMP's pursuit of legal action to void them. As a result of a March 31, 2014 legal ruling, the AMP Board of Trustees on April 15, 2014 and the AMPGS participants on April 16, 2014 approved the collection of the impaired costs and provided the participants with an estimate of their liability. The City's estimated share at March 31, 2014 of the impaired costs is \$2,076,796. The City received a credit of \$775,876 related to their participation in the AMP Fremont Energy Center (AFEC) Project, and another credit of \$542,698 related to the AMPGS costs deemed to have future benefit for the project participants, leaving a net impaired cost estimate of \$758,222. Because payment is now probable and reasonably estimable, the City is reporting a payable to AMP in its business-type activities and in its electric enterprise fund for these impaired costs. AMP financed these costs on its revolving line of credit. Any additional costs (including line-of-credit interest and legal fees) or amounts received related to the project will impact the City's liability. These amounts will be recorded as they become estimable.

In late 2016, AMP reached a settlement in the Bechtel Corporation litigation. On December 8, 2016, at the AMPGS Participants meeting, options for the allocation of the settlement funds were approved. The AMPGS Participants and the AMP Board of Trustees voted to allocate the settlement among the participants and the AMP General Fund based on each participant's original project share in kW including the AMP General Fund's project share.

Since March 31, 2014, the City has made payments of \$817,344 to AMP toward its net impaired cost estimate. Also since March 31, 2014, the City's allocation of additional costs incurred by the project is \$26,014 and interest expense incurred on AMP's line-of-credit of \$(2,977), resulting in a net credit balance for impaired cost estimate at June 30, 2024 of \$36,086. The City does have a potential PHFU (plant held for future use costs) liability of \$665,704 resulting in a net total potential liability of \$629,618, assuming the credit balance earns zero interest

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and the assets making up the PHFU (principally the land comprising the Meigs County site) have no value. Stranded costs as well as PHFU costs are subject to change, including future borrowing costs on the AMP line of credit. Activities include items such as negative items as property taxes as well as positive items revenue from leases or sale of all or a portion of the Meigs County site property.

Prepaid stranded costs have been recorded as \$36,013 for the year-ended June 30, 2024.

Note 19 - Purchased Power Contracts

AFEC

AFEC AMP Fremont Energy Center (87 Members). On July 28, 2011, AMP acquired from FirstEnergy Generation Corporation (“FirstEnergy”) the Fremont Energy Center (“AFEC”), a combined cycle, natural gas fueled electric generating plant, then nearing completion of construction and located in Fremont, Sandusky County, Ohio. Following completion of the commissioning and testing, AMP declared AFEC to be in commercial operation as of January 20, 2012. AFEC has a capacity of 512 MW (unfired)/675 MW (fired) and consists of two combustion turbines, two heat recovery steam generators and one steam turbine and condenser.

AMP subsequently sold a 5.16% undivided ownership interest in AFEC to Michigan Public Power Agency and entered into a power sales contract with the Central Virginia Electric Cooperative for the output associated with a 4.15% undivided ownership interest in AFEC. The output of AFEC associated with the remaining 90.69% undivided ownership interest (the “90.69% Interest”) is sold to AMP Members pursuant to a take-or-pay power sales contract with 87 of its Members (the “AFEC Power Sales Contract”).

In 2012, to provide permanent financing for the 90.69% Interest, AMP issued, in two series, \$546,085,000 of its AMP Fremont Energy Center Project Revenue Bonds (the “2012 AFEC Bonds”), consisting of taxable and tax-exempt obligations. The AFEC Bonds are net revenue obligations of AMP, secured by a master trust indenture and payable from amounts received by AMP under the AFEC Power Sales Contract. In 2017 and 2021, AMP issued bonds (the “AFEC Refunding Bonds” and, together with the 2012 AFEC Bonds, the “AFEC Bonds”) to refund all of the callable a portion of the 2012 AFEC Bonds. As of January 1, 2024, \$378,790,000 aggregate principal amount of AFEC Bonds was outstanding.

The City has executed a take-or-pay power sales contract with AMP as a participant of the AFEC of 7,220 kW or 1.55% of capacity and associated energy from the AFEC.

In each of April 2021 and December 2022, AMP executed a Gas Supply Contract (each, a “Gas Supply Contract”) with Tennergy Corporation (“Tennergy”) under the terms of which Tennergy will provide a portion of the natural gas made available to Tennergy under the terms of a Prepaid Natural Gas Sales Agreement (each, a “Prepaid Natural Gas Sales Agreement”) between Tennergy and a subsidiary of Morgan Stanley. In December 2021, AMP executed a Gas Supply Contract with The Black Belt Energy District (“Black Belt”) under the terms of which Black Belt will provide a portion of the natural gas made available to Black Belt under the terms of a Prepaid Natural Gas Sales Agreement between Black Belt and a subsidiary of J. Aron & Company LLC. Under each Gas Supply Contract, AMP receives the benefit of a discount from market index gas price.

Combined Hydroelectric Projects

Combined Hydroelectric Projects Combined Hydroelectric Projects (79 Members). AMP owns and operates three hydroelectric projects, the Cannelton, the Smithland and the Willow Island hydroelectric generating facilities (the “Combined Hydroelectric Projects”), all on the Ohio River, with an aggregate generating capacity of approximately 208 MW. Each of the Combined Hydroelectric Projects is in commercial operation and consists of run-of-the-river hydroelectric generating facilities on existing Army Corps dams and includes associated transmission facilities. AMP holds the licenses from FERC for the Combined Hydroelectric Projects.

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To provide financing for, or refinance certain obligations incurred in respect of, the Combined Hydroelectric Projects, AMP has issued ten series of its Combined Hydroelectric Projects Revenue Bonds (the “Combined Hydroelectric Bonds”), in an original aggregate principal amount of \$2,483,845,000 and consisting of taxable, tax-exempt and tax advantaged obligations (Build America Bonds, Clean Renewable Energy Bonds and New Clean Renewable Energy Bonds). The Combined Hydroelectric Bonds are secured by a master trust indenture and payable from amounts received by AMP under a take-or-pay power sales contract with 79 of its Members. As of January 1, 2024, \$2,059,888,824 aggregate principal amount of the Combined Hydroelectric Bonds were outstanding under the indenture securing the Combined Hydroelectric Bonds.

The City has executed a take-or-pay power sales contract with AMP as a participant of the Combine Hydroelectric Projects of 3,398 kW or 1.63% of capacity and associated energy from the Combined Hydroelectric Projects.

In August 2017, AMP filed a lawsuit against Voith Hydro, Inc. (“Voith”), the supplier of major powerhouse equipment, including the turbines and generators for the Combined Hydroelectric Projects and the Meldahl Project (as hereinafter defined). On February 1, 2023, AMP and Voith executed a Settlement Agreement and Mutual Release resolving all claims between the parties, and the Court dismissed the case with prejudice. Pursuant to the terms of the Settlement Agreement and Mutual Release: Voith will provide to AMP, at Voith’s cost, certain equipment, parts, and services; AMP will make payments to Voith totaling \$25 million; and the future purchase and sale of goods and services for the Combined Hydroelectric Projects will be governed by agreed-upon terms and conditions. Resolution of the claims pursuant to the Settlement Agreement and Mutual Release will not have a material impact on the financial condition of AMP, the Combined Hydroelectric Projects, the Meldahl Project, or the Participants in either project.

Meldahl Hydroelectric Project

Meldahl Hydroelectric Project Meldahl Hydroelectric Project (48 Members). AMP owns and, together with the City of Hamilton, Ohio, an AMP Member, developed and constructed a 108.8 MW, three-unit hydroelectric generation facility on the Captain Anthony Meldahl Locks and Dam, an existing Army Corps dam on the Ohio River, and related equipment and associated transmission facilities (the “Meldahl Project”). The Meldahl Project is operated by the City of Hamilton.

In order to finance the construction of the Meldahl Project and related costs, AMP issued seven series of its Meldahl Hydroelectric Project Revenue Bonds (“Meldahl Bonds”) in an original aggregate principal amount of \$820,185,000 consisting of taxable, tax-exempt and tax advantaged obligations (Build America Bonds, Clean Renewable Energy Bonds and New Clean Renewable Energy Bonds). The Meldahl Bonds are secured by a master trust indenture and payable from amounts received by AMP under a take-or-pay power sales contract with 48 of its Members. As of January 1, 2024, \$632,385,000 aggregate principal amount of the Meldahl Bonds.

The City has executed a take-or-pay power sales contract with AMP as a participant of the Meldahl Project of 731 kW or .70% of capacity and associated energy from the Meldahl Hydroelectric Projects.

Greenup Hydroelectric Project

Greenup Hydroelectric Project Greenup Hydroelectric Project (47 Members). In connection with the development of the Meldahl Project, Hamilton agreed to sell and AMP agreed to purchase a 48.6% undivided ownership interest (the “AMP Interest”) in the Greenup Hydroelectric Facility. On May 11, 2016, AMP issued \$125,630,000 aggregate principal amount of its Greenup Hydroelectric Project Revenue Bonds, Series 2016A (the “2016 Greenup Bonds”) and, with a portion of the proceeds thereof, acquired the AMP Interest. The 2016 Greenup Bonds are secured by a separate power sales contract that has been executed by the same Members (with the exception of Hamilton, which retained title to a 51.4% ownership interest in the Greenup Hydroelectric Facility) that executed the Meldahl Power Sales Contract. As of January 1, 2024, \$116,830,000 aggregate principal amount of the 2016 Greenup Bonds.

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June 30, 2024

The City has executed a take-or-pay power sales contract with AMP as a participant of the Greenup Hydroelectric Facility of 479 kW or 1.40% of capacity and associated energy from the Greenup Hydroelectric Facility.

Note 20 - Tax Abatements

The City enters into property tax abatement agreements with local businesses under several programs as authorized under Public Act 328 of 1998 (PA 328) and Public Act 198 of 1974, as amended (PA 198).

Industrial property tax abatements are granted in the State of Michigan under Public Act 198, as amended, to promote economic development, creation of jobs, and new or improvement facilities. The industrial facilities tax (IFT) exemption must be approved by both the City (after a public hearing is held) and the State of Michigan. IFT exemptions can cover real and/or personal property. By State law, the exemption must be applied for no later than six months after commencement of the project and must be accompanied by a written agreement between the taxpayer and the City. An exemption allows for taxation on IFT property at 50% of the local property tax millage rate for a period of 1 to 12 years. Accordingly, such agreements meet the criteria of "tax abatements" under GASB Statement No. 77. For the year ended June 30, 2024, the City's property taxes were reduced by \$29,279 under this program.

Neighborhood enterprise zone tax abatements are granted in the State of Michigan under Public Act 147, as amended, to encourage investment in the construction or rehabilitation of multiple types of housing for both homeownership and rental. The project must be located in a Neighborhood Enterprise Zone (NEZ) as established by the City Council. A qualifying project involves the construction of new housing for either homeownership or rental. A rehabilitation project involves the rehabilitation of existing housing, and requires a minimum investment in the rehabilitation. A new construction project must include rental apartments, contain retail space on the first floor, and be located in a Downtown Revitalization District. For new facilities, the rate of taxation of a new facility is equal to 50% of the average rate of taxation levied on commercial, industrial, and utility property in the State in the immediately preceding calendar year. The amount of the abatement is equal to the taxable value of the qualifying property applied to the millage rate that is the difference between the NEZ millage rate and the ad valorem millage rate. For rehabilitation facilities, the taxable value is set ("frozen") at that value established in the year immediately preceding the effective date of the NEZ exemption for a property. The amount of the abatement is the difference between the taxes that would be levied on the current taxable value and the NEZ taxes levied on the value of the qualifying property in the year immediately preceding the effective date of the exemption certificate. Accordingly, such agreements meet the criteria of "tax abatements" under GASB Statement No. 77. For the year ended June 30, 2024, the City's property taxes were reduced by \$28,087 under this program.

Obsolete property rehabilitation abatements are granted in the State of Michigan under Public Act 146 of 2000, as amended, to encourage investment in the significant renovation and/or rehabilitation of obsolete buildings for commercial use. The obsolete property rehabilitation (OPR) exemption must be approved by both the City (after a public hearing is held) and the State of Michigan. OPR exemptions can cover real property. Property must be functionally obsolete as determined by the City Assessor as defined in the legislation. Project must be for a project that will have a commercial or commercial housing use. The taxable value of the qualifying property is set ("frozen") at the taxable value assigned in the year immediately preceding the effective date of the exemption certificate. New taxable value in excess of the frozen taxable value is exempted from certain millages levied on real property for a period of 1-12 years. By State law, the exemption must be applied for no later than six months after commencement of the project, and must be accompanied by a written agreement between the taxpayer and the City. The amount of the abatement is equal to the exempted mills applied to the amount of the taxable value created by investment in the project. Accordingly, such agreements meet the criteria of "tax abatements" under GASB Statement No. 77. For the year ended June 30, 2024, the City's property taxes were reduced by \$25,381 under this program.

City of Hillsdale
Notes to the Financial Statements
June 30, 2024

The Commercial Rehabilitation Act, PA 210 of 2005, as amended, affords a tax incentive for the rehabilitation of commercial property for the primary purpose and use of a commercial business or multi-family residential facility. The property must be located within an established Commercial Rehabilitation District. Exemptions are approved for a term of 1-10 years, as determined by the local unit of government. The property taxes are based upon the previous year's (prior to rehabilitation) taxable value. The taxable value is frozen for the duration of the certificate. Applications are filed, reviewed and approved by the local unit of government, but are also subject to review at the State level by the Property Services Division. The State Tax Commission (STC) is responsible for final approval and issuance of certificates. Exemptions are not effective until approved by the STC. Accordingly, such agreements meet the criteria of "tax abatements" under GASB Statement No. 77. For the year ended June 30, 2024, the City's property taxes were reduced by \$28,833 under this program.

Note 21 - Correction of Error and Change in Major Funds

The City has restated its Governmental Activities beginning net position by \$1,162,457, increasing the beginning net position from \$33,840,839 to \$35,003,296 in order to appropriately account for beginning balances in infrastructure capital assets and accumulated depreciation.

During the year, the City implemented GASB Statement No. 100, *Accounting Changes and Error Corrections*. The implementation had the following effect on net position as reported June 30, 2024:

	Major Street Fund	Local Street Fund	Nonmajor Governmental	Governmental Activities
Net position / fund balance at June 30, 2023	\$ 1,054,693	\$ -	\$ 3,097,138	\$ 33,840,839
Adjustments				
Change from major to nonmajor fund	(1,054,693)	-	1,054,693	-
Change from nonmajor to major fund	-	382,340	(382,340)	-
Correction of error	-	-	-	1,162,457
	-	382,340	3,769,491	35,003,296
Adjusted or restated net position / fund balance at June 30, 2023	\$ -	\$ 382,340	\$ 3,769,491	\$ 35,003,296

City of Hillsdale
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual	Actual Over (Under)
	Original	Final		Final Budget
Revenues				
Taxes				
Property taxes	\$ 1,964,720	\$ 1,964,720	\$ 1,980,293	\$ 15,573
Administration fee	1,216,228	1,216,228	1,265,495	49,267
Special assessments	5,000	5,000	-	(5,000)
Licenses and permits	98,000	98,000	122,510	24,510
Federal grants	-	-	1,819	1,819
State-shared revenue	1,149,572	1,149,572	1,119,571	(30,001)
State grants	200,000	200,000	246,605	46,605
Charges for services	24,900	24,900	20,696	(4,204)
Fines and forfeitures	700	700	1,830	1,130
Rental income	38,600	38,600	19,909	(18,691)
Investment income	108,000	182,492	216,818	34,326
Other revenue	288,608	296,108	242,218	(53,890)
Total revenues	<u>5,094,328</u>	<u>5,176,320</u>	<u>5,237,764</u>	<u>61,444</u>
Expenditures				
General government				
Council	23,600	25,941	26,431	490
City manager	106,126	121,733	123,354	1,621
Accounting	98,478	117,912	112,297	(5,615)
Clerk	110,811	113,904	108,831	(5,073)
Treasurer	176,856	176,856	179,918	3,062
Assessor	224,501	239,196	209,365	(29,831)
Elections	13,650	14,108	13,767	(341)
Building and grounds	198,027	198,027	152,156	(45,871)
Human resources	48,114	51,945	52,326	381
Administrative services	260,539	260,539	226,165	(34,374)
Total general government	<u>1,260,702</u>	<u>1,320,161</u>	<u>1,204,610</u>	<u>(115,551)</u>
Public safety				
Police	1,832,754	1,881,211	1,817,868	(63,343)
Fire department	591,477	641,712	612,616	(29,096)
Total public safety	<u>2,424,231</u>	<u>2,522,923</u>	<u>2,430,484</u>	<u>(92,439)</u>
Public works				
Department of public works	475,960	589,208	503,985	(85,223)
Engineering services	37,041	50,249	37,612	(12,637)
Street lighting	53,750	55,727	55,084	(643)
Cemeteries	133,181	133,181	121,526	(11,655)
Parking lots	61,248	61,248	46,201	(15,047)
Airports	131,238	168,409	170,964	2,555
Total public works	<u>892,418</u>	<u>1,058,022</u>	<u>935,372</u>	<u>(122,650)</u>

See Accompanying Notes to Required Supplementary Information

City of Hillsdale
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual	Actual
	Original	Final		Over (Under)
				Final Budget
Community and economic development				
Planning	\$ 217,958	\$ 217,958	\$ 174,819	\$ (43,139)
Economic development	71,463	80,592	73,158	(7,434)
Total community and economic development	<u>289,421</u>	<u>298,550</u>	<u>247,977</u>	<u>(50,573)</u>
Recreation and culture				
Parks and recreation	<u>203,748</u>	<u>203,748</u>	<u>199,571</u>	<u>(4,177)</u>
Debt service				
Principal retirement	-	-	3,016	3,016
Interest and fiscal charges	<u>-</u>	<u>-</u>	<u>109</u>	<u>109</u>
Total debt service	<u>-</u>	<u>-</u>	<u>3,125</u>	<u>3,125</u>
Total expenditures	<u>5,070,520</u>	<u>5,403,404</u>	<u>5,021,139</u>	<u>(382,265)</u>
Excess (deficiency) of revenues over expenditures	<u>23,808</u>	<u>(227,084)</u>	<u>216,625</u>	<u>443,709</u>
Other financing sources (uses)				
Transfers in	203,000	203,000	188,253	(14,747)
Transfers out	<u>(197,923)</u>	<u>(3,451,207)</u>	<u>(3,378,078)</u>	<u>73,129</u>
Total other financing sources (uses)	<u>5,077</u>	<u>(3,248,207)</u>	<u>(3,189,825)</u>	<u>58,382</u>
Net change in fund balance	28,885	(3,475,291)	(2,973,200)	502,091
Fund balance - beginning of year	<u>4,626,825</u>	<u>4,626,825</u>	<u>4,626,825</u>	<u>-</u>
Fund balance - end of year	<u>\$ 4,655,710</u>	<u>\$ 1,151,534</u>	<u>\$ 1,653,625</u>	<u>\$ 502,091</u>

See Accompanying Notes to Required Supplementary Information

City of Hillsdale
Required Supplementary Information
Budgetary Comparison Schedule
Local Street Fund
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual	Actual Over (Under)
	Original	Final		Final Budget
Revenues				
State grants	\$ 298,493	\$ 298,493	\$ 305,830	\$ 7,337
Investment income	3,000	3,000	8,858	5,858
Other revenue	2,500	2,500	15,012	12,512
Total revenues	<u>303,993</u>	<u>303,993</u>	<u>329,700</u>	<u>25,707</u>
Expenditures				
Current				
Public works	461,135	461,135	381,126	(80,009)
Capital outlay	3,000,000	3,000,000	1,052,864	(1,947,136)
Total expenditures	<u>3,461,135</u>	<u>3,461,135</u>	<u>1,433,990</u>	<u>(2,027,145)</u>
Excess of revenues (deficiency) over expenditures	<u>(3,157,142)</u>	<u>(3,157,142)</u>	<u>(1,104,290)</u>	<u>2,052,852</u>
Other financing sources (uses)				
Transfers in	3,125,000	3,125,000	1,176,592	(1,948,408)
Transfers out	(26,000)	(46,114)	(48,825)	(2,711)
Total other financing sources (uses)	<u>3,099,000</u>	<u>3,078,886</u>	<u>1,127,767</u>	<u>(1,951,119)</u>
Net change in fund balance	(58,142)	(78,256)	23,477	101,733
Fund balance - beginning of year	382,340	382,340	382,340	-
Fund balance - end of year	<u>\$ 324,198</u>	<u>\$ 304,084</u>	<u>\$ 405,817</u>	<u>\$ 101,733</u>

See Accompanying Notes to Required Supplementary Information

City of Hillsdale
Required Supplementary Information
Budgetary Comparison Schedule
Municipal Street Fund
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual	Actual Over (Under)
	Original	Final		Final Budget
Revenues				
Taxes	\$ 1,082,994	\$ 1,082,994	\$ 1,119,328	\$ 36,334
State grants	48,000	48,000	137,423	89,423
Investment income	-	-	197,749	197,749
Other revenue	-	-	15,084	15,084
Total revenues	<u>1,130,994</u>	<u>1,130,994</u>	<u>1,469,584</u>	<u>338,590</u>
Expenditures				
Current				
Public works	96,770	96,770	73,647	(23,123)
Debt service				
Principal retirement	240,000	240,000	240,000	-
Interest and fiscal charges	115,000	115,000	115,000	-
Total expenditures	<u>451,770</u>	<u>451,770</u>	<u>428,647</u>	<u>(23,123)</u>
Excess of revenues (deficiency) over expenditures	<u>679,224</u>	<u>679,224</u>	<u>1,040,937</u>	<u>361,713</u>
Other financing sources (uses)				
Transfers out	(2,900,000)	(2,900,000)	(951,592)	1,948,408
Net change in fund balance	(2,220,776)	(2,220,776)	89,345	2,310,121
Fund balance - beginning of year	3,239,859	3,239,859	3,239,859	-
Fund balance - end of year	<u>\$ 1,019,083</u>	<u>\$ 1,019,083</u>	<u>\$ 3,329,204</u>	<u>\$ 2,310,121</u>

City of Hillsdale
Required Supplementary Information
Municipal Employees Retirement System of Michigan
Schedule of Changes in Net Pension Liability and Related Ratios

Fiscal year ended June 30,	2024	2023	2022	2021	2020
Total pension liability					
Service cost	\$ 365,745	\$ 370,256	\$ 358,007	\$ 369,758	\$ 382,857
Interest	2,033,429	1,997,631	1,949,863	1,869,001	1,887,904
Changes of benefit terms	-	-	-	(4,615)	-
Experience differences	104,964	(45,764)	373,646	(188,126)	(317,723)
Changes in assumptions	210,582	-	977,817	738,016	671,798
Benefit payments and refunds	<u>(1,863,467)</u>	<u>(1,788,727)</u>	<u>(1,747,339)</u>	<u>(1,681,028)</u>	<u>(1,568,899)</u>
Net change in total pension liability	851,253	533,396	1,911,994	1,103,006	1,055,937
Total pension liability - beginning	<u>28,796,164</u>	<u>28,262,768</u>	<u>26,350,774</u>	<u>25,247,768</u>	<u>24,191,831</u>
Total pension liability - ending (a)	<u>\$ 29,647,417</u>	<u>\$ 28,796,164</u>	<u>\$ 28,262,768</u>	<u>\$ 26,350,774</u>	<u>\$ 25,247,768</u>
Plan fiduciary net position					
Employer contributions	\$ 839,863	\$ 781,697	\$ 688,204	\$ 569,786	\$ 525,911
Employee contributions	170,419	178,600	207,510	201,567	303,901
Net investment income (loss)	2,227,989	(2,405,838)	2,950,674	2,436,559	2,434,545
Benefit payments and refunds	(1,863,467)	(1,788,727)	(1,747,339)	(1,681,028)	(1,568,899)
Administrative expense	<u>(46,396)</u>	<u>(42,392)</u>	<u>(33,864)</u>	<u>(39,152)</u>	<u>(41,924)</u>
Net change in plan fiduciary net position	1,328,408	(3,276,660)	2,065,185	1,487,732	1,653,534
Plan fiduciary net position - beginning	<u>20,011,020</u>	<u>23,287,680</u>	<u>21,222,495</u>	<u>19,734,763</u>	<u>18,081,229</u>
Plan fiduciary net position - ending (b)	<u>\$ 21,339,428</u>	<u>\$ 20,011,020</u>	<u>\$ 23,287,680</u>	<u>\$ 21,222,495</u>	<u>\$ 19,734,763</u>
Net pension liability (a-b)	<u>\$ 8,307,989</u>	<u>\$ 8,785,144</u>	<u>\$ 4,975,088</u>	<u>\$ 5,128,279</u>	<u>\$ 5,513,005</u>
Plan fiduciary net position as a percentage of total pension liability	71.98%	69.49%	82.40%	80.54%	78.16%
Covered payroll	\$ 2,876,068	\$ 2,928,288	\$ 3,075,998	\$ 3,387,546	\$ 3,500,819
Net pension liability as a percentage of covered payroll	288.87%	300.01%	161.74%	151.39%	157.48%

See Accompanying Notes to Required Supplementary Information

City of Hillsdale
Required Supplementary Information
Municipal Employees Retirement System of Michigan
Schedule of Changes in Net Pension Liability and Related Ratios

Fiscal year ended June 30,	2019	2018	2017	2016	2015
Total pension liability					
Service cost	\$ 363,207	\$ 368,215	\$ 363,158	\$ 355,050	\$ 364,196
Interest	1,849,895	1,796,683	1,765,765	1,677,362	1,621,606
Changes of benefit terms	7,156	(7,990)	(9,325)	-	-
Experience differences	(194,427)	42,169	(249,508)	110,760	-
Changes in assumptions	-	-	-	1,013,079	-
Benefit payments and refunds	<u>(1,552,182)</u>	<u>(1,510,668)</u>	<u>(1,461,617)</u>	<u>(1,378,158)</u>	<u>(1,232,671)</u>
Net change in total pension liability	473,649	688,409	408,473	1,778,093	753,131
Total pension liability - beginning	<u>23,718,182</u>	<u>23,029,773</u>	<u>22,621,300</u>	<u>20,843,207</u>	<u>20,090,076</u>
Total pension liability - ending (a)	<u>\$ 24,191,831</u>	<u>\$ 23,718,182</u>	<u>\$ 23,029,773</u>	<u>\$ 22,621,300</u>	<u>\$ 20,843,207</u>
Plan fiduciary net position					
Employer contributions	\$ 510,189	\$ 421,866	\$ 336,160	\$ 346,141	\$ 332,464
Employee contributions	203,833	190,637	164,437	156,571	137,790
Net investment income (loss)	(751,004)	2,370,564	1,932,425	(270,721)	1,138,603
Benefit payments and refunds	(1,552,182)	(1,510,668)	(1,461,617)	(1,378,158)	(1,232,671)
Administrative expense	<u>(37,665)</u>	<u>(37,600)</u>	<u>(38,185)</u>	<u>(39,960)</u>	<u>(41,683)</u>
Net change in plan fiduciary net position	(1,626,829)	1,434,799	933,220	(1,186,127)	334,503
Plan fiduciary net position - beginning	<u>19,708,058</u>	<u>18,273,259</u>	<u>17,340,039</u>	<u>18,526,166</u>	<u>18,191,663</u>
Plan fiduciary net position - ending (b)	<u>\$ 18,081,229</u>	<u>\$ 19,708,058</u>	<u>\$ 18,273,259</u>	<u>\$ 17,340,039</u>	<u>\$ 18,526,166</u>
Net pension liability (a-b)	<u>\$ 6,110,602</u>	<u>\$ 4,010,124</u>	<u>\$ 4,756,514</u>	<u>\$ 5,281,261</u>	<u>\$ 2,317,041</u>
Plan fiduciary net position as a percentage of total pension liability	74.74%	83.09%	79.35%	76.65%	88.88%
Covered payroll	\$ 3,769,509	\$ 3,436,078	\$ 3,440,133	\$ 3,426,822	\$ 3,531,325
Net pension liability as a percentage of covered payroll	162.11%	116.71%	138.27%	154.12%	65.61%

See Accompanying Notes to Required Supplementary Information

City of Hillsdale
Required Supplementary Information
Municipal Employees Retirement System of Michigan
Schedule of Employer Contributions

Fiscal Year Ended	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
6/30/2015	\$ 330,003	\$ 330,003	\$ -	\$ 3,531,325	9.35%
6/30/2016	348,500	348,500	-	3,955,056	8.81%
6/30/2017	353,776	353,776	-	3,714,246	9.52%
6/30/2018	490,020	490,020	-	3,899,437	12.57%
6/30/2019	523,811	523,811	-	3,713,486	14.11%
6/30/2020	529,357	529,357	-	3,631,756	14.58%
6/30/2021	622,163	622,163	-	3,460,882	17.98%
6/30/2022	739,819	739,819	-	3,075,998	24.05%
6/30/2023	842,934	842,934	-	1,804,614	46.71%
6/30/2024	818,844	818,844	-	2,902,750	28.21%

See Accompanying Notes to Required Supplementary Information

City of Hillsdale
Notes to the Required Supplementary Information
June 30, 2024

Pension Information

Notes to the Schedule of Changes in Net Pension Liability and Related Ratios – Municipal Employees’ Retirement System of Michigan

The June 30, 2024, changes in assumptions are due to the following:

- The discount rate was lowered from 7.25% to 7.18%.
- Assumed rate of investment return was lowered from 7.00% to 6.93%.

Notes to the Schedule of Employer Contributions – Municipal Employees’ Retirement System of Michigan

- Valuation date: December 31, 2021
- Actuarially determined contribution rates are calculated as of December 31 that is 18 months prior to the beginning of the fiscal year for which the contributions are presented.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry age normal
- Amortization method: Level dollar, closed
- Remaining amortization period: 15 years
- Asset valuation method: 5-year smoothed value of assets
- Inflation: 2.5 percent
- Salary increase: 3.0 percent
- Investment rate of return: 7.00 percent net of pension plan investment expense, including inflation
- Mortality rates: Pub-2010 and Fully Generational MP-2019

City of Hillsdale
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds					
	Major Street	Police	Recreation	Tree Restitution Fund	Contributions and Donations	R. L. Owen Memorial
Assets						
Cash and cash equivalents	\$ 1,182,329	\$ 2,814	\$ 10,939	\$ 2,403	\$ 174	\$ 42,077
Receivables						
Accounts	247	-	700	-	-	-
Due from other units of government	146,957	-	-	-	-	-
Due from other funds	665	-	-	-	-	-
Prepaid items	1,264	-	2,666	-	-	-
	<u>1,331,462</u>	<u>2,814</u>	<u>14,305</u>	<u>2,403</u>	<u>174</u>	<u>42,077</u>
Total assets	<u>\$ 1,331,462</u>	<u>\$ 2,814</u>	<u>\$ 14,305</u>	<u>\$ 2,403</u>	<u>\$ 174</u>	<u>\$ 42,077</u>
Liabilities						
Accounts payable	114,467	\$ -	\$ 4,238	\$ -	\$ -	\$ -
Payroll and other liabilities	8,402	-	6,946	-	-	-
	<u>122,869</u>	<u>-</u>	<u>11,184</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>122,869</u>	<u>-</u>	<u>11,184</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances						
Non-spendable						
Prepaid items	1,264	-	2,666	-	-	-
Corpus	-	-	-	-	-	-
Restricted for						
Special Revenue	1,207,329	2,814	455	2,403	174	42,077
Capital projects	-	-	-	-	-	-
Perpetual care	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
	<u>1,208,593</u>	<u>2,814</u>	<u>3,121</u>	<u>2,403</u>	<u>174</u>	<u>42,077</u>
Total fund balances	<u>1,208,593</u>	<u>2,814</u>	<u>3,121</u>	<u>2,403</u>	<u>174</u>	<u>42,077</u>
Total liabilities and fund balances	<u>\$ 1,331,462</u>	<u>\$ 2,814</u>	<u>\$ 14,305</u>	<u>\$ 2,403</u>	<u>\$ 174</u>	<u>\$ 42,077</u>

City of Hillsdale
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds					
	Drug Forfeitures	Library	ARPA Grant	Field of Dreams	Stock Park	Airport
Assets						
Cash and cash equivalents	\$ 5,882	\$ 827,111	\$ -	\$ 2,409	\$ 75,375	\$ 780,333
Receivables						
Accounts	-	40,665	-	-	-	-
Due from other units of government	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid items	-	4,882	-	-	800	2,224
Total assets	<u>\$ 5,882</u>	<u>\$ 872,658</u>	<u>\$ -</u>	<u>\$ 2,409</u>	<u>\$ 76,175</u>	<u>\$ 782,557</u>
Liabilities						
Accounts payable	\$ -	\$ 1,460	\$ -	\$ -	\$ 3,139	\$ 16,859
Payroll and other liabilities	-	5,326	-	-	-	1
Total liabilities	<u>-</u>	<u>6,786</u>	<u>-</u>	<u>-</u>	<u>3,139</u>	<u>16,860</u>
Fund balances						
Non-spendable						
Prepaid items	-	4,882	-	-	800	2,224
Corpus	-	-	-	-	-	-
Restricted for						
Special Revenue	5,882	860,990	-	2,409	72,236	763,473
Capital projects	-	-	-	-	-	-
Perpetual care	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Total fund balances	<u>5,882</u>	<u>865,872</u>	<u>-</u>	<u>2,409</u>	<u>73,036</u>	<u>765,697</u>
Total liabilities and fund balances	<u>\$ 5,882</u>	<u>\$ 872,658</u>	<u>\$ -</u>	<u>\$ 2,409</u>	<u>\$ 76,175</u>	<u>\$ 782,557</u>

City of Hillsdale
Other Supplementary Information
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	<u>Capital Projects Funds</u>		<u>Permanent Funds</u>		Total Nonmajor Governmental Funds
	<u>Capital Improvement</u>	<u>Fire Equipment</u>	<u>Cemetery Perpetual Care</u>	<u>Stock Park Maintenance</u>	
Assets					
Cash and cash equivalents	\$ 3,964,662	\$ 138,854	\$ 620,340	\$ 93,645	\$ 7,749,347
Receivables					
Accounts	-	128	-	-	41,740
Due from other units of government	-	-	-	-	146,957
Due from other funds	-	-	147,390	-	148,055
Prepaid items	-	-	-	-	11,836
	<u>3,964,662</u>	<u>138,854</u>	<u>620,340</u>	<u>93,645</u>	<u>7,749,347</u>
Total assets	<u>\$ 3,964,662</u>	<u>\$ 138,982</u>	<u>\$ 767,730</u>	<u>\$ 93,645</u>	<u>\$ 8,097,935</u>
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 140,163
Payroll and other liabilities	-	-	-	-	20,675
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>160,838</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>160,838</u>
Fund balances					
Non-spendable					
Prepaid items	-	-	-	-	11,836
Corpus	-	-	742,756	5,000	747,756
Restricted for					
Special Revenue	-	-	-	-	2,960,242
Capital projects	-	138,982	-	-	138,982
Perpetual care	-	-	24,974	88,645	113,619
Assigned	<u>3,964,662</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,964,662</u>
	<u>3,964,662</u>	<u>138,982</u>	<u>767,730</u>	<u>93,645</u>	<u>7,937,097</u>
Total fund balances	<u>3,964,662</u>	<u>138,982</u>	<u>767,730</u>	<u>93,645</u>	<u>7,937,097</u>
Total liabilities and fund balances	<u>\$ 3,964,662</u>	<u>\$ 138,982</u>	<u>\$ 767,730</u>	<u>\$ 93,645</u>	<u>\$ 8,097,935</u>

City of Hillsdale
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds						
	Major Street	Local Street	Police	Recreation	Tree Restitution Fund	Contributions and Donations	R. L. Owen Memorial
Revenues							
Taxes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
Federal grants	-		-	-	-	-	-
State grants	981,808		-	-	-	-	-
Local contributions	-		-	3,586	-	25,316	-
Charges for services	-		-	72,521	-	-	-
Fines and forfeitures	-		-	-	-	-	-
Rental income	-		-	35,478	-	-	-
Investment income	39,817		53	146	60	175	5,399
Other revenue	41,223		1,100	8,270	2,343	-	-
Total revenues	1,062,848		1,153	120,001	2,403	25,491	5,399
Expenditures							
Current							
General government	-		-	-	-	25,317	-
Public safety	-		-	-	-	-	-
Public works	515,050		-	-	-	-	-
Recreation and culture	-		-	180,574	-	-	42
Capital outlay	92,704		-	-	-	-	-
Debt service							
Principal retirement	-		-	-	-	-	-
Interest and fiscal charges	-		-	-	-	-	-
Total expenditures	607,754		-	180,574	-	25,317	42
Excess (deficiency) of revenues over expenditures	455,094		1,153	(60,573)	2,403	174	5,357
Other financing sources (uses)							
Transfers in	20,114		-	61,241	-	-	-
Transfers out	(321,308)		-	-	-	-	-
Total other financing sources and uses	(301,194)		-	61,241	-	-	-
Net change in fund balances	153,900		1,153	668	2,403	174	5,357
Fund balances - beginning of year, as previously presented	-	382,340	1,661	2,453	-	-	36,720
Adjustments	1,054,693	(382,340)	-	-	-	-	-
Fund balances - beginning of year, as adjusted	1,054,693		-	-	-	-	-
Fund balances - end of year	\$ 1,208,593		\$ 2,814	\$ 3,121	\$ 2,403	\$ 174	\$ 42,077

City of Hillsdale
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

Special Revenue Funds

	Drug Forfeitures	Library	ARPA Grant	Field of Dreams	Stock Park	Airport
Revenues						
Taxes	\$ -	\$ 154,191	\$ -	\$ -	\$ -	\$ -
Federal grants	-	-	90,696	-	-	77,371
State grants	-	32,753	-	-	-	2,009
Local contributions	-	445,543	-	11,939	17,901	-
Charges for services	-	6,486	-	3,991	-	-
Fines and forfeitures	-	37,785	-	-	-	-
Rental income	-	5,898	-	-	-	70,651
Investment income	147	31,391	1,236	183	2,769	29,874
Other revenue	687	30,914	-	100	-	285,003
Total revenues	834	744,961	91,932	16,213	20,670	464,908
Expenditures						
Current						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	3,178	-	-	203,263
Recreation and culture	-	219,553	-	4,246	11,897	-
Capital outlay	-	-	93,074	15,162	-	106,815
Debt service						
Principal retirement	-	1,146	-	-	-	-
Interest and fiscal charges	-	126	-	-	-	-
Total expenditures	-	220,825	96,252	19,408	11,897	310,078
Excess (deficiency) of revenues over expenditures	834	524,136	(4,320)	(3,195)	8,773	154,830
Other financing sources (uses)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources and uses	-	-	-	-	-	-
Net change in fund balances	834	524,136	(4,320)	(3,195)	8,773	154,830
Fund balances - beginning of year, as previously presented	5,048	341,736	4,320	5,604	64,263	610,867
Adjustments	-	-	-	-	-	-
Fund balances - beginning of year, as adjusted	-	-	-	-	-	-
Fund balances - end of year	\$ 5,882	\$ 865,872	\$ -	\$ 2,409	\$ 73,036	\$ 765,697

City of Hillsdale
Other Supplementary Information
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Capital Projects Funds		Permanent Funds Funds		Total Nonmajor Governmental Funds
	Capital Improvement	Fire Equipment	Cemetery Perpetual Care	Stock Park Maintenance	
Revenues					
Taxes	\$ -	\$ 150,680	\$ -	\$ -	\$ 304,871
Federal grants	-	-	-	-	168,067
State grants	-	-	-	-	1,016,570
Local contributions	-	3,604	-	1,934	509,823
Charges for services	-	-	15,685	-	98,683
Fines and forfeitures	-	-	-	-	37,785
Rental income	-	-	-	-	112,027
Investment income	53,743	4,430	29,656	3,954	203,033
Other revenue	50	-	-	-	369,690
	<u>53,793</u>	<u>158,714</u>	<u>45,341</u>	<u>5,888</u>	<u>2,820,549</u>
Total revenues					
Expenditures					
Current					
General government	-	-	-	-	25,317
Public safety	-	37	-	-	37
Public works	-	-	367	-	721,858
Recreation and culture	-	-	-	68	416,380
Capital outlay	50,109	112,262	-	-	470,126
Debt service					
Principal retirement	-	-	-	-	1,146
Interest and fiscal charges	-	-	-	-	126
	<u>50,109</u>	<u>112,299</u>	<u>367</u>	<u>68</u>	<u>1,634,990</u>
Total expenditures					
Excess (deficiency) of revenues over expenditures	<u>3,684</u>	<u>46,415</u>	<u>44,974</u>	<u>5,820</u>	<u>1,185,559</u>
Other financing sources (uses)					
Transfers in	3,242,000	-	-	-	3,323,355
Transfers out	-	-	(20,000)	-	(341,308)
	<u>3,242,000</u>	<u>-</u>	<u>(20,000)</u>	<u>-</u>	<u>2,982,047</u>
Total other financing sources and uses					
Net change in fund balances	<u>3,245,684</u>	<u>46,415</u>	<u>24,974</u>	<u>5,820</u>	<u>4,167,606</u>
Fund balances - beginning of year, as previously presented	718,978	92,567	742,756	87,825	3,097,138
Adjustments	-	-	-	-	672,353
Fund balances - beginning of year, as adjusted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,769,491</u>
Fund balances - end of year	<u>\$ 3,964,662</u>	<u>\$ 138,982</u>	<u>\$ 767,730</u>	<u>\$ 93,645</u>	<u>\$ 7,937,097</u>

City of Hillsdale
Other Supplementary Information
Combining Statement of Net Position
Internal Service Funds
June 30, 2024

	Department of Public Service Leave and Benefits	Public Service Inventory	Revolving Mobile Equipment	Unemployment Insurance	Total
Assets					
Current assets					
Cash and cash equivalents	\$ 53,839	\$ 23,728	\$ 188,593	\$ 40,313	\$ 306,473
Inventories	-	141,278	-	-	141,278
Prepaid items	15,593	-	21,801	-	37,394
Total current assets	<u>69,432</u>	<u>165,006</u>	<u>210,394</u>	<u>40,313</u>	<u>485,145</u>
Noncurrent assets					
Capital assets, net of accumulated depreciation	-	-	616,586	-	616,586
Total assets	<u>69,432</u>	<u>165,006</u>	<u>826,980</u>	<u>40,313</u>	<u>1,101,731</u>
Liabilities					
Current liabilities					
Accounts payable	-	-	2,615	-	2,615
Due to other funds	-	1,129	-	-	1,129
Payroll and other liabilities	-	-	925	-	925
Total current liabilities	<u>-</u>	<u>1,129</u>	<u>3,540</u>	<u>-</u>	<u>4,669</u>
Total liabilities	<u>-</u>	<u>1,129</u>	<u>3,540</u>	<u>-</u>	<u>4,669</u>
Net position					
Net investment in capital assets	-	-	616,586	-	616,586
Unrestricted	69,432	163,877	206,854	40,313	480,476
Total net position	<u>\$ 69,432</u>	<u>\$ 163,877</u>	<u>\$ 823,440</u>	<u>\$ 40,313</u>	<u>\$ 1,097,062</u>

City of Hillsdale
Other Supplementary Information
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2024

	Department of Public Service Leave and Benefits	Public Service Inventory	Revolving Mobile Equipment	Unemployment Insurance	Total
Operating revenue					
Billings to other funds	\$ -	\$ 10,903	\$ 405,870	\$ -	\$ 416,773
Other revenue	59,766	-	12,244	-	72,010
Total operating revenue	<u>59,766</u>	<u>10,903</u>	<u>418,114</u>	<u>-</u>	<u>488,783</u>
Operating expenses					
Personnel services	25,419	-	31,506	-	56,925
Supplies	-	9,048	54,469	-	63,517
Contractual services	-	82	62,858	23,578	86,518
Utilities	-	-	7,167	-	7,167
Other expenses	-	-	736	-	736
Depreciation	-	-	131,571	-	131,571
Total operating expenses	<u>25,419</u>	<u>9,130</u>	<u>288,307</u>	<u>23,578</u>	<u>346,434</u>
Operating income (loss)	<u>34,347</u>	<u>1,773</u>	<u>129,807</u>	<u>(23,578)</u>	<u>142,349</u>
Nonoperating revenue (expenses)					
Investment income	1,640	681	5,098	2,034	9,453
Gain on sale of capital assets	-	-	16,576	-	16,576
Total nonoperating revenues (expenses)	<u>1,640</u>	<u>681</u>	<u>21,674</u>	<u>2,034</u>	<u>26,029</u>
Change in net position	35,987	2,454	151,481	(21,544)	168,378
Net position - beginning of year	<u>33,445</u>	<u>161,423</u>	<u>671,959</u>	<u>61,857</u>	<u>928,684</u>
Net position - end of year	<u>\$ 69,432</u>	<u>\$ 163,877</u>	<u>\$ 823,440</u>	<u>\$ 40,313</u>	<u>\$ 1,097,062</u>

City of Hillsdale
Other Supplementary Information
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2024

	Department of Public Service Leave and Benefits	Public Service Inventory	Revolving Mobile Equipment	Unemployment Insurance	Total
Cash flows from operating activities					
Receipts from interfund users	\$ 59,766	\$ 11,166	\$ 418,114	\$ -	\$ 489,046
Payments to suppliers	-	(3,824)	(147,791)	(23,578)	(175,193)
Payments to employees	(53,778)	-	(31,506)	-	(85,284)
Net cash provided (used) by operating activities	<u>5,988</u>	<u>7,342</u>	<u>238,817</u>	<u>(23,578)</u>	<u>228,569</u>
Cash flows from capital and related financing activities					
Purchases/construction of capital assets	-	-	(253,395)	-	(253,395)
Proceeds from sale of capital assets	-	-	16,576	-	16,576
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>-</u>	<u>(236,819)</u>	<u>-</u>	<u>(236,819)</u>
Cash flows from investing activities					
Interest received	<u>1,640</u>	<u>681</u>	<u>5,098</u>	<u>2,034</u>	<u>9,453</u>
Net change in cash and cash equivalents	7,628	8,023	7,096	(21,544)	1,203
Cash and cash equivalents - beginning of year	<u>46,211</u>	<u>15,705</u>	<u>181,497</u>	<u>61,857</u>	<u>305,270</u>
Cash and cash equivalents - end of year	<u>\$ 53,839</u>	<u>\$ 23,728</u>	<u>\$ 188,593</u>	<u>\$ 40,313</u>	<u>\$ 306,473</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities					
Operating income (loss)	\$ 34,347	\$ 1,773	\$ 129,807	\$ (23,578)	\$ 142,349
Adjustments to reconcile operating income to net cash from operating activities					
Depreciation and amortization expense	-	-	131,571	-	131,571
Changes in assets and liabilities					
Receivables (net)	-	158	-	-	158
Due from other funds	-	105	-	-	105
Inventories	-	5,472	-	-	5,472
Prepaid items	359	-	(12,694)	-	(12,335)
Accounts payable	-	(1,286)	(9,832)	-	(11,118)
Accrued and other liabilities	-	(9)	(35)	-	(44)
Due to other funds	-	1,129	-	-	1,129
Compensated absences	(28,718)	-	-	-	(28,718)
Net cash provided (used) by operating activities	<u>\$ 5,988</u>	<u>\$ 7,342</u>	<u>\$ 238,817</u>	<u>\$ (23,578)</u>	<u>\$ 228,569</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 1 - Schedule of Local Revenues
For the Year Ended June 30, 2024

	<u>Jul. 1, 2023 to Sep. 30, 2023</u>	<u>Oct. 1, 2023 to Jun. 30, 2024</u>	<u>Final</u>
Local Revenues			
Demand Response (Farebox)			
Regular Service	\$ 12,080	\$ 33,737	\$ 45,817
Total Local Revenues	<u>\$ 12,080</u>	<u>\$ 33,737</u>	<u>\$ 45,817</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 1A - Schedule of Local Revenues
For the Year Ended September 30, 2023

	<u>Oct. 1, 2022 to Jun. 30, 2023</u>	<u>Jul. 1, 2023 to Sep. 30, 2023</u>	<u>Final</u>
Local Revenues			
Demand Response (Farebox)			
Regular Service	\$ 31,715	\$ 12,080	\$ 43,795
Total Local Revenues	<u>\$ 31,715</u>	<u>\$ 12,080</u>	<u>\$ 43,795</u>

City of Hillsdale
Schedule of Expenditures of Federal and State Awards
For the Year Ended June 30, 2024

Federal Grantor / Pass Through Grantor Program Title	Federal Assistance Listing Number	State Grantor Number	Program or Award Amount	Current Year Expenditures		
				Total	Federal	State
Michigan Department of Transportation (MDOT)						
Local Bus Operating Assistance (Act 51)-Prior Years			\$ 6,622	\$ 6,622	\$ -	\$ 6,622
Bus and Bus Facility Formula Program			98,677	98,677	-	98,677
2023 Local Bus Operating Assistance (Act 51)			23,038	23,038	-	23,038
2024 Local Bus Operating Assistance (Act 51)			107,709	107,709	-	107,709
Total State Assistance				<u>236,046</u>	<u>-</u>	<u>236,046</u>
U.S. Department of Transportation						
Passed Through MDOT						
Bus and Bus Facility Formula Program	20.526	MI-2018-009-02	76,418	76,418	76,418	
Operating Assistance (FY 23)	20.509	2022-0066-P1	23,981	23,981	23,981	-
Operating Assistance (FY 24)	20.509	2022-0066-P4	48,109	48,109	48,109	-
Total Federal Assistance				<u>148,508</u>	<u>148,508</u>	<u>-</u>
Total State and Federal Assistance				<u>\$ 384,554</u>	<u>\$ 148,508</u>	<u>\$ 236,046</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 2A - Schedule of Federal & State Awards
For the Year Ended June 30, 2024

	<u>Jul. 1, 2023 to Sep. 30, 2023</u>	<u>Oct. 1, 2023 to Jun. 30, 2024</u>	<u>Total</u>
Michigan Department of Transportation			
Local Bus Operating (Act 51)	\$ 23,038	\$ 107,709	\$ 130,747
Capital Grants	-	98,677	98,677
Prior Year Settlement	-	6,622	6,622
Federal Transit Administration			
Section 5311 - Operating	23,981	48,109	72,090
Capital Grants	-	76,418	76,418
Total	<u>\$ 47,019</u>	<u>\$ 337,535</u>	<u>\$ 384,554</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 2B - Schedule of Federal & State Awards
For the Year Ended September 30, 2023

	<u>Oct. 1, 2022 to Jun. 30, 2023</u>	<u>Jul. 1, 2023 to Sep. 30, 2023</u>	<u>Total</u>
Michigan Department of Transportation			
Local Bus Operating (Act 51)	\$ 96,004	\$ 23,038	\$ 119,042
Prior Year Settlement	10,083	-	10,083
Federal Transit Administration			
Section 5311 - Operating	99,633	23,981	123,614
Total	<u>\$ 205,720</u>	<u>\$ 47,019</u>	<u>\$ 252,739</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 3 - Operating & Contract Expenses
For the Year Ended June 30, 2024

	<u>Nonurban</u>
Expenses	
Labor	\$ 191,873
Fringe Benefits	65,057
Services	23,170
Materials and Supplies	34,774
Utilities	10,503
Insurance	13,675
Operating Lease and Rentals	658
Miscellaneous	550
Depreciation	66,309
Total Expenses	<u>\$ 406,569</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 3A - Operating Expenses By Program
For the Year Ended June 30, 2024

	Nonurban		Total
	July 1, 2023 to Sept. 30, 2023	Oct. 1, 2023 to June 30, 2024	
Expenses			
Labor	\$ 38,115	\$ 153,758	\$ 191,873
Fringe Benefits	16,276	48,781	65,057
Services	7,053	16,117	23,170
Materials and Supplies	8,209	26,565	34,774
Utilities	1,132	9,371	10,503
Insurance	2,048	11,627	13,675
Operating Lease and Rentals	155	503	658
Miscellaneous	-	550	550
Depreciation	-	66,309	66,309
Total Expenses	\$ 72,988	\$ 333,581	\$ 406,569

City of Hillsdale
Dial-A-Ride Fund
Schedule 3B - Operating Expenses by Program
For the Year Ended September 30, 2023

	Nonurban		Total
	Oct. 1, 2022 to June 30, 2023	July 1, 2023 to Sept. 30, 2023	
Expenses			
Labor	\$ 151,361	\$ 38,115	\$ 189,476
Fringe Benefits	51,293	16,276	67,569
Services	23,432	7,053	30,485
Materials and Supplies	24,475	8,209	32,684
Utilities	11,402	1,132	12,534
Insurance	14,574	2,048	16,622
Operating Lease and Rentals	304	155	459
Miscellaneous	749	-	749
Depreciation	41,296	-	41,296
Total Expenses	\$ 318,886	\$ 72,988	\$ 391,874

City of Hillsdale
Dial-A-Ride Fund
Schedule 4R - Nonurban Regular Service Revenue Report
For the Year Ended September 30, 2023

<u>Code</u>	<u>Description</u>	<u>Amount</u>
401	Farebox Revenue	
40100	Passenger Fares	\$ 43,795
409	Local Revenues	
40910	Local Operating Assistance	-
411	State Formula and Contracts	
41101	State Operating Assistance	119,042
413	Federal Contracts	
41301	Federal Section 5311 (operating funds only)	123,514
440	Other Revenue	
44000	Refunds and Credits	<u>6,374</u>
	Total Regular Service Revenues	<u>\$ 292,725</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 4E - Regular Service Operating and Contract Expenses
For the Year Ended September 30, 2023

	<u>Total System</u>
Operating Expenses	
501 Labor	
50101 Operators Salaries and Wages	\$ 119,948
50102 Other Salaries and Wages	23,454
50103 Dispatchers' Salaries and Wages	46,074
502 Fringe Benefits	
50200 Fringe Benefits	67,569
503 Services	
50305 Audit Costs	1,108
50399 Other Services	29,377
504 Materials and Supplies	
50401 Fuel and Lubricants	29,951
50499 Other Materials and Supplies	2,734
505 Utilities	
50500 Utilities	12,533
506 Insurance	
50603 Liability Insurance	16,622
509 Miscellaneous Expenses	
50999 Other Miscellaneous Expenses	748
512 Operating Leases and Rentals	
51200 Operating Leases and Rentals	459
513 Depreciation	
51300 Depreciation	<u>41,296</u>
Total Operating Expenses	<u>391,873</u>
550 Ineligible Expense	
55007 Ineligible Depreciation	41,296
54000 Ineligible Refunds and Credits	<u>6,374</u>
Total Ineligible Expenses	<u>47,670</u>
Total Eligible Expenses	<u>\$ 344,203</u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 5 - Operating Assistance Calculation
For the Year Ended September 30, 2023

	Nonurban
Total Expenses	\$ <u>391,873</u>
Less Ineligible Expenses	
Depreciation	41,296
Ineligible Refunds and Credits	6,374
Total Ineligible Expenses per R&E Manual	<u>47,670</u>
Total State Eligible Expenses	<u>344,203</u>
Eligible Expenses for State Reimbursement	344,203
Reimbursement Rate	<u>34.5849%</u>
State Operating Assistance	\$ <u>119,042</u>
 Total Federal Eligible Expenses	
State Eligible Expense (per above)	\$ <u>344,203</u>
Less: Additional Federal Ineligible Expenses - Audit Costs	<u>1,108</u>
Eligible Expenses for Federal Reimbursement	343,095
Reimbursement Rate	<u>36.00%</u>
Federal Operating Assistance	\$ <u><u>123,514</u></u>

City of Hillsdale
Dial-A-Ride Fund
Schedule 4N of Nonfinancial Information (Unaudited)
For the Year Ended September 30, 2023

	<u>Weekday</u>	<u>Saturday</u>	<u>Sunday</u>	<u>Total</u>
Vehicle Hours	4,958	-	-	4,958
Vehicle Miles	53,621	-	-	53,621
Passengers, Regular	11,647	-	-	11,647
Passengers, Elderly	6,756	-	-	6,756
Passengers, Persons w/Disabilities	5,843	-	-	5,843
Passengers, Elderly Persons w/Disabilities	2,672	-	-	2,672
Total Demand Response	26,918	-	-	26,918
Days Operated	248	-	-	248
		<u>Quantity</u>		
Total Demand Response Vehicles		4		
Demand Response Vehicles with Lifts		4		
Diesel/Gasoline Gallons Consumed		10,672		
Total Transit (full-time equivalent) Employees		4		
Total Revenue Vehicles (full-time equivalent) Operators		3		



November 16, 2024

Mr. Dave Mackie, Manager
City of Hillsdale
97 North Broad Street
Hillsdale, MI 49242

RE: Important Information-Price Changes

Dear Mr. Mackie:

At Comcast, we are committed to delivering the products and services that matter most to our customers in Hillsdale, as well as exciting experiences they won't find anywhere else. We are also focused on making our Xfinity network stronger in order to meet our customers' current needs and future demands.

As we continue to invest in our network, products, and services, the cost of doing business rises. While we absorb some of these costs, these cost increases can affect service pricing. As a result, starting December 18, 2024, prices for certain services and fees will be increasing. Please see the enclosed Customer Notice for more information.

We are also making changes to the format of our bills. Beginning on December 10, 2024, customer bills will show the combined price for video service and programming-related fees (such as Broadcast TV and/or Regional Sports Fees, if applicable). This way, customers will see the total cost of their video package all in one place. We also will continue to itemize extras and certain fees so that customers can also see a breakdown of those costs.

We know you may have questions about these changes. If I can be of any further assistance, please contact me at 248-924-4917.

Sincerely,

A handwritten signature in black ink that reads "Eric M. Woody". The signature is written in a cursive style with a large, stylized "E" and "W".

Eric Woody
Manager, Government & Regulatory Affairs
Comcast, Heartland Region
41112 Concept Drive
Plymouth, MI 48170

Attachment: Customer Notice

Important information regarding our Xfinity services and pricing

Effective December 18, 2024

Xfinity TV	Current	New
Limited Basic (Includes Broadcast TV Fee)	\$46.05	\$49.75
Choice TV Select	\$43.50	\$48.00
Choice TV Select - with TV Box (Flex upgrade)	\$53.50	\$60.00
Choice TV (Includes Broadcast TV Fee)	\$54.10	\$57.80
Popular TV (Includes Broadcast TV Fee and Regional Sports Fee)	\$104.25	\$99.70
Ultimate TV (Includes Broadcast TV Fee and Regional Sports Fee)	\$124.25	\$128.80
Sports & News (Includes Regional Sports Fee)	\$40.15	\$31.90
Ultimate TV Tier (Includes Regional Sports Fee)	\$20.00	\$29.10
3 Premiums	\$32.00	\$34.00
4 Premiums	\$43.00	\$45.00
5 Premiums	\$54.00	\$56.00
Service to Additional TV	\$10.00	\$12.00

Xfinity TV Service Fees (Included in package price where noted)	Current	New
Broadcast TV Fee	\$24.10	\$27.80
Regional Sports Fee - Popular TV and Sports & News	\$10.15	\$1.90
Regional Sports Fee - Ultimate TV and Ultimate TV Tier	\$10.15	\$11.00

Xfinity Internet	Current	New
Connect	\$66.00	\$69.00
Connect More	\$86.00	\$89.00
Fast	\$96.00	\$99.00
Superfast (No longer available for new subscriptions)	\$106.00	\$109.00
Gigabit	\$116.00	\$119.00
Gigabit Extra	\$126.00	\$129.00
Gigabit x2	\$126.00	\$129.00

Xfinity Discounts	Current	New
Autopay and Paperless Billing Discount (Credit or Debit Card)	\$5.00	\$2.00

Xfinity Equipment	Current	New
TV Box	\$10.00	\$12.00
TV Box + Remote	\$10.00	\$12.00
TV Adapter (Limited Basic — Primary TV)	\$0.00	\$0.50
TV Adapter (Limited Basic — 1st and 2nd Additional TVs)	\$0.00	\$0.50

Addison Village, Dover Twp, Hudson, Hudson Twp, Rollin Twp, Woodstock Twp

85291100 (4480,4490,4500,4510,4520,4670)

P200AG25

You are invited to the

MITCHELL RESEARCH

CENTER CHRISTMAS OPEN

HOUSE

Late 1800's Quilt
Stock's Mill



One Room Schools
and much more

DECEMBER 14, 2024

10 AM TO 2 PM

Refreshments

On October 7th, 2024, the City Council of Hillsdale voted 6-3 to levy a \$5,000.00 Special Assessment from the owners of 29 parcels of property on Barry Street to replace the road.

We, the undersigned, formally object to this Special Assessment. We do so for the following reasons. Due to the City's budget surplus, our already significant property taxes, the relatively low incomes of many renters and owners on Barry Street, and the relatively low traffic of the street and the higher traffic of nearby or adjoining roads which are in equal or greater disrepair, we find the \$5,000.00 assessment to be both imprudent and unjust.

Per Section 2-335, "if more than 50 percent of the number of owners of privately-owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council." Signatures below constitute the objection in writing to the proposed improvement.

- 53 West Street Nancy Luetzow LLC Secretary
- 47 West Street Jenny Gallant JENNY HALLOIN
- 10 Barry Street Nancy Luetzow
- 9 Barry Street Man Salyer
- 14 Barry Street Paul Gurb
- 11 Barry Street Dorothy Poelle, Grace Poelle
- 56 Manning Street _____
- 48 Manning Street _____
- 47 Manning Street _____
- 33 Barry Street _____
- ³⁵~~30~~ and ³⁵~~30~~ and 1/2 Barry (Duplex) Jenny Cook Donna Clark
- 40 Barry Street Melissa Dakten melissa Dakten
- 39 Barry Street _____
- 42 Barry Street Betsy Gray
- 60 Howell Street Cathy Dull
- Flagstar Bank _____

RECEIVED
NOV 26 2024
CITY OF HILLSDALE
CITY CLERK'S OFFICE

57 Howell Street Paul Rogers Paul Rogers

51 Howell Street Kirsty Selge M. Selge

62 Barry Street Matt Rogers Matt Rogers Kennedy Kennedy

50 Barry Street _____

64 Barry Street Sonja A Edwards Sonja A Edwards

34 Budlong Scott Cault

65 Barry Street Brandon Traxler Brandon Traxler

28 Budlong _____

33 Budlong Phyllis L. McElmurry

25 Budlong W. B. Endell - President Public Title Co.

52 Broad _____

46 Broad CJ TONCRAVY CJ TONCRAVY

November 23, 2024

To Hillsdale City Council

Hello, my name is Matthew Rogers. I own 62 Barry Street.

I am writing to the City Council to formally object against the proposed improvement on Barry Street. Specifically, I object to a special assessment tax to fund that improvement.

“Sec. 2-335. - Hearing procedure.

On the date set forth in the notice as provided in section 2-334, if more than 50 percent of the number of owners of privately owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council.”

Source: Municode.com.

Thank you,

November 23, 2024

To Hillsdale City Council

Hello, my name is Simon Waters. I own 39 Barry St.

I am writing to the City Council to formally object against the proposed improvement on Barry Street. Specifically, I object to a special assessment tax to fund that improvement.

“Sec. 2-335. - Hearing procedure.

On the date set forth in the notice as provided in section 2-334, if more than 50 percent of the number of owners of privately owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council.”

Source: Municode.com.

Thank you,





November 23, 2024

To Hillsdale City Council

Hello, my name is Sonja Edwards I own 64 Barry St

I am writing to the City Council to formally object against the proposed improvement on Barry Street. Specifically, I object to a special assessment tax to fund that improvement.

“Sec. 2-335. - Hearing procedure.

On the date set forth in the notice as provided in section 2-334, if more than 50 percent of the number of owners of privately owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council.”

Source: Municode.com.

Thank you,

Sonja A Edwards

November 23, 2024

To Hillsdale City Council

Hello, my name is ~~Autumn~~³ Brandon Truxler. I own 45 Barry St. Hillsdale.

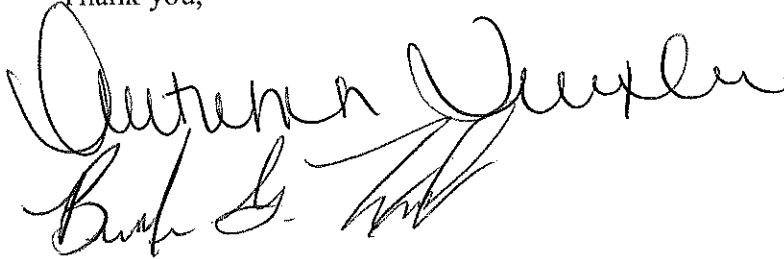
I am writing to the City Council to formally object against the proposed improvement on Barry Street. Specifically, I object to a special assessment tax to fund that improvement.

“Sec. 2-335. - Hearing procedure.

On the date set forth in the notice as provided in section 2-334, if more than 50 percent of the number of owners of privately owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council.”

Source: Municode.com.

Thank you,


Autumn Truxler
Bob G. [unclear]

November 23, 2024

To Hillsdale City Council

Hello, my name is JENNY HALLOIN. I own 47 S WEST ST.

I am writing to the City Council to formally object against the proposed improvement on Barry Street. Specifically, I object to a special assessment tax to fund that improvement.

“Sec. 2-335. - Hearing procedure.

On the date set forth in the notice as provided in section 2-334, if more than 50 percent of the number of owners of privately owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council.”

Source: Municode.com.

Thank you,

Jenny Hallouin

11-23-24

*my furnace is not working.
and must be paid for!*

November 23, 2024

To Hillsdale City Council

Hello, my name is Tim Pollock, Grace Pollock I own 11 Barry St.

I am writing to the City Council to formally object against the proposed improvement on Barry Street. Specifically, I object to a special assessment tax to fund that improvement.

“Sec. 2-335. - Hearing procedure.

On the date set forth in the notice as provided in section 2-334, if more than 50 percent of the number of owners of privately owned real property to be assessed for such improvement shall object in writing to the proposed improvement, the improvement shall not be made without the affirmative vote of seven of the members of the council.”

Source: Municode.com.

Thank you,

Tim Pollock, Grace Pollock


*While we would love a new street,
we already pay fairly high property taxes. The
city should not need to rely on special assessments
to repair its roads.*

ORDINANCE NO. 2023- 03

AN ORDINANCE TO PROHIBIT CAMPING ON
PUBLIC PROPERTY WITHIN THE CITY OF HILLSDALE

WHEREAS, the City of Hillsdale has determined that camping or engaging in activities associated with human habitation on or near public trails, public parks, public streets, and other areas of public property within the City of Hillsdale has a tendency to cause interference with the public's ability to utilize and enjoy those public assets, has a tendency to interfere with the City's ability to maintain such areas of public property, and has a tendency to cause significant damage to such areas of public property; and

WHEREAS, the City of Hillsdale has determined that camping or engaging in activities associated with human habitation on or near public trails, public parks, public streets and other areas of public property within the City of Hillsdale that are not equipped with appropriate facilities to support such activities has the potential to and does create unsanitary conditions and other conditions that present a substantial risk of danger to the health and safety of those engaging in such activities, to neighboring property owners, to others attempting to utilize such areas of public property, and to the general public;

NOW, THEREFORE, the City of Hillsdale hereby ordains as follows:

Section 1. Definitions.

The following words, terms and phrases, when used in this ordinance, shall have the meanings ascribed to them in this section, except where the context clearly indicates a different meaning:

Bridge means a structure, including the approaches thereto, erected in order to afford passage over any obstruction in any public road, railroad, or other right-of-way, or to afford passage under or over existing public roads, railroads, or other rights-of-way.

Camp or *camping* means the use of any public property or public facility for living accommodations, such as sleeping activities or making preparations to sleep, storing personal property, or using a tent or other structure for habitation for more than one hour at a time. *Camp* or *camping* does not include the use of public property or public facilities for recreational use or for authorized public or private events that involve the use of tents, awnings, or other structures in connection with such recreational use or authorized public or private event.

Public property or *public facility* means, without limitation, all parks, streets (including adjacent shoulders, medians, and terrace areas), sidewalks, parking areas, picnic shelters, recreational and athletic fields and appurtenances, buildings, public transportation vehicles, greenspaces, playgrounds, benches, rights-of-way, and any area underneath a bridge, that is owned, operated, maintained, or under the custody and control of the City of Hillsdale.

Store or *storing* means leaving one's personal property such as, without limitation, clothing, bedrolls, cookware, sleeping bags, luggage, shopping carts, knapsacks, or backpacks, unattended for more than one hour.

Section 2. Prohibited Acts.

(a). It is unlawful to camp or to engage in the activity of camping as defined in Section 1 of this ordinance within the City of Hillsdale.

(b). It is unlawful to camp or to engage in the activity of camping as defined in Section 1 of this ordinance, or to sit or lie down on any public property or private property so as to interfere with the ingress or egress from buildings or to interfere with the public's use and enjoyment of any public property or public facility.

Section 3. Warnings; Removal and Confiscation of Debris and Personal Property.

No person may be arrested for violating this ordinance without having first received a verbal and written warning to cease such unlawful conduct and a verbal or written referral for available services such as, without limitation, transportation, shelter, and/or an agency referral. Regardless of whether an individual is arrested for a violation of this ordinance, where a violation of this ordinance is observed, City officials shall have the right to remove any debris or personal property that creates a legitimate health and safety concern, or that creates an immediate and substantial danger to the environment. In addition, where a person has stored personal property in violation of this ordinance, the City of Hillsdale Police Department may deem the personal property to be abandoned and may confiscate it. No warning is required prior to the confiscation. The Department shall retain the confiscated personal property in a manner consistent with the handling of other confiscated property.

Section 4. Exceptions.

The following shall not be treated as a violation of this ordinance:

- (a). Persons sitting or lying down as a result of a medical emergency;
- (b). Persons sitting in wheelchairs or on mobility scooters while using sidewalks;
- (c). Persons sitting down while attending parades;
- (d). Persons sitting down while patronizing outdoor cafes;
- (e). Persons sitting down while attending performances, festivals, concerts, fireworks, parades, or other special events taking place on any public property or in any public facility;
- (f). Persons sitting on chairs or benches supplied by a public agency or abutting private property owner;

(g). Persons sitting or lying down while waiting in an orderly line outside a box office to purchase tickets to any sporting event, concert, performance, or other special event, or waiting outside a business premises to enter the premises to conduct business or commerce;

(h). Persons sitting or lying down in an orderly line awaiting entry to any building, including shelters, or awaiting social services, such as the provision of food, supplies, or meals; or

(i). Children under the age of 13 years sleeping anywhere while being accompanied by a supervising adult or while sitting or lying in a stroller or baby carriage;

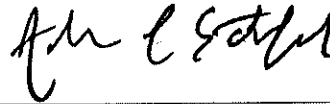
(j). Contractors or subcontractors engaging in activities that would otherwise constitute a violation of this ordinance where said activities are associated and performed in conjunction with the scope of work set forth in a contract with the City of Hillsdale.

Section 5. Penalty.

A violation of this ordinance is a municipal civil infraction subject to a fine of not less than \$100.00 nor more than \$500.00 in the discretion of the Court.

This ordinance shall take effect 15 days from the date of its passage and after publication as provided by Charter.

The foregoing ordinance was duly adopted at a regular meeting of the Hillsdale City Council held on the 5th day of June, 2023.



Adam Stockford, Mayor



Katy Price, City Clerk

Date Proposed:	<u>4/17/2023</u>
Date Published as Proposed:	<u>5/10/2023</u>
Date Passed:	<u>6/05/2023</u>
Date Published as Passed:	<u>6/10/2023</u>
Effective Date:	<u>6/20/2023</u>

Katy Price

From: Adam Stockford <adamlstockford@gmail.com>
Sent: Tuesday, November 19, 2024 12:09 AM
To: Katy Price
Subject: Resignation for council packet

To my friends and neighbors,

I hereby resign my seat as Mayor of the City of Hillsdale, Michigan, effective December 1, 2024. I will soon no longer meet the residency requirements for public office according to the Hillsdale city charter.

Mayor Adam L Stockford

CAUTION: This email originated from outside the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

City of Hillsdale Agenda Item Summary

Meeting Date: December 2, 2024

Agenda Item: New Business

SUBJECT TIFA Development Plan Update

BACKGROUND PROVIDED BY STAFF (Alan Beeker, Zoning Administrator)

In keeping with the requirements of Act 57 of 2018, the TIFA Development plan must be updated periodically. The previous update was adopted in 2015. The TIFA Board has reviewed and updated the proposed development for the district. The required public hearings have been held. At the closing of the second public hearing, the TIFA Board unanimously approved the proposed plan and recommended presentation to City Council for final approval and adoption. The proposed Development Plan is included.

The TIFA Board and City Support Staff recommend Council approve and adopt the TIFA Development Plan.

RECOMMENDATION:

**SEVENTH AMENDMENT TO CITY OF HILLSDALE
TAX INCREMENT FINANCE AND
DEVELOPMENT PLAN**

INTRODUCTION:

This document amends the tax increment financing and development plan which was prepared pursuant to the provisions of Public Act 450 of 1980, as amended. That plan was prepared on May 5, 1986 and was subsequently amended on November 29, 1989, December 23, 1991, March 13, 1997, December 17, 2001, October 20, 2008 and December 21, 2015 for the purpose of establishing a Tax Increment Finance Authority whose Board may perform any of its powers generally under Section 7 of said Act, and capture tax dollars for the purpose of financing improvements in the central business district. The original plan and amendments shall remain in effect with the following changes:

1. Boundaries of the Development Area [Sec. 16 (2)(a) and (b)]:
No change.
2. Location of Streets and Public Facilities [Sec. 16 (2)(c)]:
No change.
3. Description of Improvements [Sec. 16 (2)(d)]:

The following is a list of public improvements which have been completed in the development area and the dates by which such improvements were completed:

Improvement	Completion Date
Develop parking lot in Block 285	12/31/86
Place overhead utilities underground in main alley Block 285	12/31/87
Repair and replace sidewalk, curbs and gutter Block 285	12/31/89
Install period street lighting, street furniture, trash receptacles Block 285	12/31/88
Plant additional street trees Block 285	12/31/89
Repair and replacement of storm sewers in Block 282	12/31/90
Place overhead utilities underground in Block 282	12/31/90
Develop parking lot in Block 282	12/31/91

Repair and replace sidewalk, curbs, and gutters Block 282	12/31/91
Install period street lighting in Block 282	12/31/91
Improvement to alley adjacent to parking lot in Block 282	12/31/92
Plant additional street trees Block 282	12/31/92
Install street furniture, trash receptacles in Block 282	12/31/92
Improvements to street in Block 428, 285, 429 and 301	12/31/93
Repair and replace sidewalk, curb, and gutter Block 428, 285,429 and 301	12/31/93
Install period street lighting in Block 428, 285, 429 and 301	12/31/93
Improvement to storm drainage in Block 428, 285, 429 and 301	12/31/93
Improvement to storm drainage in alley adjacent to parking lot in Block 428	12/31/94
Redevelopment of parking lot in Block 428	12/31/94
Install curb and gutter in alley Block 428	12/31/94
Install street furniture, trash receptacles in Block 428	12/31/94
Relocation of utilities as needed within Block 428	12/31/94
Planting of additional street trees and shrubs in a newly developed greenbelt area in alley R.O.W. and parking lot Block 428	12/31/94
Redevelopment of parking lot in Block 302	12/31/95
Repair and replacement of sidewalk, curb and gutter in Block 302	12/31/95
Placement of overhead utilities underground in Block 429, 301 and 302	12/31/95

Planting of additional street trees and shrubs in parking lot and development of greenbelt area in alley R. O. W. Block 302	12/31/95
Install period street lighting Block 302	12/31/95
Repair or replacement storm sewers in Block 302	12/31/95
Parking lot, plants, curbs, gutters, sidewalks in Block 278	08/31/96
Acquisition of land for parking lot in Block 160	03/31/97
Installation of greenbelt area in Block 160	09/30/97
Install Period street lighting in Block 160	09/30/97
Maintenance of parking lot in Block 281	12/31/06
Demolition of buildings, site work, environmental work, curbs and gutters, relocation of intersection in Block 156	12/31/07
Purchase and demolition of 25 N Broad St.	05/23/19
Purchase of Keefer Hotel and sale to CL Real Estate for development	10/25/15
Purchase and renovation of the Dawn Theater	02/01/22
New Wayfinding signage	2022-2023

Plans for the development area under this amendment shall include maintenance of the projects planned in this amendment as well as the projects listed above.

Improvement	Projected Completion Date
Acquisition/sale/lease of real estate, especially as it pertains to eliminating blight, and occupying vacant and abandoned buildings in the TIFA district.	December 31, 2035

Replacement of curbs, gutters and sidewalks in Blocks as needed.	December 31, 2035
Redesign and Reconstruction of the Ferris Street parking lot including improved access from Ferris St. lot to Broad St.	December 31, 2035
Redesign and Reconstruction of the S. Manning Street/Wilson Hall parking lot	December 31, 2035
Projects to develop a comprehensive plan for the overall design, beautification and infrastructure in the TIFA district.	December 31, 2035
Projects to support efforts for beautification, pedestrian and bicycle accessibility and efficient functioning of the TIFA district	December 31, 2035
Support projects to enable private investment in rehabilitation and redevelopment	December 31, 2035
Support projects that encourage and enable neighborhood revitalization and historic preservation	December 31, 2035
Support incentive programs that encourage business attraction and retention, economic development, and activity	December 31, 2035
Encourage projects that market downtown Hillsdale as a destination for locals and visitors.	December 31, 2035
Storm water control and mitigation design and improvement	December 31, 2035

4. Location and Cost of Improvements [(Sec. 16 (2)(e)]:

The proposed improvements will be made in various Blocks throughout the TIFA District and include acquisition/sale/lease of real estate, demolition of buildings, site repair, installation of curbs, gutters, drainage, sidewalks, greenbelts, lighting, landscaping and environmental

work, as well as installation, repair or replacement of alleys, repair or replacement and maintenance of parking lots. The estimated cost for such improvements is \$700,000 and these improvements will be completed on or before December 31, 2035.

5. Construction Planned [Sec. 16 (2)(f)]:

See Item 3 above.

6. Planned Open Space [Sec. 16(2)(g)]:

Not applicable

7. Land to be Sold [Sec. 16 (2)(h)]:

Not applicable

8. Zoning change and changes in streets and utilities [Sec. 16(2)(i)]:

No zoning changes are planned for the development area. A Traffic Calming planned in conjunction with MDOT (Michigan Department of Transportation) will include the vacation of Cook Street. The right to make any changes is hereby retained.

9. Cost of the Development [Sec. 16(2)(j)]:

The improvements planned for the development are anticipated to cost approximately \$700,000 plus an unknown amount for maintenance of previous projects. All of the anticipated cost will be raised through tax increment financing or other methods allowed by the Act.

10. Person to Whom Development will be Sold [Sec. 16(2)(k)]:

It is possible portions of this project may be sold/leased/conveyed to the City or County of Hillsdale as well as private individuals (natural or corporate).

11. Bidding Procedures for Sale or Lease upon Completion [Sec. 16(2)(l)]:

Bidding procedure will be a RFP (Request for Proposal) process as required by the rules and procedures of the Hillsdale TIFA.

12. Persons to be displaced [Sec. 16 (2)(m)]:

None

13. Relocation Plan [Sec. 16 (2)(n)]:

Not applicable

14. Relocation cost [Sec. 16 (2)(o)]:

Not applicable

15. Compliance Plan [Sec. 16 (2)(p)]:

Not applicable

16. Benefits of the Plan [Sec. 13 (1) (a)]:

The investment of public monies and activity of TIFA is reasonably expected to stimulate economic activity leading to revitalization of the TIFA District including the historic

downtown and National Historic District. Encouraging new businesses and business investment is essential to bring about renewed interest in the downtown as the visible key to economic development within the city as a whole.

17. Captured Assessed Value [Sec. 13(1) (b)]:

For the ten years which the development plan is expected to remain in effect, the following assessed values are expected to be captured above the initial assessed value of \$5,160,201 (3.86% change per year based on 10 year average):

<u>Year</u>	<u>Captured Assessed Value</u>
2025	\$5,942,551
2026	\$6,171,766
2027	\$6,409,822
2028	\$6,657,061
2029	\$6,913,836
2030	\$7,180,515
2031	\$7,457,481
2032	\$7,745,129
2033	\$8,043,873
2034	\$8,354,140

18. Estimated Tax Increment Revenues [Sec. 13(1)(c)]:

<u>Year</u>	<u>TIFA Revenues</u>
2025	\$155,231
2026	\$161,218
2027	\$167,437
2028	\$173,895
2029	\$180,602
2030	\$187,568
2031	\$194,804
2032	\$202,318
2033	\$210,121
2034	\$218,226

19. Tax Increment Procedure [Sec. 13 (1)(d)]:

The tax increment financing procedure is a method by which a local unit of government can capture tax dollars to apply toward a specific public improvement project. The first step in the procedure is to determine the base year for the purpose of establishing the initial assessed value. Once established, any increases in assessments above this assessed value are "captured". The taxes levied on the increases by all taxing jurisdictions have the authority to levy property taxes within the development area are used to finance designated projects. Once the purpose of the plan has been accomplished, the taxing jurisdictions will then tax on the total assessed value. This procedure is already in place inasmuch as this is an amendment to the original plan.

20. Bonded Indebtedness [Sec. 13 (1)(e)]:

It is anticipated at this time that there will be no bond indebtedness incurred. However, the right to use that funding mechanism as needed is hereby retained.

21. Operating and Planning Expenditures [Sec. 13 (1)(f)]:

It is expected that no funds will be spent by the tax increment finance authority on operating and planning. No advances are anticipated.

22. Cost to Be Paid Through Tax Increment Financing [Sec. 13 (1)(g)]:

It is anticipated that tax increment financing will be used to fully fund all projects provided for in this development plan.

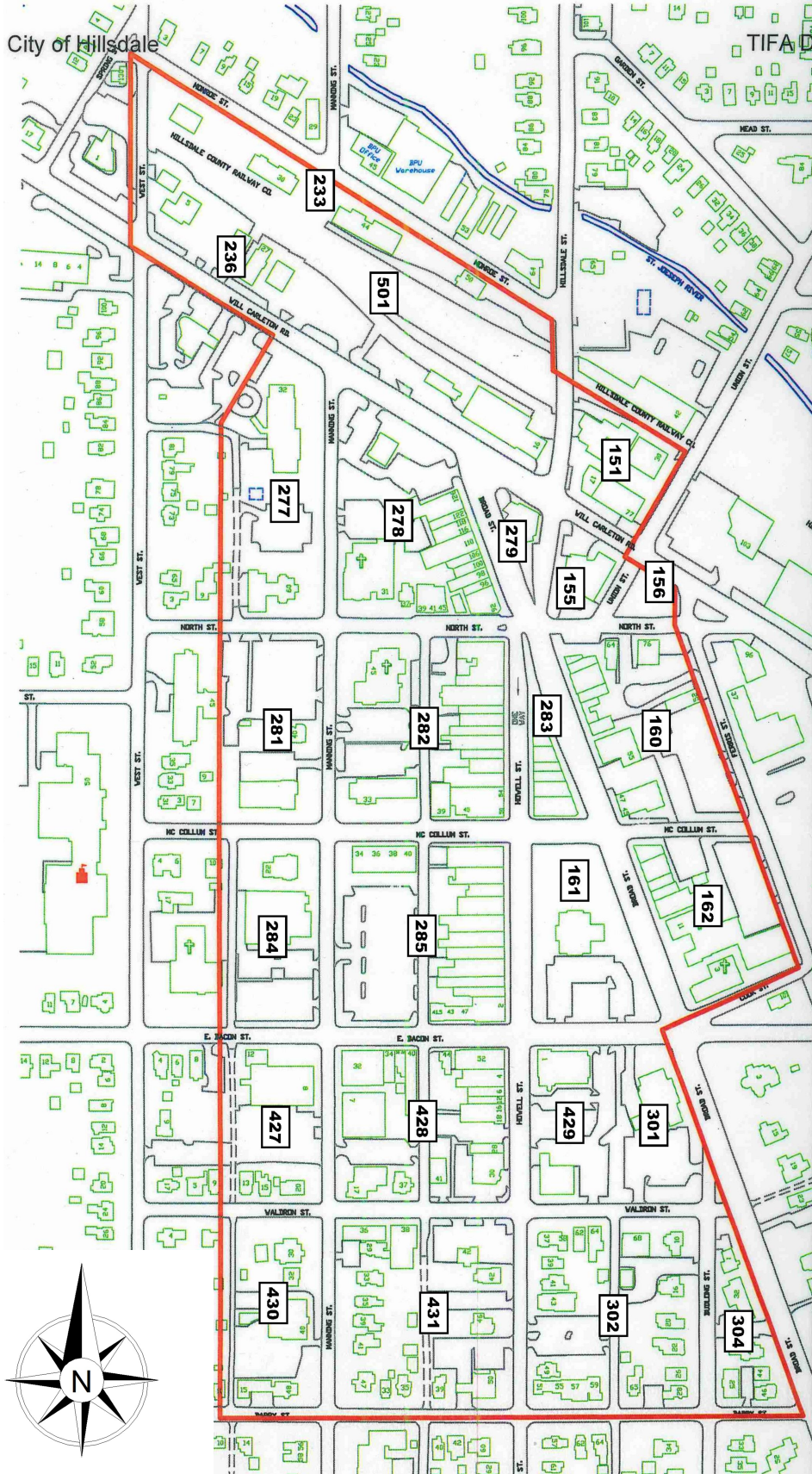
23. Duration of the Plan [Sec. 13 (1)(h)]:

It is anticipated that to finance the development noted in 22 above, the plan will remain in effect for ten (10) years from the date of this amendment.

24. Impact on the Taxing Jurisdictions [Sec. 13 (1) (i)]:

The financial impact on the various taxing jurisdictions per year based on projections for 2025 (first year following amendment) is as follows:

Jurisdiction	Projected Total Taxable Value	Amount	As % of Total Taxes	(Total Taxes)
City of Hillsdale	\$179,690,260	\$107,850	3.31	\$3,261,157
Hillsdale County	\$1,954,854,379	\$47,382	.30	\$15,586,367



TIFA Approved:
 Council Approved:

RESOLUTION # 2024- _____

WHEREAS, the Tax Increment Financing Authority for the City of Hillsdale has presented a proposed Amendment to the Tax Increment Finance Plan and Development Plan for consideration by the Council; and

WHEREAS, a public hearing was conducted on August 20, 2024 after notice of such hearing was published in a newspaper of general circulation in the City of Hillsdale not less than 20 nor more than 40 days before the date of the hearing, and

WHEREAS, a second public hearing was conducted on November 19, 2024 after notice of such hearing was published in a newspaper of general circulation in the City of Hillsdale not less than 20 nor more than 40 days before the date of the hearing, and

WHEREAS, all taxpayers and taxing jurisdictions in the TIFA District were provided notice of the public hearing by U.S. mail, and

WHEREAS, opportunity was given for interested parties to express their opinion, argue the merits and introduce documentary evidence pertinent to the development plan, and no one having appeared;

NOW. THEREFORE. BE IT RESOLVED that the Council of the City of Hillsdale does hereby determine that the Amendment to the Tax Increment Finance Plan and Development Plan presented to Council by the Authority Board constitutes a public purpose.

BE IT FURTHER RESOLVED that the Amendment to the Tax Increment Finance Plan and Development Plan is hereby approved as presented.

Passed this 2nd day of December, 2024

Ayes ___

Nays ___

Joshua Paladino – Mayor Pro-Tem

RESOLUTION DECLARED ADOPTED.

Date: December 2, 2024

Katy Price – City Clerk

**CITY OF HILLSDALE,
HILLSDALE, MICHIGAN**

RESOLUTION # _____

MEMORIAL RESOLUTION HONORING CAROL ANN LACKEY

WHEREAS, the City of Hillsdale deeply mourns the loss of Carol Ann Lackey, who passed away on November 20, 2024, and whose life exemplified dedication to family, faith, and community service;

WHEREAS, Carol was a longtime member of the Hillsdale County Historical Society and president of the Friends of the Mitchell Research Center, where she served as a historian and librarian, preserving Hillsdale's history, mentoring researchers, and fostering a love for local heritage; and

WHEREAS, Carol was a proud graduate of Hillsdale High School, a lifelong resident of the community she loved, and an active member of St. Anthony Catholic Church, where her faith and devotion inspired many; and

WHEREAS, Carol's steadfast commitment to preserving Hillsdale's heritage, along with her voluntary service as a member of the City of Hillsdale's Cemetery Board, embody the true spirit of community service;

WHEREAS, Carol left an indelible mark on the City of Hillsdale and its people, and she will be deeply missed by her family, friends, and all who knew and loved her;

NOW, THEREFORE, BE IT RESOLVED, that the Hillsdale City Council recognizes and honors the life and contributions of Carol Ann Lackey, celebrating her legacy of service and dedication to the Hillsdale community; and

BE IT FURTHER RESOLVED, that a suitable copy of this resolution be prepared and presented to the family of Carol Ann Lackey as a sign of our honor and respect.

Adopted this 2nd day of December, 2024, by the Hillsdale City Council.

Joshua Paladino, Mayor Pro-Tem

Katy Price, City Clerk

City of Hillsdale Agenda Item Summary

Meeting Date: December 2, 2024

Agenda Item: New Business

SUBJECT Council Standing Committees

BACKGROUND PROVIDED BY STAFF (Katy Price, City Clerk)

Attached are the Standing Committees presented by Mayor Pro Tem Paladino.

RECOMMENDATION:

To consider and approve the Mayor Pro Tem Standing Committee appointments.

STANDING COUNCIL COMMITTEES

FINANCE – Gary Wolfram, Matthew Bentley, Jacob Bruns

Administrative Services
City Clerk

Assessing
Elections

Finance

Treasurer

PUBLIC SAFETY- Greg Stuchell, Rob Socha, Bob Flynn

Police

Fire

Building Inspection

Code Enforcement

COMMUNITY DEVELOPMENT- Gary Wolfram, Bob Flynn, Jacob Bruns

TIFA
Parks

Recreation
Field of Dreams

Library

Economic Development
Capital Improvement Project

PUBLIC SERVICES-Rob Socha, Josh Paladino, Matthew Bentley

Public Service/Forestry
Local Streets
RMEF

Building and Grounds
Dial-a-Ride
BPU

Major Streets
Refuse Collection
Airport

Parking Lots
Cemeteries

OPERATIONS & GOVERNANCE- Will Morrissey, Greg Stuchell, Josh Paladino

City Council

City Manager



CITY OF HILLSDALE

97 NORTH BROAD STREET
HILLSDALE, MICHIGAN 49242-1695
(517) 437-6441 FAX: (517) 437-6448
cityofhillsdale.org

What Board/Commission would you like to serve? Library Board

Name: Jaminda Springer

Address: 88 South Howell Street Hillsdale 49242
Street City Zip

Phone: Home XXXXXXXXXX Work XXXXXXXXXX

E-Mail XXXXXXXXXX

Residency is required for most Boards & Commissions.
Are you a resident of City of Hillsdale? Yes X No If so, for how long? 14 years

Occupation: (if retired, former occupation) Director of School

Please check the expertise and skills you can contribute:

- Accounting Planning Community Relations
Fund Raising Computers Public Speaking
Marketing Knowledge of the Cause Finance
Advocacy Public Relations Management
Human Resources Legal Other

Brief Educational Background:
I have a bachelor degree in education.

What charitable or community activities have you actively participated in? Please describe any leadership role(s) you have (had) in the organization(s):
I was a founding member of the Ladies Beautification League that painted three murals in the city of Hillsdale. I served on that board for 3 years. I have been active in my church and my children's schools over the years. I was a member of the Pastor's Advisory Council at our church in Ann Arbor, and I was president of the Parent Forum at my children's school. I founded the school for which I am now the director. I have planned and executed fundraisers for various charitable... (Continued below)

On what other volunteer boards/committees have you served?
organizations. I led a community mothers' group in Ann Arbor, and I led La Leche League of Hillsdale for over 5 years before starting the school (Hillsdale Classical). Most of my community service work has been faith based, focused on children, or educational by nature. I am dedicated to thoughtfully raising my own family and assisting other parents in their endeavors to love and foster the children of our community.

Describe any previous activities related to government: _____

I have worked for candidates in local and state elections and attended fundraisers for state and national parties and candidates. I follow the work of the local city council and school board and state and national politics closely.

Please explain why you would be interested in serving on the council or committee: _____

I love the public library. My children and I visited it frequently when they were little, but I have been there less since I started the school. Fortunately, we live in downtown Hillsdale, so my kids can walk and ride their bikes to the library on their own. I am committed to the library. Reading is so important to the advancement of our community. The children of our school frequent the library. I see the library as a vital resource for the residents of Hillsdale.

Please explain your understanding of the City of Hillsdale:

Hillsdale is one of the great, small towns of America. Having lived all over the country, I see that Hillsdale is unique and wonderful. It is truly a gem. I hope that I can contribute to its growth and development and use my skills and talents to meet its challenges while holding on to the charm and culture that we have here. It is a deeply faithful community, and the residents are good, family people. We are not all the same, but we meet on our common, hometown ground. We are neighbors and friends all working for our families and trying to do our best. I see that all around me. (Continued below)

I didn't understand small-town life before I moved to Hillsdale. I didn't know how good it can be. I am so glad that our family's path brought us to Hillsdale, and that we were able to build our lives here. I recently visited Paris to see my daughter in college. I actually missed Hillsdale by the end of the trip. Life here is pleasant. It is not-crowded. It is quiet, spacious, beautiful. You can keep the Eiffel Tower. Give me the court house clock tower! I love Hillsdale. I love raising my children here.

Please send your completed application to City of Hillsdale, City Manager at 97 North Broad Street, Hillsdale, MI 49242.



Applicant Signature

May 25, 2022

Date

RECEIVED



CITY OF HILLSDALE

AUG 19 2024

97 NORTH BROAD STREET
HILLSDALE, MICHIGAN 49242-1695
(517) 437-6441 FAX: (517) 437-6448
cityofhillsdale.org

CITY OF HILLSDALE
CITY CLERK'S OFFICE

What Board/Commission would you like to serve? shade tree

Name: Parker Hjelmberg

Address: [redacted] Hillsdale 49242
Street City Zip

Phone: Home [redacted] Work

E-Mail [redacted]@gmail.com

Residency is required for most Boards & Commissions.

Are you a resident of City of Hillsdale? Yes [checked] No If so, for how long? 3y 9m

Occupation: (if retired, former occupation) publisher

Please check the expertise and skills you can contribute:

- Accounting, Fund Raising, Marketing, Advocacy, Human Resources, Planning, Computers, Knowledge of the Cause, Public Relations, Legal, Community Relations, Public Speaking, Finance, Management, Other

Brief Educational Background:

BA Winona State University (Economics)
MA University of Dallas (English)

What charitable or community activities have you actively participated in? Please describe any leadership role(s) you have (had) in the organization(s):

On what other volunteer boards/committees have you served?

Describe any previous activities related to government: I was an employee of the Department of Defense for four years during my active duty service in the US Air Force.

Please explain why you would be interested in serving on the council or committee: I love trees and think they are vital to human flourishing.

Please explain your understanding of the City of Hillsdale: I see Hillsdale as a place that holds on to a sane way of life in an increasingly crazy world.

Additional comments: Thank you for your consideration.

Please send your completed application to City of Hillsdale, City Manager at 97 North Broad Street, Hillsdale, MI 49242.

Parker A. Johnson
Applicant Signature

8/12/24
Date

RECEIVED

NOV 12 2014



CITY OF HILLSDALE CITY CLERK'S OFFICE

97 NORTH BROAD STREET HILLSDALE, MICHIGAN 49242-1695 (517) 437-6441 FAX: (517) 437-6448 cityofhillsdale.org

What Board/Commission would you like to serve? TIFA Board

Name: LUKE ROBSON

Address: [Redacted] Hillsdale 49242
Street City Zip

Phone: Home [Redacted] Work SAME

E-Mail [Redacted]

Residency is required for most Boards & Commissions. Are you a resident of City of Hillsdale? Yes X No If so, for how long? 2 yrs

Occupation: (if retired, former occupation) REAL ESTATE DEVELOPMENT + MGMT

Please check the expertise and skills you can contribute:

- Accounting, Fund Raising, Marketing, Advocacy, Human Resources, Planning, Computers, Knowledge of the Cause, Public Relations, Legal, Community Relations, Public Speaking, Finance, Management, Other

Brief Educational Background: B.A., ECONOMICS, HILLSDALE COLLEGE ; J.D., UNIV. OF NOTRE DAME LAW SCHOOL

What charitable or community activities have you actively participated in? Please describe any leadership role(s) you have (had) in the organization(s): BOARD MEMBER / FOUNDER - CARSTONE CLASSICAL ACADEMY (FARGO, ND) BOARD MEMBER - AMERICAN CLASSICAL EDUCATION FOUNDATION (NATIONAL) PRESIDENT'S ADVISORY COUNCIL - SOCIETY FOR CLASSICAL LEARNING (RICHMOND, VA)

On what other volunteer boards/committees have you served?

Describe any previous activities related to government: DIRECTOR OF MEDIA RELATIONS, Gov. PETE RICKETTS; PROJECT MANAGER, Gov. DEB BURCUM

Please explain why you would be interested in serving on the council or committee: I LOVE DOWNTOWN HILLSDALE, I HAVE HEAVILY INVESTED IN DOWNTOWN, AND DESIRE TO SEE IT FLOURISH.

Please explain your understanding of the City of Hillsdale: A TOWN WITH GOOD DAYS BEHIND IT BUT BETTER DAYS AHEAD.

Additional comments: _____

Please send your completed application to City of Hillsdale, City Manager at 97 North Broad Street, Hillsdale, MI 49242.



Applicant Signature

11-6-24

Date