

To: Mayor Pat Humphrey and the Clare City Commission
From: Steven J. Kingsbury, Treasurer, Finance Director and
Director of Information Technology
Date: August 11, 2010
Reference: Treasurer's Report for August 16, 2010

Account Reconciliation Report: All accounts of the City of Clare are in balance as of July 31, 2010.

Cash and Investment Report: Enclosed you will find a summary report of all cash and investment accounts of the City reported by bank of deposit as of July 31, 2010.

Cash Summary By Fund Report: Enclosed you will find a summary report by operating fund of all cash and investment balances of the City as of July 31, 2010.

Revenue and Expenditure Report: Enclosed you will find a Summary Revenue and Expenditure Report (Unaudited) of the City of Clare prepared as of July 31, 2010.

Balance Sheet: Enclosed you will find a Comparative Balance Sheet (Unaudited) of the City of Clare prepared as of July 31, 2010.

Quarterly Investment Report: Enclosed you will find a complete listing of the investments held by the City of Clare as of July 31, 2009

Utility Billing System Reconciliation and Receivable Report: Enclosed you will find the July 2010 Utility System Reconciliation Summary Report along with the first and last page of the accounts receivable report prepared as of August 2, 2010. The Aged Accounts Receivable Report highlights any significant collection problems for management staff to address. If you are interested in viewing the complete Utility Accounts Receivable Report or discussing any particular aspect of the billing process or our collection efforts please feel encouraged to contact Cathy or myself at your convenience.

Annual Fiscal Audit: Enclosed you will find the audit engagement letter from our external auditing firm Andrews, Hooper & Pavlik, P.L.C. along with their audit scope. The field work for our annual audit is scheduled to begin on Monday, September 13th and conclude by Friday of the following week.

August 2010 Treasurer's Article: Enclosed you will find my Treasurer's article that is included in the City of Clare's August 2010 "Currently Clare" bi-monthly newsletter and also as an archive article on the City of Clare's Internet site. This month's article continues the article series on municipal accounting, budgeting and general financial management.

CITY OF CLARE
CASH AND INVESTMENT SUMMARY (UNAUDITED) BY BANK
From 7/01/2010 to 7/31/2010

<u>Financial Institution/Account Description</u>	<u>Interest Rates</u>	<u>Balance 7-1-10</u>	<u>Total Increases</u>	<u>Total Decreases</u>	<u>Balance 7-31-10</u>
<u>City of Clare Accounts</u>					
Chemical Bank/Consolidated Account	0.300%	\$ 184,862.73	\$ 598,230.12	\$ 514,506.96	\$ 268,585.89
Firstbank/Money Market Account	0.650%	72,534.15	41.33	-	72,575.48
Isabella Bank/Certificate of Deposit	2.100%	100,000.00	-	-	100,000.00
Chemical Bank/Current Property Tax Account	0.300%	105.26	540,384.71	361,805.70	178,684.27
Petty Cash and Cash on Hand	N/A	350.00	-	-	350.00
Cash Held by Isabella County	0.15%	22,335.69	2.76	-	22,338.45
Chemical Bank/Repurchase Agreements	1.00% to 1.50%	1,400,000.00	20,000.00	20,000.00	1,400,000.00
Firstbank/Hatton Township Landfill Trust Fund	2.230%	114,500.00	-	-	114,500.00
Total - City of Clare Accounts		<u>\$ 1,894,687.83</u>	<u>\$ 1,158,658.92</u>	<u>\$ 896,312.66</u>	<u>\$ 2,157,034.09</u>
<u>City of Clare Component Unit Accounts</u>					
Chemical Bank DDA Account	0.300%	\$ 115,317.08	\$ 11,341.61	\$ 550.00	\$ 126,108.69
Chemical Bank LDFA Account	0.300%	207,453.07	44.33	-	207,497.40
Total - City of Clare Component Unit Accounts		<u>\$ 322,770.15</u>	<u>\$ 11,385.94</u>	<u>\$ 550.00</u>	<u>\$ 333,606.09</u>

CASH SUMMARY BY FUND FOR THE CITY OF CLARE
From 07/01/2010 To 07/31/2010
ALL FUNDS (UNAUDITED)
CASH and INVESTMENT ACCOUNTS

FUND	DESCRIPTION	BALANCE 7/1/2010	TOTAL DEBITS	TOTAL CREDITS	BALANCE 7/31/2010	Investment Balances 7/31/2010	Transactional Account Balances 7/31/2010
101	General Fund	501,014.90	292,893.23	204,696.29	589,211.84	\$ 320,000.00	\$ 269,211.84
150	Cemetery Perpetual Care	255,963.81	1,293.13	0.00	257,256.94	250,000.00	7,256.94
202	Major Streets	52,126.99	15,825.06	6,547.88	61,404.17	45,000.00	16,404.17
203	Local Streets	13,964.53	15,060.70	9,175.09	19,850.14	10,000.00	9,850.14
206	Fire Fund	96,978.26	15,918.50	36,824.42	76,072.34	70,000.00	6,072.34
208	Parks and Recreation	4,616.36	31,142.47	33,654.12	2,104.71	-	2,104.71
210	Downtown Development Authority (DDA)	115,317.08	11,341.61	550.00	126,108.69	-	126,108.69
211	Sidewalk Replacement Fund	28,702.59	3,091.62	1,397.93	30,396.28	25,000.00	5,396.28
214	Local Finance Development Authority (LDFA)	207,453.07	44.33	0.00	207,497.40	-	207,497.40
265	Drug Law Enforcement Fund	0.00	0.00	0.00	0.00	-	-
303	Public Safety Building Debt Service	0.00	16,042.50	16,042.50	0.00	-	-
590	Sewer System Fund	379,671.81	62,534.05	58,846.59	383,359.27	350,000.00	33,359.27
591	Water System Fund	255,800.95	39,091.75	38,788.19	256,104.51	255,000.00	1,104.51
636	Data Processing Fund	43,187.17	5,087.19	10,402.01	37,872.35	35,000.00	2,872.35
641	Mobile Equipment Fund	44,431.74	21,274.69	22,440.31	43,266.12	40,000.00	3,266.12
701	General Agency Fund	4,478.15	0.00	4,198.15	280.00	-	280.00
703	Property Tax Fund	105.26	540,384.71	361,805.70	178,684.27	-	178,684.27
704	Imprest Payroll Fund	91,336.88	98,977.99	91,493.48	98,821.39	-	98,821.39
737	Health Reimbursement Account Fund	7,849.76	0.00	0.00	7,849.76	-	7,849.76
765	Hattan Township Landfill Trust Fund	114,500.00	0.00	0.00	114,500.00	114,500.00	-
TOTAL - ALL FUNDS		\$ 2,217,499.31	\$ 1,170,003.53	\$ 896,862.66	\$ 2,490,640.18	\$ 1,514,500.00	\$ 976,140.18

Summary

Revenue and Expenditure Report

Prepared as of

July 31, 2010

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE	2010-11 AMENDED BUDGET	YTD BALANCE	ACTIVITY FOR	AVAILABLE	% BDGT USED
	06/30/2010 NORM (ABNORM)		07/31/2010 NORM (ABNORM)	MONTH 07/31/2010 INCR (DECR)	BALANCE NORM (ABNORM)	
Fund 101 - GENERAL FUND						
Revenues						
000.000-GENERAL	2,490,881.94	2,337,527.31	230,517.54	230,517.54	2,107,009.77	9.86
931.000-TRANSFERS IN AND OTHER SOURCES	32,000.00	76,973.70	0.00	0.00	76,973.70	0.00
TOTAL Revenues	2,522,881.94	2,414,501.01	230,517.54	230,517.54	2,183,983.47	9.55
Expenditures						
101.000-CITY COMMISSION	43,777.56	52,846.06	75.00	75.00	52,771.06	0.14
172.000-CITY MANAGEMENT/ADMINISTRATION	122,599.89	126,558.97	8,974.04	8,974.04	117,584.93	7.09
191.000-FISCAL SERVICES	113,912.03	111,957.32	7,113.76	7,113.76	104,843.56	6.35
215.000-CLERK	116,928.68	124,723.54	8,570.78	8,570.78	116,152.76	6.87
247.000-BOARD OF REVIEW	725.64	1,511.20	28.00	28.00	1,483.20	1.85
257.000-ASSESSOR	39,035.19	45,056.43	2,031.75	2,031.75	43,024.68	4.51
262.000-ELECTIONS	1,483.88	5,020.00	0.00	0.00	5,020.00	0.00
265.000-BUILDING AND GROUNDS	48,316.67	84,828.07	1,380.65	1,380.65	83,447.42	1.63
266.000-ATTORNEY	49,935.66	48,000.00	5,630.50	5,630.50	42,369.50	11.73
276.000-CEMETERY	73,019.55	75,837.93	6,745.45	6,745.45	69,092.48	8.89
301.000-POLICE	907,164.05	906,598.29	60,198.81	60,198.81	846,399.48	6.64
371.000-BUILDING INSPECTION DEPARTMENT	54,178.06	54,513.60	2,818.12	2,818.12	51,695.48	5.17
441.000-DEPARTMENT OF PUBLIC WORKS	47,579.30	59,288.34	1,690.42	1,690.42	57,597.92	2.85
445.000-DRAINS - PUBLIC BENEFIT	0.00	10,500.00	0.00	0.00	10,500.00	0.00
448.000-STREET LIGHTING	93,295.05	75,946.55	7,399.36	7,399.36	68,547.19	9.74
526.000-LANDFILL CLOSURE	52,727.45	63,955.78	231.02	231.02	63,724.76	(10.54)
528.000-REFUSE COLLECTION/DISPOSAL	209,923.22	200,207.34	1,852.61	1,852.61	198,354.73	0.93
537.000-AIRPORT	291,085.56	219,660.83	7,505.57	7,505.57	212,155.26	3.42
721.000-PLANNING	19,182.29	22,500.00	12,572.50	12,572.50	9,927.50	55.88
955.000-NON DEPARTMENTAL	3,333.18	3,900.00	0.00	0.00	3,900.00	0.00
999.000-TRANSFERS (OUT) AND OTHER USES	463,931.52	533,183.49	24,625.50	24,625.50	508,557.99	4.62
TOTAL Expenditures	2,752,134.43	2,826,593.74	159,443.84	159,443.84	2,667,149.90	5.39
Fund 101:						
TOTAL REVENUES	2,522,881.94	2,414,501.01	230,517.54	230,517.54	2,183,983.47	9.55
TOTAL EXPENDITURES	2,752,134.43	2,826,593.74	159,443.84	159,443.84	2,667,149.90	5.64
NET OF REVENUES & EXPENDITURES	(229,252.49)	(412,092.73)	71,073.70	71,073.70	(483,166.43)	17.25

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		2010-11 AMENDED BUDGET	YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)		NORM	(ABNORM)		NORM	(ABNORM)	
Fund 150 - CEMETERY PERPETUAL CARE									
Revenues									
000.000-GENERAL	10,947.05		11,400.00	1,293.13		1,293.13	10,106.87		11.34
TOTAL Revenues	<u>10,947.05</u>		<u>11,400.00</u>	<u>1,293.13</u>		<u>1,293.13</u>	<u>10,106.87</u>		<u>11.34</u>
Expenditures									
999.000-TRANSFERS (OUT) AND OTHER USES	32,000.00		32,000.00	0.00		0.00	32,000.00		0.00
TOTAL Expenditures	<u>32,000.00</u>		<u>32,000.00</u>	<u>0.00</u>		<u>0.00</u>	<u>32,000.00</u>		<u>0.00</u>
Fund 150:									
TOTAL REVENUES	10,947.05		11,400.00	1,293.13		1,293.13	10,106.87		11.34
TOTAL EXPENDITURES	32,000.00		32,000.00	0.00		0.00	32,000.00		0.00
NET OF REVENUES & EXPENDITURES	(21,052.95)		(20,600.00)	1,293.13		1,293.13	(21,893.13)		6.28

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

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ACCOUNT DESCRIPTION	END BALANCE		YTD BALANCE		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE		% BDGT USED
	06/30/2010 NORM (ABNORM)	2010-11 AMENDED BUDGET	07/31/2010 NORM (ABNORM)			NORM (ABNORM)		
Fund 202 - MAJOR STREETS								
Revenues								
000.000-GENERAL	246,979.50	194,449.71	322.41		322.41		194,127.30	0.17
TOTAL Revenues	<u>246,979.50</u>	<u>194,449.71</u>	<u>322.41</u>		<u>322.41</u>		<u>194,127.30</u>	<u>0.17</u>
Expenditures								
446.001-STATE TRUNKLINE MAINTENANCE	119,543.21	72,694.78	2,399.17		2,399.17		70,295.61	3.30
449.002-PRESERVATION STREETS	76,014.86	83,033.07	3,477.97		3,477.97		79,555.10	4.19
449.003-WINTER MAINTENANCE	12,521.65	16,400.00	0.00		0.00		16,400.00	0.00
449.004-ADMIN, ENGINEERING & RECORD KEEPING	12,810.86	13,995.31	670.74		670.74		13,324.57	4.79
999.000-TRANSFERS (OUT) AND OTHER USES	10,000.00	10,000.00	0.00		0.00		10,000.00	0.00
TOTAL Expenditures	<u>230,890.58</u>	<u>196,123.16</u>	<u>6,547.88</u>		<u>6,547.88</u>		<u>189,575.28</u>	<u>3.34</u>
Fund 202:								
TOTAL REVENUES	<u>246,979.50</u>	<u>194,449.71</u>	<u>322.41</u>		<u>322.41</u>		<u>194,127.30</u>	<u>0.17</u>
TOTAL EXPENDITURES	<u>230,890.58</u>	<u>196,123.16</u>	<u>6,547.88</u>		<u>6,547.88</u>		<u>189,575.28</u>	<u>3.34</u>
NET OF REVENUES & EXPENDITURES	<u>16,088.92</u>	<u>(1,673.45)</u>	<u>(6,225.47)</u>		<u>(6,225.47)</u>		<u>4,552.02</u>	<u>372.01</u>

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

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ACCOUNT DESCRIPTION	END BALANCE		YTD BALANCE		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE		% BDGT USED
	06/30/2010 NORM (ABNORM)	2010-11 AMENDED BUDGET	07/31/2010 NORM (ABNORM)			BALANCE NORM (ABNORM)		
Fund 203 - LOCAL STS FUND								
Revenues								
000.000-GENERAL	150,736.91	145,301.38	10,031.89		10,031.89	135,269.49		6.90
931.000-TRANSFERS IN AND OTHER SOURCES	90,000.00	155,000.00	0.00		0.00	155,000.00		0.00
TOTAL Revenues	240,736.91	300,301.38	10,031.89		10,031.89	290,269.49		3.34
Expenditures								
449.001-CONSTRUCTION STREETS (INCL. ENG.& ROW)	42,859.01	78,512.00	0.00		0.00	78,512.00		0.00
449.002-PRESERVATION STREETS	182,492.81	200,432.83	8,504.25		8,504.25	191,928.58		4.24
449.003-WINTER MAINTENANCE	7,346.65	9,700.00	0.00		0.00	9,700.00		0.00
449.004-ADMIN, ENGINEERING & RECORD KEEPING	8,911.77	9,595.31	670.84		670.84	8,924.47		6.99
TOTAL Expenditures	241,610.24	298,240.14	9,175.09		9,175.09	289,065.05		3.08
Fund 203:								
TOTAL REVENUES	240,736.91	300,301.38	10,031.89		10,031.89	290,269.49		3.34
TOTAL EXPENDITURES	241,610.24	298,240.14	9,175.09		9,175.09	289,065.05		3.08
NET OF REVENUES & EXPENDITURES	(873.33)	2,061.24	856.80		856.80	1,204.44		41.57

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE		YTD BALANCE		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE		% BGD USED
	06/30/2010 NORM (ABNORM)	2010-11 AMENDED BUDGET	07/31/2010 NORM (ABNORM)			BALANCE NORM (ABNORM)		
Fund 206 - FIRE FUND								
Revenues								
000.000-GENERAL	183,529.14	234,995.79	8,253.12		8,253.12	226,742.67		3.51
931.000-TRANSFERS IN AND OTHER SOURCES	106,648.52	103,786.49	0.00		0.00	103,786.49		0.00
TOTAL Revenues	290,177.66	338,782.28	8,253.12		8,253.12	330,529.16		2.44
Expenditures								
336.000-FIRE DEPARTMENT	253,585.02	289,204.73	12,607.28		12,607.28	276,597.45		4.36
906.000-DEBT SERVICE	29,663.67	36,042.77	0.00		0.00	36,042.77		0.00
999.000-TRANSFERS (OUT) AND OTHER USES	19,522.00	19,598.00	6,417.00		6,417.00	13,181.00		32.74
TOTAL Expenditures	302,770.69	344,845.50	19,024.28		19,024.28	325,821.22		5.52
Fund 206:								
TOTAL REVENUES	290,177.66	338,782.28	8,253.12		8,253.12	330,529.16		2.44
TOTAL EXPENDITURES	302,770.69	344,845.50	19,024.28		19,024.28	325,821.22		5.52
NET OF REVENUES & EXPENDITURES	(12,593.03)	(6,063.22)	(10,771.16)		(10,771.16)	4,707.94		177.65

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 208 - PARKS AND RECREATION								
Revenues								
000.000-GENERAL	352,940.37		109,483.40	14,543.97	14,543.97		94,939.43	13.28
931.000-TRANSFERS IN AND OTHER SOURCES	248,000.00		255,000.00	15,000.00	15,000.00		240,000.00	5.88
TOTAL Revenues	600,940.37		364,483.40	29,543.97	29,543.97		334,939.43	8.11
Expenditures								
751.001-PARKS	508,233.50		268,042.16	24,560.05	24,560.05		243,482.11	12.61
751.002-RECREATION	83,387.77		95,167.97	7,560.52	7,560.52		87,607.45	7.94
TOTAL Expenditures	591,621.27		363,210.13	32,120.57	32,120.57		331,089.56	11.39
Fund 208:								
TOTAL REVENUES	600,940.37		364,483.40	29,543.97	29,543.97		334,939.43	8.11
TOTAL EXPENDITURES	591,621.27		363,210.13	32,120.57	32,120.57		331,089.56	8.84
NET OF REVENUES & EXPENDITURES	9,319.10		1,273.27	(2,576.60)	(2,576.60)		3,849.87	202.36

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

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ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 210 - DDA(DOWNTOWN DVLPMT AUTHORITY)								
Revenues								
000.000-GENERAL	203,703.63		135,830.01	7,061.61	7,061.61		128,768.40	5.20
TOTAL Revenues	<u>203,703.63</u>		<u>135,830.01</u>	<u>7,061.61</u>	<u>7,061.61</u>		<u>128,768.40</u>	<u>5.20</u>
Expenditures								
747.001-DDA - OPERATIONS	37,299.36		38,200.00	0.00	0.00		38,200.00	0.00
747.002-DDA - MAINSTREET	86,101.79		79,145.17	350.00	350.00		78,795.17	0.44
906.000-DEBT SERVICE	104,163.75		36,005.25	0.00	0.00		36,005.25	0.00
TOTAL Expenditures	<u>227,564.90</u>		<u>153,350.42</u>	<u>350.00</u>	<u>350.00</u>		<u>153,000.42</u>	<u>0.23</u>
Fund 210:								
TOTAL REVENUES	<u>203,703.63</u>		<u>135,830.01</u>	<u>7,061.61</u>	<u>7,061.61</u>		<u>128,768.40</u>	<u>5.20</u>
TOTAL EXPENDITURES	<u>227,564.90</u>		<u>153,350.42</u>	<u>350.00</u>	<u>350.00</u>		<u>153,000.42</u>	<u>0.23</u>
NET OF REVENUES & EXPENDITURES	<u>(23,861.27)</u>		<u>(17,520.41)</u>	<u>6,711.61</u>	<u>6,711.61</u>		<u>(24,232.02)</u>	<u>38.31</u>

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 211 - SIDEWALK REPLACEMENT FUND								
Revenues								
000.000-GENERAL	25,075.55		22,943.04	3,091.62	3,091.62		19,851.42	13.48
TOTAL Revenues	<u>25,075.55</u>		<u>22,943.04</u>	<u>3,091.62</u>	<u>3,091.62</u>		<u>19,851.42</u>	<u>13.48</u>
Expenditures								
444.000-SIDEWALKS	34,153.08		23,378.63	292.92	292.92		23,085.71	1.25
TOTAL Expenditures	<u>34,153.08</u>		<u>23,378.63</u>	<u>292.92</u>	<u>292.92</u>		<u>23,085.71</u>	<u>1.25</u>
Fund 211:								
TOTAL REVENUES	25,075.55		22,943.04	3,091.62	3,091.62		19,851.42	13.48
TOTAL EXPENDITURES	34,153.08		23,378.63	292.92	292.92		23,085.71	1.25
NET OF REVENUES & EXPENDITURES	(9,077.53)		(435.59)	2,798.70	2,798.70		(3,234.29)	642.51

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 214 - LOCAL DEVELOPMENT FINANCE AUTH								
Revenues								
000.000-GENERAL	928.46		700.00	44.33	44.33		655.67	6.33
TOTAL Revenues	928.46		700.00	44.33	44.33		655.67	6.33
Expenditures								
000.000-GENERAL	0.00		10,000.00	0.00	0.00		10,000.00	0.00
223.000-DEBT SERVICE	66,056.25		68,195.00	0.00	0.00		68,195.00	0.00
TOTAL Expenditures	66,056.25		78,195.00	0.00	0.00		78,195.00	0.00
Fund 214:								
TOTAL REVENUES	928.46		700.00	44.33	44.33		655.67	6.33
TOTAL EXPENDITURES	66,056.25		78,195.00	0.00	0.00		78,195.00	0.00
NET OF REVENUES & EXPENDITURES	(65,127.79)		(77,495.00)	44.33	44.33		(77,539.33)	0.06

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		2010-11 AMENDED BUDGET	YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)		NORM	(ABNORM)		NORM	(ABNORM)	
Fund 243 - BROWNFIELD REDEVELOPMENT AUTHORITY FUND									
Revenues									
000.000-GENERAL	0.00		1,600.00	0.00		0.00	1,600.00		0.00
TOTAL Revenues	0.00		1,600.00	0.00		0.00	1,600.00		0.00
Expenditures									
690.000-BROWNFIELD DEVELOPMENT	0.00		1,300.00	0.00		0.00	1,300.00		0.00
TOTAL Expenditures	0.00		1,300.00	0.00		0.00	1,300.00		0.00
Fund 243:									
TOTAL REVENUES	0.00		1,600.00	0.00		0.00	1,600.00		0.00
TOTAL EXPENDITURES	0.00		1,300.00	0.00		0.00	1,300.00		0.00
NET OF REVENUES & EXPENDITURES	0.00		300.00	0.00		0.00	300.00		0.00

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 265 - DRUG LAW ENFORCEMENT FUND								
Revenues								
000.000-GENERAL	1,404.73		2,000.00	0.00	0.00		2,000.00	0.00
TOTAL Revenues	<u>1,404.73</u>		<u>2,000.00</u>	<u>0.00</u>	<u>0.00</u>		<u>2,000.00</u>	<u>0.00</u>
Expenditures								
301.000-POLICE	1,404.73		2,000.00	0.00	0.00		2,000.00	0.00
TOTAL Expenditures	<u>1,404.73</u>		<u>2,000.00</u>	<u>0.00</u>	<u>0.00</u>		<u>2,000.00</u>	<u>0.00</u>
Fund 265:								
TOTAL REVENUES	1,404.73		2,000.00	0.00	0.00		2,000.00	0.00
TOTAL EXPENDITURES	<u>1,404.73</u>		<u>2,000.00</u>	<u>0.00</u>	<u>0.00</u>		<u>2,000.00</u>	<u>0.00</u>
NET OF REVENUES & EXPENDITURES	0.00		0.00	0.00	0.00		0.00	100.00

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 303 - PUBLIC SAFETY BLDG DEBT SERVIC								
Revenues								
931.000-TRANSFERS IN AND OTHER SOURCES	48,805.00		48,995.00	16,042.50	16,042.50		32,952.50	32.74
TOTAL Revenues	48,805.00		48,995.00	16,042.50	16,042.50		32,952.50	32.74
Expenditures								
223.000-DEBT SERVICE	48,805.00		48,995.00	16,042.50	16,042.50		32,952.50	32.74
TOTAL Expenditures	48,805.00		48,995.00	16,042.50	16,042.50		32,952.50	32.74
Fund 303:								
TOTAL REVENUES	48,805.00		48,995.00	16,042.50	16,042.50		32,952.50	32.74
TOTAL EXPENDITURES	48,805.00		48,995.00	16,042.50	16,042.50		32,952.50	32.74
NET OF REVENUES & EXPENDITURES	0.00		0.00	0.00	0.00		0.00	100.00

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM	(ABNORM)	INCR	(DECR)	
Fund 590 - SEWER SYSTEM FUND								
Revenues								
000.000-GENERAL	789,181.50		3,360,342.80	7,852.42		7,852.42	3,352,490.38	0.23
TOTAL Revenues	<u>789,181.50</u>		<u>3,360,342.80</u>	<u>7,852.42</u>		<u>7,852.42</u>	<u>3,352,490.38</u>	<u>0.23</u>
Expenditures								
536.001-SEWER TREATMENT AND PUMPING	548,162.53		2,955,061.42	49,561.82		49,561.82	2,905,499.60	1.82
536.002-SEWER COLLECTION	343,867.82		197,047.81	6,926.21		6,926.21	190,121.60	3.51
906.000-DEBT SERVICE	57,765.00		105,162.50	0.00		0.00	105,162.50	0.00
TOTAL Expenditures	<u>949,795.35</u>		<u>3,257,271.73</u>	<u>56,488.03</u>		<u>56,488.03</u>	<u>3,200,783.70</u>	<u>1.86</u>
Fund 590:								
TOTAL REVENUES	789,181.50		3,360,342.80	7,852.42		7,852.42	3,352,490.38	0.23
TOTAL EXPENDITURES	<u>949,795.35</u>		<u>3,257,271.73</u>	<u>56,488.03</u>		<u>56,488.03</u>	<u>3,200,783.70</u>	<u>1.73</u>
NET OF REVENUES & EXPENDITURES	(160,613.85)		103,071.07	(48,635.61)		(48,635.61)	151,706.68	47.19

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BGD USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM (ABNORM)		NORM	(ABNORM)	
Fund 591 - WATER SYSTEM FUND								
Revenues								
000.000-GENERAL	609,701.19		630,092.50	6,220.95	6,220.95		623,871.55	0.99
TOTAL Revenues	<u>609,701.19</u>		<u>630,092.50</u>	<u>6,220.95</u>	<u>6,220.95</u>		<u>623,871.55</u>	<u>0.99</u>
Expenditures								
536.003-TREATMENT, PUMPING AND STORAGE	239,816.87		426,854.51	13,130.31	13,130.31		413,724.20	3.08
536.004-WATER DISTRIBUTION	294,011.64		232,905.73	11,051.57	11,051.57		221,854.16	4.75
536.005-PRINCIPAL RESPONSIBLE PARTY #1	112,345.01		99,836.82	6,885.00	6,885.00		92,951.82	6.90
906.000-DEBT SERVICE	17,803.75		19,403.75	0.00	0.00		19,403.75	0.00
TOTAL Expenditures	<u>663,977.27</u>		<u>779,000.81</u>	<u>31,066.88</u>	<u>31,066.88</u>		<u>747,933.93</u>	<u>3.99</u>
Fund 591:								
TOTAL REVENUES	609,701.19		630,092.50	6,220.95	6,220.95		623,871.55	0.99
TOTAL EXPENDITURES	<u>663,977.27</u>		<u>779,000.81</u>	<u>31,066.88</u>	<u>31,066.88</u>		<u>747,933.93</u>	<u>3.99</u>
NET OF REVENUES & EXPENDITURES	(54,276.08)		(148,908.31)	(24,845.93)	(24,845.93)		(124,062.38)	16.69

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 636 - DATA PROCESSING								
Revenues								
000.000-GENERAL	65,668.27		69,525.00	87.19	87.19	69,437.81		0.13
TOTAL Revenues	<u>65,668.27</u>		<u>69,525.00</u>	<u>87.19</u>	<u>87.19</u>	<u>69,437.81</u>		<u>0.13</u>
Expenditures								
228.000-DATA PROCESSING, INFORMATION TECHNOLOGY	106,049.30		115,528.05	2,993.50	2,993.50	112,534.55		2.59
TOTAL Expenditures	<u>106,049.30</u>		<u>115,528.05</u>	<u>2,993.50</u>	<u>2,993.50</u>	<u>112,534.55</u>		<u>2.59</u>
Fund 636:								
TOTAL REVENUES	65,668.27		69,525.00	87.19	87.19	69,437.81		0.13
TOTAL EXPENDITURES	106,049.30		115,528.05	2,993.50	2,993.50	112,534.55		2.59
NET OF REVENUES & EXPENDITURES	(40,381.03)		(46,003.05)	(2,906.31)	(2,906.31)	(43,096.74)		6.32

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010

% Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM	(ABNORM)	INCR	(DECR)	
Fund 641 - MOBILE EQUIPMENT								
Revenues								
000.000-GENERAL	463,310.17		477,167.72	20,092.41		20,092.41	457,075.31	4.21
TOTAL Revenues	<u>463,310.17</u>		<u>477,167.72</u>	<u>20,092.41</u>		<u>20,092.41</u>	<u>457,075.31</u>	<u>4.21</u>
Expenditures								
000.000-GENERAL	7,455.38		1,975.00	223.91		223.91	1,751.09	11.34
441.000-DEPARTMENT OF PUBLIC WORKS	317,752.11		336,072.99	17,506.99		17,506.99	318,566.00	5.21
906.000-DEBT SERVICE	0.00		72,020.77	0.00		0.00	72,020.77	0.00
TOTAL Expenditures	<u>325,207.49</u>		<u>410,068.76</u>	<u>17,730.90</u>		<u>17,730.90</u>	<u>392,337.86</u>	<u>4.32</u>
Fund 641:								
TOTAL REVENUES	463,310.17		477,167.72	20,092.41		20,092.41	457,075.31	4.21
TOTAL EXPENDITURES	<u>325,207.49</u>		<u>410,068.76</u>	<u>17,730.90</u>		<u>17,730.90</u>	<u>392,337.86</u>	<u>4.32</u>
NET OF REVENUES & EXPENDITURES	138,102.68		67,098.96	2,361.51		2,361.51	64,737.45	3.52

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)	2010-11 AMENDED BUDGET	NORM		(ABNORM)	NORM	
Fund 765 - HATTON TOWNSHIP LANDFILL TRUST FUND								
Revenues								
931.000-TRANSFERS IN AND OTHER SOURCES	28,500.00		28,500.00	0.00	0.00	28,500.00		0.00
TOTAL Revenues	<u>28,500.00</u>		<u>28,500.00</u>	<u>0.00</u>	<u>0.00</u>	<u>28,500.00</u>		<u>0.00</u>
Fund 765:								
TOTAL REVENUES	28,500.00		28,500.00	0.00	0.00	28,500.00		0.00
TOTAL EXPENDITURES	0.00		0.00	0.00	0.00	0.00		100.00
NET OF REVENUES & EXPENDITURES	<u>28,500.00</u>		<u>28,500.00</u>	<u>0.00</u>	<u>0.00</u>	<u>28,500.00</u>		<u>0.00</u>

REVENUE AND EXPENDITURE REPORT FOR CITY OF CLARE

PERIOD ENDING 07/31/2010
 % Fiscal Year Completed: 8.49

*NOTE: Available Balance / PCT Budget Used does not reflect amounts encumbered.

ACCOUNT DESCRIPTION	END BALANCE 06/30/2010		2010-11 AMENDED BUDGET	YTD BALANCE 07/31/2010		ACTIVITY FOR MONTH 07/31/2010 INCR (DECR)	AVAILABLE BALANCE		% BDGT USED
	NORM	(ABNORM)		NORM	(ABNORM)		NORM	(ABNORM)	
Fund 934 - GASB ACCRUALS									
Expenditures									
000.000-GENERAL	14,375.00		0.00	0.00		0.00	0.00		100.00
TOTAL Expenditures	<u>14,375.00</u>		<u>0.00</u>	<u>0.00</u>		<u>0.00</u>	<u>0.00</u>		<u>100.00</u>
Fund 934:									
TOTAL REVENUES	0.00		0.00	0.00		0.00	0.00		100.00
TOTAL EXPENDITURES	<u>14,375.00</u>		<u>0.00</u>	<u>0.00</u>		<u>0.00</u>	<u>0.00</u>		<u>100.00</u>
NET OF REVENUES & EXPENDITURES	(14,375.00)		0.00	0.00		0.00	0.00		100.00
TOTAL REVENUES - ALL FUNDS	6,148,941.93		8,401,613.85	340,455.09		340,455.09	8,061,158.76		4.05
TOTAL EXPENDITURES - ALL FUNDS	<u>6,588,415.58</u>		<u>8,930,101.07</u>	<u>351,276.39</u>		<u>351,276.39</u>	<u>8,578,824.68</u>		<u>3.93</u>
NET OF REVENUES & EXPENDITURES	(439,473.65)		(528,487.22)	(10,821.30)		(10,821.30)	(517,665.92)		3.99

City of Clare

Comparative Balance Sheet

Prepared as of

July 31, 2010

Fund 101 GENERAL FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
101-000.000-001.000	CASH	11,860.49	96,286.36
101-000.000-001.002	CASH ON HAND	250.00	250.00
101-000.000-001.003	PETTY CASH	100.00	100.00
101-000.000-002.001	CASH - FIRSTBANK	72,105.40	72,575.48
101-000.000-002.002	CASH - ISABELLA BANK	100,000.00	100,000.00
101-000.000-003.000	CERTIFICATES OF DEPOSIT/ REPURCHASE AGR.	460,000.00	320,000.00
101-000.000-040.000	ACCOUNTS RECEIVABLE	3,051.33	31,469.86
101-000.000-040.210	DUE FROM DDA	6,312.93	0.00
101-000.000-040.271	ACCOUNTS RECEIVABLE - LIBRARY	16,666.82	0.00
101-000.000-043.000	A/R UTILITIES	9,464.11	11,955.60
101-000.000-043.001	ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS	(450.00)	(250.00)
101-000.000-048.641	DUE FROM THE MOBILE EQUIP FUND	172,000.00	129,000.00
101-000.000-078.000	DUE FROM STATE	53,369.00	0.00
101-000.000-084.703	DUE FROM TAX FUND	231.50	151.74
101-000.000-111.000	INVENTORY	2,641.35	2,902.35
101-000.000-111.001	INVENTORY - AIRPORT FUEL	15,930.00	15,930.00
101-000.000-123.000	PREPAID EXPENDITURES	0.00	61,255.97
Total Assets		923,532.93	841,627.36
*** Liabilities ***			
101-000.000-202.000	ACCTS PAYABLE	0.00	15,102.05
101-000.000-214.222	DUE TO COUNTY- TR FEES	22.50	146.52
101-000.000-214.225	DUE TO COUNTY - SCHOOL TR FEES	90.00	586.04
101-000.000-214.729	DUE TO OTHER GOV. UNITS	15,789.74	23,354.31
101-000.000-228.000	DUE TO STATE OF MICHIGAN	1,172.45	1,937.88
101-000.000-233.000	BL/CR RETIREE GROUP	697.86	774.39
101-000.000-276.000	DUE TO UTILITY CUSTOMERS	17.75	0.00
Total Liabilities		17,790.30	41,901.19
*** Fund Balance ***			
101-000.000-391.000	FISCAL FUND BALANCE	957,904.96	957,904.96
Total Fund Balance		957,904.96	957,904.96
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(229,252.49)
Net of Revenues VS Expenditures - Current Year		(52,162.33)	71,073.70
Ending Fund Balance		905,742.63	799,726.17
Total Liabilities And Fund Balance		923,532.93	841,627.36

Fund 150 CEMETERY PERPETUAL CARE

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
150-000.000-001.000	CASH	455.18	7,256.94
150-000.000-003.000	REPURCHASE AGREEMENTS	275,000.00	250,000.00
Total Assets		275,455.18	257,256.94
*** Fund Balance ***			
150-000.000-390.000	FUND BALANCE	74,741.99	74,741.99
150-000.000-390.001	NONEXPENDABLE FUND BALANCE	202,274.77	202,274.77
Total Fund Balance		277,016.76	277,016.76
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(21,052.95)
Net of Revenues VS Expenditures - Current Year		(1,561.58)	1,293.13
Ending Fund Balance		275,455.18	257,256.94
Total Liabilities And Fund Balance		275,455.18	257,256.94

Fund 202 MAJOR STREETS

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
202-000.000-001.000	CASH	3,891.91	16,404.17
202-000.000-003.000	REPURCHASE AGREEMENTS	0.00	45,000.00
202-000.000-045.000	SPECIAL ASSESSMENTS RECEIVABLE	8,511.65	8,511.65
202-000.000-078.000	DUE FROM STATE	12,406.12	12,445.80
202-000.000-123.000	PREPAID EXPENSES	0.00	1,641.79
Total Assets		24,809.68	84,003.41
*** Liabilities ***			
202-000.000-339.000	DEFERRED REVENUES	8,511.65	8,511.65
Total Liabilities		8,511.65	8,511.65
*** Fund Balance ***			
202-000.000-391.000	FISCAL FUND BALANCE	65,628.31	65,628.31
Total Fund Balance		65,628.31	65,628.31
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			16,088.92
Net of Revenues VS Expenditures - Current Year		(49,330.28)	(6,225.47)
Ending Fund Balance		16,298.03	75,491.76
Total Liabilities And Fund Balance		24,809.68	84,003.41

Fund 203 LOCAL STS FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
203-000.000-001.000	CASH	4,726.19	9,850.14
203-000.000-003.000	REPURCHASE AGREEMENTS	0.00	10,000.00
203-000.000-045.000	SPECIAL ASSESSMENTS RECEIVABLE	45,960.41	45,960.41
203-000.000-078.000	DUE FROM STATE	5,527.94	5,556.99
203-000.000-123.000	PREPAID EXPENSES	0.00	1,732.77
Total Assets		56,214.54	73,100.31
*** Liabilities ***			
203-000.000-339.000	DEFERRED REVENUES	45,960.41	45,960.41
Total Liabilities		45,960.41	45,960.41
*** Fund Balance ***			
203-000.000-391.000	FISCAL FUND BALANCE	27,156.43	27,156.43
Total Fund Balance		27,156.43	27,156.43
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(873.33)
Net of Revenues VS Expenditures - Current Year		(16,902.30)	856.80
Ending Fund Balance		10,254.13	27,139.90
Total Liabilities And Fund Balance		56,214.54	73,100.31

Fund 206 FIRE FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
206-000.000-001.000	CASH	8,040.58	6,072.34
206-000.000-003.000	REPURCHASE AGREEMENTS	105,000.00	70,000.00
206-000.000-040.000	ACCOUNTS RECEIVABLE	14,506.38	7,373.62
206-000.000-111.000	INVENTORY	3,109.06	3,279.06
206-000.000-123.000	PREPAID EXPENSES	0.00	3,191.29
Total Assets		130,656.02	89,916.31
*** Liabilities ***			
206-000.000-290.000	ACCRUED WAGES PAYABLE - FIREMEN	35,215.91	0.00
Total Liabilities		35,215.91	0.00
*** Fund Balance ***			
206-000.000-391.000	FISCAL FUND BALANCE	113,280.50	113,280.50
Total Fund Balance		113,280.50	113,280.50
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(12,593.03)
Net of Revenues VS Expenditures - Current Year		(17,840.39)	(10,771.16)
Ending Fund Balance		95,440.11	89,916.31
Total Liabilities And Fund Balance		130,656.02	89,916.31

Fund 208 PARKS AND RECREATION

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
208-000.000-001.000	CASH	219.86	2,104.71
208-000.000-045.000	SPECIAL ASSESSMENTS RECEIVABLE	40,000.00	40,000.00
208-000.000-078.000	DUE FROM STATE	0.00	14,800.88
208-000.000-123.000	PREPAID EXPENDITURES	0.00	2,830.94
Total Assets		40,219.86	59,736.53
*** Liabilities ***			
208-000.000-202.000	ACCTS PAYABLE	0.00	11,181.34
208-000.000-273.000	UNDISTRIBUTED RECEIPTS	1,921.00	1,318.50
208-000.000-283.000	DEPOSITS PAYABLE - PARK RENTALS	1,872.00	3,317.00
208-000.000-339.000	DEFERRED REVENUES	40,000.00	40,000.00
Total Liabilities		43,793.00	55,816.84
*** Fund Balance ***			
208-000.000-390.000	FUND BALANCE	(2,822.81)	(2,822.81)
Total Fund Balance		(2,822.81)	(2,822.81)
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			9,319.10
Net of Revenues VS Expenditures - Current Year		(750.33)	(2,576.60)
Ending Fund Balance		(3,573.14)	3,919.69
Total Liabilities And Fund Balance		40,219.86	59,736.53

Fund 210 DDA (DOWNTOWN DVLPMT AUTHORITY)

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
210-000.000-001.000	CASH	119,749.43	126,108.69
210-000.000-085.414	DDA FROM THE DOHERTY - CDBG FACADE LOAN	14,375.00	10,553.11
210-000.000-123.000	PREPAID EXPENDITURES	0.00	350.00
Total Assets		134,124.43	137,011.80
*** Liabilities ***			
210-000.000-214.725	DUE TO SCHOOLS FOR OVER CAPTURE	33,366.00	33,366.00
210-000.000-273.000	UNDISTRIBUTED RECEIPTS	0.00	2,943.00
210-000.000-339.000	DEFERRED REVENUES	14,375.00	10,553.11
Total Liabilities		47,741.00	46,862.11
*** Fund Balance ***			
210-000.000-391.000	FISCAL FUND BALANCE	107,299.35	107,299.35
Total Fund Balance		107,299.35	107,299.35
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(23,861.27)
Net of Revenues VS Expenditures - Current Year		(20,915.92)	6,711.61
Ending Fund Balance		86,383.43	90,149.69
Total Liabilities And Fund Balance		134,124.43	137,011.80

Fund 211 SIDEWALK REPLACEMENT FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
211-000.000-001.000	CASH	2,637.09	5,396.28
211-000.000-003.000	CERTIFICATES OF DEPOSIT/ REPURCHASE AGR.	35,000.00	25,000.00
211-000.000-045.000	SPECIAL ASSESSMENTS RECEIVABLE	3,986.08	3,986.08
211-000.000-123.000	PREPAID EXPENDITURES	0.00	114.25
Total Assets		41,623.17	34,496.61
*** Liabilities ***			
211-000.000-339.000	DEFERRED REVENUES	3,986.08	3,986.08
Total Liabilities		3,986.08	3,986.08
*** Fund Balance ***			
211-000.000-390.000	FUND BALANCE	36,789.36	36,789.36
Total Fund Balance		36,789.36	36,789.36
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(9,077.53)
Net of Revenues VS Expenditures - Current Year		847.73	2,798.70
Ending Fund Balance		37,637.09	30,510.53
Total Liabilities And Fund Balance		41,623.17	34,496.61

Fund 214 LOCAL DEVELOPMENT FINANCE AUTH

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
214-000.000-001.000	CASH	272,754.49	207,497.40
Total Assets		272,754.49	207,497.40
*** Fund Balance ***			
214-000.000-391.000	FISCAL FUND BALANCE	272,580.86	272,580.86
Total Fund Balance		272,580.86	272,580.86
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(65,127.79)
Net of Revenues VS Expenditures - Current Year		173.63	44.33
Ending Fund Balance		272,754.49	207,497.40
Total Liabilities And Fund Balance		272,754.49	207,497.40

Fund 265 DRUG LAW ENFORCEMENT FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
265-000.000-001.000	CASH	1,023.25	0.00
Total Assets		1,023.25	0.00
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			0.00
Net of Revenues VS Expenditures - Current Year		1,023.25	0.00
Ending Fund Balance		1,023.25	0.00
Total Liabilities And Fund Balance		1,023.25	0.00

Fund 303 PUBLIC SAFETY BLDG DEBT SERVIC

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
	Beginning Fund Balance - 2009-2010	0.00	0.00
	Net of Revenues VS Expenditures - 2009-2010		0.00
	Net of Revenues VS Expenditures - Current Year	0.00	0.00
	Ending Fund Balance	0.00	0.00
	Total Liabilities And Fund Balance	0.00	0.00

Fund 414 FACADE IMPROVEMENT PROGRAM (CDBG)

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
414-000.000-001.000	CASH	11,591.80	0.00
Total Assets		11,591.80	0.00
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			0.00
Net of Revenues VS Expenditures - Current Year		11,591.80	0.00
Ending Fund Balance		11,591.80	0.00
Total Liabilities And Fund Balance		11,591.80	0.00

Fund 590 SEWER SYSTEM FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
590-000.000-001.000	CASH	4,074.61	11,020.82
590-000.000-002.001	CASH HELD BY ISABELLA COUNTY	22,305.70	22,338.45
590-000.000-003.000	REPURCHASE AGREEMENTS	535,000.00	350,000.00
590-000.000-034.000	A/R TO TAXES	0.00	500.00
590-000.000-040.000	ACCOUNTS RECEIVABLE	0.00	(500.00)
590-000.000-043.000	A/R UTILITIES	41,847.75	35,784.99
590-000.000-043.001	ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS	(1,350.00)	(300.00)
590-000.000-045.000	SPECIAL ASSESSMENTS RECEIVABLE	175,885.69	175,885.69
590-000.000-111.000	INVENTORY	9,588.11	9,588.11
590-000.000-123.000	PREPAID EXPENSES	0.00	9,439.73
590-000.000-130.000	LAND	10,756.50	10,756.50
590-000.000-132.000	LAND IMPROVEMENTS	412,516.37	412,516.37
590-000.000-133.000	ACCUMULATED DEPRECIATION - LAND IMPROVEM	(364,523.94)	(364,523.94)
590-000.000-136.000	BUILDINGS, ADDITIONS, ETC.	4,003,097.27	4,003,097.27
590-000.000-137.000	ACCUMULATED DEPRECIATION-BUILDINGS	(2,472,701.44)	(2,472,701.44)
590-000.000-138.000	EQUIPMENT	485,601.48	485,601.48
590-000.000-145.000	ACCUMULATED DEPRECIATION - EQUIPMENT	(414,718.74)	(414,718.74)
590-000.000-146.000	OFFICE EQUIPMENT AND FURNITURE	17,002.77	17,002.77
590-000.000-147.000	ACCUMULATED DEPR. - OFFICE EQUIPMENT	(17,002.77)	(17,002.77)
590-000.000-154.001	SEWER SYSTEM - LAGOONS	1,344,791.34	1,344,791.34
590-000.000-154.002	SEWER SYSTEM - COLLECTION	3,162,267.44	3,162,267.44
590-000.000-155.000	ACCUMULATED DEPR. - SEWER SYSTEM	(1,896,880.76)	(1,896,880.76)
590-000.000-158.000	CONSTRUCTION IN PROGRESS	19,627.85	19,627.85
Total Assets		5,077,185.23	4,903,591.16
*** Liabilities ***			
590-000.000-202.000	ACCTS PAYABLE	149.50	5,460.51
590-000.000-256.000	ACCRUED INT PAYABLE	9,663.33	9,663.33
590-000.000-276.000	DUE TO SEWER CUSTOMERS	105.03	0.00
590-000.000-285.000	SECURITY DEPOSITS	18,250.00	19,950.00
590-000.000-300.000	WOODLAWN SEWER BONDS	315,000.00	265,000.00
590-000.000-304.000	FmHA BONDS PAYABLE	375,000.00	367,000.00
590-000.000-305.001	CC SEWAGE DISPOSAL SYS #4	385,000.00	365,000.00
Total Liabilities		1,103,167.86	1,032,073.84
*** Fund Balance ***			
590-000.000-391.000	NET ASSETS	4,055,766.78	4,055,766.78
590-000.000-391.001	NET ASSETS - RESERVE FOR BONDS	25,000.00	25,000.00
Total Fund Balance		4,080,766.78	4,080,766.78
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(160,613.85)
Net of Revenues VS Expenditures - Current Year		(106,749.41)	(48,635.61)
Ending Fund Balance		3,974,017.37	3,871,517.32
Total Liabilities And Fund Balance		5,077,185.23	4,903,591.16

Fund 591 WATER SYSTEM FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
591-000.000-001.000	CASH	7,221.96	1,104.51
591-000.000-003.000	CERTIFICATES OF DEPOSIT/ REPURCHASE AGR.	320,000.00	255,000.00
591-000.000-040.000	ACCOUNTS RECEIVABLE	34,014.10	27,802.77
591-000.000-043.000	A/R UTILITIES	16,646.26	23,561.96
591-000.000-043.001	ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS	(500.00)	(150.00)
591-000.000-045.000	SPECIAL ASSESSMENTS RECEIVABLE	4,291.21	4,291.21
591-000.000-111.000	INVENTORY	4,645.30	4,745.74
591-000.000-123.000	PREPAID EXPENSES	0.00	8,644.01
591-000.000-130.000	LAND	42,632.25	42,632.25
591-000.000-136.000	BUILDING, ADDITIONS AND IMPROVEMENTS	444,584.99	444,584.99
591-000.000-137.000	ACCUMULATED DEPRECIATION-BUILDINGS	(356,850.13)	(356,850.13)
591-000.000-138.000	EQUIPMENT	17,852.84	17,852.84
591-000.000-145.000	ACCUMULATED DEPR. - EQUIPMENT	(15,049.27)	(15,049.27)
591-000.000-152.001	WATER SYSTEM - WELLS	723,957.48	723,957.48
591-000.000-152.003	WATER SYSTEM - PUMPING	45,989.93	45,989.93
591-000.000-152.004	WATER SYSTEM - STANDPIPES	973,376.91	973,376.91
591-000.000-152.005	WATER SYSTEM - MAINS	575,027.46	575,027.46
591-000.000-152.007	WATER SYSTEM - TRANSMISSION	100,704.07	100,704.07
591-000.000-153.000	ACCUMULATED DEPR. WATER SYSTEM	(1,267,560.42)	(1,267,560.42)
591-000.000-158.000	CONSTRUCTION IN PROGRESS	11,051.35	11,051.35
Total Assets		1,682,036.29	1,620,717.66
*** Liabilities ***			
591-000.000-256.000	ACCRUED INT PAYABLE	3,026.67	3,026.67
591-000.000-276.000	DUE TO WATER CUSTOMERS	49.03	0.00
591-000.000-300.000	WOODLAWN WATER BONDS	325,000.00	300,000.00
Total Liabilities		328,075.70	303,026.67
*** Fund Balance ***			
591-000.000-391.000	NET ASSETS	1,396,813.00	1,396,813.00
Total Fund Balance		1,396,813.00	1,396,813.00
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(54,276.08)
Net of Revenues VS Expenditures - Current Year		(42,852.41)	(24,845.93)
Ending Fund Balance		1,353,960.59	1,317,690.99
Total Liabilities And Fund Balance		1,682,036.29	1,620,717.66

Fund 636 DATA PROCESSING

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
636-000.000-001.000	CASH	4,946.51	2,872.35
636-000.000-003.000	CERTIFICATES OF DEPOSIT/ REPURCHASE AGR.	70,000.00	35,000.00
636-000.000-123.000	PREPAID EXPENSES	0.00	3,430.15
636-000.000-146.000	OFFICE EQUIPMENT AND FURNITURE	270,575.64	270,575.64
636-000.000-147.000	ACCUMULATED DEPR. - OFFICE EQUIPMENT	(240,957.73)	(240,957.73)
Total Assets		104,564.42	70,920.41
*** Liabilities ***			
636-000.000-202.000	ACCOUNTS PAYABLE	0.00	19.00
Total Liabilities		0.00	19.00
*** Fund Balance ***			
636-000.000-391.000	NET ASSETS	114,188.75	114,188.75
Total Fund Balance		114,188.75	114,188.75
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(40,381.03)
Net of Revenues VS Expenditures - Current Year		(9,624.33)	(2,906.31)
Ending Fund Balance		104,564.42	70,901.41
Total Liabilities And Fund Balance		104,564.42	70,920.41

Fund 641 MOBILE EQUIPMENT

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
641-000.000-001.000	CASH	12,293.69	3,266.12
641-000.000-003.000	CERTIFICATES OF DEPOSIT/ REPURCHASE AGR.	0.00	40,000.00
641-000.000-043.000	A/R UTILITIES	720.48	634.89
641-000.000-043.001	ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS	(50.00)	(50.00)
641-000.000-109.000	INVENTORY--STREET MATERIALS	6,759.84	25,260.67
641-000.000-111.000	INVENTORY	4,483.37	4,483.37
641-000.000-123.000	PREPAID EXPENSES	0.00	21,191.68
641-000.000-130.000	LAND	85,000.00	85,000.00
641-000.000-136.000	BUILDING, ADDITIONS AND IMPROVEMENTS	649,589.12	649,589.12
641-000.000-137.000	ACCUMULATED DEPRECIATION-BUILDINGS	(286,413.41)	(286,413.41)
641-000.000-138.000	EQUIPMENT	587,819.14	587,819.14
641-000.000-139.000	OTHER EQUIPMENT	16,787.52	16,787.52
641-000.000-145.000	ACCUMULATED DEPR. - EQUIPMENT	(492,886.01)	(492,886.01)
641-000.000-148.000	VEHICLES - DPW	810,164.75	810,164.75
641-000.000-148.001	VEHICLES - POLICE	97,704.88	97,704.88
641-000.000-149.000	ACCUMULATED DEPRECIATION - VEHICLES	(676,774.77)	(676,774.77)
Total Assets		815,198.60	885,777.95
*** Liabilities ***			
641-000.000-202.000	ACCTS PAYABLE	55.23	27.19
641-000.000-214.101	DUE TO GENERAL FUND	172,000.00	129,000.00
641-000.000-276.000	DUE TO UTILITY CUSTOMERS	4.34	0.00
641-000.000-307.001	STREET SWEEPER PURCHASE - 2007	87,439.56	59,548.67
Total Liabilities		259,499.13	188,575.86
*** Fund Balance ***			
641-000.000-391.000	NET ASSETS	556,737.90	556,737.90
Total Fund Balance		556,737.90	556,737.90
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			138,102.68
Net of Revenues VS Expenditures - Current Year		(1,038.43)	2,361.51
Ending Fund Balance		555,699.47	697,202.09
Total Liabilities And Fund Balance		815,198.60	885,777.95

Fund 701 GENERAL AGENCY FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
701-000.000-001.000	CASH	714.69	280.00
Total Assets		714.69	280.00
*** Liabilities ***			
701-000.000-202.000	ACCTS PAYABLE	0.00	(500.00)
701-000.000-230.000	DUE TO OTHER GOVERNMENTAL UNITS	280.00	780.00
701-000.000-274.000	UNDISTRIBUTED TAX COLLECTIONS	434.69	0.00
Total Liabilities		714.69	280.00
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			0.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		0.00	0.00
Total Liabilities And Fund Balance		714.69	280.00

Fund 703 PROPERTY TAX FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
703-000.000-001.000	CASH	173,180.51	178,684.27
703-000.000-018.000	TAXES RECEIVABLE - SUMMER	2,236,425.51	2,372,884.54
Total Assets		2,409,606.02	2,551,568.81
*** Liabilities ***			
703-000.000-214.101	DUE TO GENERAL FUND	1,194,557.89	1,346,149.73
703-000.000-214.202	DUE TO MAJOR STREET FUND	1,456.45	1,169.58
703-000.000-214.203	DUE TO LOCAL STREET FUND	66,879.38	63,838.01
703-000.000-214.208	DUE TO PARKS FUND	75,769.58	74,705.77
703-000.000-214.211	DUE TO SIDEWALK REPLACEMENT FUND	20,990.82	19,513.79
703-000.000-214.590	DUE TO SEWER FUND	40,011.94	31,669.97
703-000.000-214.591	DUE TO WATER FUND	1,177.98	832.68
703-000.000-214.641	DUE TO MOBILE EQUIPMENT	24.43	18.33
703-000.000-215.001	DUE TO COMPONENT UNIT - DDA	148,614.15	133,345.75
703-000.000-215.003	DUE TO CITY OF CLARE BROWNFIELD	0.00	1,624.73
703-000.000-222.001	DUE TO CLARE COUNTY	644,920.90	665,751.30
703-000.000-222.002	DUE TO ISABELLA COUNTY	127,417.18	124,435.36
703-000.000-223.000	DUE TO LIBRARY - PMDL	73,846.05	75,350.94
703-000.000-225.000	DUE TO CLARE PUBLIC SCHOOLS	0.00	(91.97)
703-000.000-228.000	DUE TO STATE OF MICHIGAN	13,939.27	13,871.93
703-000.000-276.000	DUE TO TAXPAYERS (OVERPAYMENT REFUNDS)	0.00	(617.09)
Total Liabilities		2,409,606.02	2,551,568.81
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		0.00	0.00
Total Liabilities And Fund Balance		2,409,606.02	2,551,568.81

Fund 704 IMPREST PAYROLL FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
704-000.000-001.000	CASH	45,574.92	98,821.39
704-000.000-040.000	ACCOUNTS RECEIVABLE	0.00	315.00
Total Assets		45,574.92	99,136.39
*** Liabilities ***			
704-000.000-228.000	DUE TO STATE OF MICHIGAN	6,931.22	5,275.30
704-000.000-229.000	DUE TO FEDERAL GOV'T	9,720.16	7,699.57
704-000.000-231.001	AFLAC PAYABLE	(324.00)	(353.04)
704-000.000-231.002	MERS PAYABLE	26,885.52	21,001.80
704-000.000-231.003	BLUE CROSS PAYABLE	(200.81)	52,348.22
704-000.000-231.004	THIN BLUE LINE PAYABLE	0.00	(2.00)
704-000.000-231.005	TEAMSTERS PAYABLE	1,137.50	(228.25)
704-000.000-231.008	MISCELLANEOUS PAYABLE	0.00	2,010.48
704-000.000-231.011	DENTAL VISION PAYABLE	1,425.33	11,224.31
704-000.000-231.014	COAM PAYABLE	0.00	160.00
Total Liabilities		45,574.92	99,136.39
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		0.00	0.00
Total Liabilities And Fund Balance		45,574.92	99,136.39

Fund 737 HEALTH REIMBURSEMENT ACCOUNT FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
737-000.000-001.000	CASH	16,938.54	7,849.76
Total Assets		16,938.54	7,849.76
*** Liabilities ***			
737-000.000-262.001	HRA PAYABLE - 1027	(3.16)	0.00
737-000.000-262.003	HRA PAYABLE - 1024	58.33	0.00
737-000.000-262.005	HRA PAYABLE - 1063	301.76	0.00
737-000.000-262.006	HRA PAYABLE - 1029	58.33	0.00
737-000.000-262.008	HRA PAYABLE - 1001	58.33	0.00
737-000.000-262.009	HRA PAYABLE - 1079	209.29	0.00
737-000.000-262.010	HRA PAYABLE - 1034	58.33	0.00
737-000.000-262.013	HRA PAYABLE - 1025	58.33	0.00
737-000.000-262.020	HRA PAYABLE - 1128	793.52	233.86
737-000.000-262.021	HRA PAYABLE - 1102	700.00	0.00
737-000.000-262.022	HRA PAYABLE - 1130	2,916.66	0.00
737-000.000-262.023	HRA PAYABLE - 1101	2,203.68	2,203.68
737-000.000-262.024	HRA PAYABLE - 1069	1,287.07	1,287.07
737-000.000-262.025	HRA PAYABLE - 1074	2,083.34	1,829.03
737-000.000-262.026	HRA PAYABLE - 1017	751.11	0.00
737-000.000-262.027	HRA PAYABLE - 1108	1,288.82	1,023.86
737-000.000-262.029	HRA PAYABLE - 1142	1,037.55	0.00
737-000.000-262.030	HRA PAYABLE - 1141	433.16	0.00
737-000.000-262.031	HRA PAYABLE - 1160	399.77	280.61
737-000.000-262.032	HRA PAYABLE - 1171	59.23	0.00
737-000.000-262.033	HRA PAYABLE - 1177	791.69	0.00
737-000.000-262.034	HRA PAYABLE - 1172	991.65	991.65
737-000.000-262.035	HRA PAYABLE - 1201	318.41	0.00
737-000.000-262.036	HRA PAYABLE - 1191	83.34	0.00
Total Liabilities		16,938.54	7,849.76
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			0.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		0.00	0.00
Total Liabilities And Fund Balance		16,938.54	7,849.76

Fund 765 HATTON TOWNSHIP LANDFILL TRUST FUND

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
765-000.000-003.000	CERTIFICATES OF DEPOSIT	86,000.00	114,500.00
Total Assets		86,000.00	114,500.00
*** Fund Balance ***			
765-000.000-390.000	FUND BALANCE	86,000.00	86,000.00
Total Fund Balance		86,000.00	86,000.00
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			28,500.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		86,000.00	114,500.00
Total Liabilities And Fund Balance		86,000.00	114,500.00

Fund 901 GENERAL FIXED ASSETS

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
901-000.000-130.101	LAND - GFA, GENERAL FUND	3,016,899.83	3,016,899.83
901-000.000-130.206	LAND - GFA, FIRE DEPARTMENT	5,675.00	5,675.00
901-000.000-130.208	LAND - GFA, PARKS & RECREATION	487,985.87	487,985.87
901-000.000-130.210	LAND - DDA	124,626.20	124,626.20
901-000.000-132.101	LAND IMPROVEMENTS - GFA, GENERAL FUND	36,045.05	36,045.05
901-000.000-132.202	ROAD IMPROVEMENTS - MAJOR STREETS	41,145.66	41,145.66
901-000.000-132.203	ROAD IMPROVEMENTS - LOCAL STREETS	169,135.17	169,135.17
901-000.000-132.208	LAND IMPROVEMENTS - GFA, PARKS AND REC.	82,859.01	82,859.01
901-000.000-132.210	LAND IMPROVEMENTS - DDA	319,592.25	319,592.25
901-000.000-132.211	SIDEWALK IMPROVEMENTS	56,273.72	56,273.72
901-000.000-132.214	LAND IMPROV - LDFA	77,136.14	77,136.14
901-000.000-133.000	ACCUMULATED DEPRECIATION - LAND IMPROVEM	(42,607.69)	(42,607.69)
901-000.000-133.210	ACCUM DEPR - LAND IMPROV - DDA	(72,219.05)	(72,219.05)
901-000.000-133.214	ACCUM DEPR - LAND IMPROV - LDFA	(2,828.33)	(2,828.33)
901-000.000-136.101	BUILDINGS, ETC. - GFA, GENERAL FUND	1,314,646.28	1,314,646.28
901-000.000-136.206	BUILDINGS, ETC. - GFA, FIRE DEPARTMENT	461,759.56	461,759.56
901-000.000-136.208	BUILDINGS, ETC. - PARKS & RECREATION	277,366.76	277,366.76
901-000.000-137.000	ACCUMULATED DEPRECIATION-BUILDINGS	(622,723.24)	(622,723.24)
901-000.000-138.101	EQUIPMENT - GFA, GENERAL FUND	172,873.59	172,873.59
901-000.000-138.206	EQUIPMENT - GFA, FIRE DEPARTMENT	537,959.18	537,959.18
901-000.000-138.208	EQUIPMENT - GFA, PARKS & RECREATION	89,890.23	89,890.23
901-000.000-138.210	EQUIPMENT - DDA	138,200.00	138,200.00
901-000.000-138.500	ACCUMULATED DEPRECIATION-EQUIPMENT	(322,294.84)	(322,294.84)
901-000.000-139.210	ACCUM DEPR - EQUIP (DDA)	(138,200.00)	(138,200.00)
901-000.000-146.206	OFFICE EQUIPMENT - GFA, FIRE DEPARTMENT	1,269.00	1,269.00
901-000.000-147.000	ACCUMULATED DEPR. - OFFICE EQUIPMENT	(444.15)	(444.15)
901-000.000-148.206	VEHICLES - FIRE DEPARTMENT	796,123.21	796,123.21
901-000.000-149.000	ACCUMULATED DEPRECIATION - VEHICLES	(368,662.01)	(368,662.01)
Total Assets		6,637,482.40	6,637,482.40
*** Fund Balance ***			
901-000.000-130.399	INVESTMENT IN LAND	3,635,186.90	3,635,186.90
901-000.000-132.399	INVESTMENT IN LAND IMPROVEMENTS	664,531.93	664,531.93
901-000.000-136.399	INVESTMENT IN BUILDINGS, ETC.	1,431,049.36	1,431,049.36
901-000.000-138.399	INVESTMENT IN EQUIPMENT	478,428.16	478,428.16
901-000.000-146.399	INVESTMENT IN OFFICE EQUIPMENT&FURNITURE	824.85	824.85
901-000.000-148.399	INVESTMENT IN VEHICLES	427,461.20	427,461.20
Total Fund Balance		6,637,482.40	6,637,482.40
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			0.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		6,637,482.40	6,637,482.40
Total Liabilities And Fund Balance		6,637,482.40	6,637,482.40

Fund 902 GENERAL LONG-TERM DEBT

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
902-000.000-186.000	AMOUNT TO BE PROVIDED - LTD	1,513,000.00	1,513,000.00
Total Assets		1,513,000.00	1,513,000.00
*** Liabilities ***			
902-000.000-256.000	ACCRUED INT PAYABLE	18,154.00	18,154.00
902-000.000-256.210	ACCRUED INT PAYABLE	4,121.00	4,121.00
902-000.000-256.214	ACCRUED INT PAYABLE	3,017.00	3,017.00
902-000.000-305.000	PUBLIC SAFETY BUILDING	729,000.00	729,000.00
902-000.000-306.000	1990 DDA BONDS	25,000.00	25,000.00
902-000.000-306.001	2006 DDA BOND	425,000.00	425,000.00
902-000.000-306.002	1994 DDA BOND	40,000.00	40,000.00
902-000.000-307.000	1998 LDFA BOND	240,000.00	240,000.00
902-000.000-310.001	IPC - AERIAL FIRE TRUCK 2006	54,000.00	54,000.00
Total Liabilities		1,538,292.00	1,538,292.00
*** Fund Balance ***			
902-000.000-391.000	FISCAL FUND BALANCE	(25,292.00)	(25,292.00)
Total Fund Balance		(25,292.00)	(25,292.00)
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			0.00
Net of Revenues VS Expenditures - Current Year		0.00	0.00
Ending Fund Balance		(25,292.00)	(25,292.00)
Total Liabilities And Fund Balance		1,513,000.00	1,513,000.00

Fund 934 GASB ACCRUALS

GL Number	Description	PERIOD ENDED 07/31/2009	PERIOD ENDED 07/31/2010
*** Assets ***			
934-000.000-084.000	DUE FROM GOVT ACTIVITIES	271,492.00	271,492.00
Total Assets		271,492.00	271,492.00
*** Liabilities ***			
934-000.000-214.000	DUE TO BUS TYPE ACTIVITIES	271,492.00	271,492.00
934-000.000-307.000	POST CLOSURE LANDFILL LIABILITY	256,310.00	256,310.00
934-000.000-339.000	DEFERRED REVENUES	(98,458.00)	(98,458.00)
Total Liabilities		429,344.00	429,344.00
*** Fund Balance ***			
934-000.000-390.000	FUND BALANCE	(179,556.00)	(179,556.00)
934-000.000-391.000	FISCAL FUND BALANCE	36,079.00	36,079.00
Total Fund Balance		(143,477.00)	(143,477.00)
Beginning Fund Balance - 2009-2010		0.00	0.00
Net of Revenues VS Expenditures - 2009-2010			(14,375.00)
Net of Revenues VS Expenditures - Current Year		(14,375.00)	0.00
Ending Fund Balance		(157,852.00)	(157,852.00)
Total Liabilities And Fund Balance		271,492.00	271,492.00

City of Clare

Schedule of Investments

Prepared as of

July 31, 2010

City of Clare
Schedule of Investments
As of July 31, 2010

NUMBER	ISSUED	AMOUNT	MATURITY	RATE
4432	10/13/09	100,000.00	08/03/10	1.50%
4433	10/27/09	100,000.00	08/17/10	1.50%
4434	11/10/09	100,000.00	08/31/10	1.50%
4435	11/19/09	100,000.00	09/14/10	1.25%
4436	11/19/09	100,000.00	09/28/10	1.25%
4437	11/24/09	100,000.00	10/12/10	1.25%
4438	02/02/10	100,000.00	10/26/10	1.25%
4439	03/02/10	100,000.00	11/09/10	1.25%
4440	03/16/10	100,000.00	11/23/10	1.25%
4441	03/30/10	100,000.00	12/07/10	1.25%
4442	04/13/10	100,000.00	12/21/10	1.25%
4443	05/11/10	100,000.00	01/04/11	1.25%
4444	07/06/10	100,000.00	01/18/11	1.00%
4445	07/20/10	100,000.00	02/01/11	1.00%
		<u>\$ 1,400,000.00</u>		

Average = 1.27%

All of the above investments are in the form of short-term (one-year or less) Repurchase Agreements placed through Chemical Bank and are collateralized with United States Government Securities (Treasury Bills and Bonds).

City of Clare

Utility Billing System Reports

Prepared for

July 2010

Bill Item	Billing Balance	Sales Tax Balance	Penalty Balance	Interest Balance	Total Due
BUY IN & METER	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Cross Connect Fee	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
CROSS CONNECT INSPEC	\$43.00	\$0.00	\$0.30	\$0.00	\$43.30
DEP POSTED	(\$150.00)	\$0.00	\$0.00	\$0.00	(\$150.00)
Garbage	\$11,743.31	\$0.00	\$187.29	\$0.00	\$11,930.60
GARBAGE ADJUSTMENT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
LC REBATE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Meter Fee	\$624.27	\$0.00	\$10.62	\$0.00	\$634.89
METER REPLACEMENT AD	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
NSF	\$25.00	\$0.00	\$0.00	\$0.00	\$25.00
PENALTY	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
PENALTY ADJUSTMENT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Sewer	\$35,555.69	\$0.00	\$379.30	\$0.00	\$35,934.99
SEWER ADJUSTMENT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
SEWER ADJUSTMENTS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TURN ON FEE	\$125.00	\$0.00	\$0.00	\$0.00	\$125.00
Water	\$21,344.30	\$0.00	\$224.13	\$0.00	\$21,568.43
Water (Sprinklers)	\$1,810.50	\$0.00	\$0.00	\$0.00	\$1,810.50
WATER ADJUST	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
WATER ADJUSTMENT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
WATER SP BASE FEE	\$14.73	\$0.00	\$0.00	\$0.00	\$14.73
Totals:	\$71,135.80	\$0.00	\$801.64	\$0.00	\$71,937.44

JULY 2010

	<u>Starting Balance</u>	<u>Ending Balance</u>
<i>WATER</i>	\$18,734.12	\$23,561.96
<i>SEWER</i>	\$30,784.77	\$35,784.99
<i>GARBAGE</i>	\$10,977.22	\$11,955.60
<i>METER FEES</i>	\$509.87	\$634.89
TOTAL	\$61,005.98	\$71,937.44

Aged Accounts Receivable by Date

Monday, August 02, 2010

Location ID	Status	Customer Name					1/87
Account Number	Parcel Number	Service Address					
Bill Item Name	Non Delq	< 30 Days	30 Days	60 Days	90 Days	180+ Days	Total Due
1STE-000103-0000-00	Active	NICHOLS, DEBORAH					
0000306100		103 E FIRST ST					
Garbage	\$17.72	\$1.77	\$17.72	\$0.00	\$0.00	\$0.00	\$37.21
Meter Fee	\$1.00	\$0.10	\$1.00	\$0.00	\$0.00	\$0.00	\$2.10
Sewer	\$21.21	\$3.24	\$32.37	\$0.00	\$0.00	\$0.00	\$56.82
Water	\$14.73	\$1.90	\$18.99	\$0.00	\$0.00	\$0.00	\$35.62
	\$54.66	\$7.01	\$70.08	\$0.00	\$0.00	\$0.00	\$131.75
1STE-000109-0000-00	Active	FRITZ, SANDRA					
0000306000		109 E FIRST ST					
Garbage	\$17.72	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$17.72
Meter Fee	\$1.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1.00
Sewer	\$32.37	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$32.37
Water	\$16.86	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$16.86
	\$67.95	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$67.95
1STW-000104-0000-00	Active	MORSEY, MICHAEL					
0000400400		104 W FIRST ST					
Garbage	\$17.72	\$1.51	\$15.11	\$0.00	\$0.00	\$0.00	\$34.34
Meter Fee	\$1.00	\$0.09	\$0.85	\$0.00	\$0.00	\$0.00	\$1.94
Sewer	\$21.21	\$2.24	\$22.36	\$0.00	\$0.00	\$0.00	\$45.81
Water	\$14.73	\$1.26	\$12.56	\$0.00	\$0.00	\$0.00	\$28.55
	\$54.66	\$5.10	\$50.88	\$0.00	\$0.00	\$0.00	\$110.64
1STW-000106-0000-00	Active	YOUNGBLOOD, TINA					
0000400500		106 W FIRST ST					
Garbage	\$17.72	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$17.72
Meter Fee	\$1.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1.00
Sewer	\$6.53	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$6.53
Water	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	\$25.25	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$25.25
1STW-000109-0000-00	Active	PELCHER, MRS. CARL					
0000400700		109 W FIRST ST					
Garbage	\$17.72	\$1.77	\$17.72	\$0.00	\$0.00	\$0.00	\$37.21
Meter Fee	\$1.00	\$0.10	\$1.00	\$0.00	\$0.00	\$0.00	\$2.10
Sewer	\$39.81	\$4.73	\$47.25	\$0.00	\$0.00	\$0.00	\$91.79
Water	\$18.99	\$2.33	\$23.25	\$0.00	\$0.00	\$0.00	\$44.57
	\$77.52	\$8.93	\$89.22	\$0.00	\$0.00	\$0.00	\$175.67
1STW-000110-0000-20	Active	MCCLAIN, BARBARA					
0000400800		110 W FIRST ST					
Garbage	\$17.72	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$17.72
Meter Fee	\$1.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1.00
Sewer	\$28.65	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$28.65
Water	\$14.73	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$14.73
	\$62.10	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$62.10
1STW-000112-0000-10	Active	EDINBOROUGH, BRIGETTE					
0000400900	051-082-013-00	112 W FIRST ST					
Garbage	\$17.72	\$1.77	\$18.78	\$10.63	\$0.00	\$0.00	\$48.90
Meter Fee	\$1.00	\$0.10	\$1.06	\$0.60	\$0.00	\$0.00	\$2.76
Sewer	\$32.37	\$3.24	\$34.16	\$17.93	\$0.00	\$0.00	\$87.70
Water	\$14.73	\$1.47	\$15.61	\$8.84	\$0.00	\$0.00	\$40.65
	\$65.82	\$6.58	\$69.61	\$38.00	\$0.00	\$0.00	\$180.01
1STW-000201-001E-01	Active	CHILDERS, IOLA					
0000401100		201 W FIRST # 1E ST					
Meter Fee	\$1.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1.00
Sewer	\$21.21	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$21.21

Water	\$19,000.35	\$1.28	\$2,196.33	\$168.02	\$78.44	\$124.01	\$21,568.43
DEP POSTED	\$0.00	(\$150.00)	\$0.00	\$0.00	\$0.00	\$0.00	(\$150.00)
TURN ON FEE	\$75.00	\$50.00	\$0.00	\$0.00	\$0.00	\$0.00	\$125.00
CROSS CONNECT INSPEC	\$35.00	\$0.20	\$6.10	\$2.00	\$0.00	\$0.00	\$43.30
WATER SP BASE FEE	\$14.73	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$14.73
Water (Sprinklers)	\$1,810.50	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$1,810.50
NSF	\$0.00	\$25.00	\$0.00	\$0.00	\$0.00	\$0.00	\$25.00
SEWER ADJUSTMENT	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	<u>\$61,638.55</u>	<u>\$415.75</u>	<u>\$7,956.37</u>	<u>\$1,029.41</u>	<u>\$436.47</u>	<u>\$460.89</u>	<u>\$71,937.44</u>

GL Numbers	Debit	Credit
101-000.000-043.000	\$11,955.60	\$0.00
641-000.000-043.000	\$634.89	\$0.00
590-000.000-043.000	\$35,784.99	\$0.00
591-000.000-043.000	\$23,561.96	\$0.00
	<u>\$71,937.44</u>	<u>\$0.00</u>

OUTSTANDING BALANCES AS OF END OF JULY 31, 2010 (PRINTED AUG 2, 2010)

	WATER/TURN ON/CROSS CONNECTION	SEWER	GARBAGE/ NSF FEES	METER FEES
<i>Usage based chgs</i>	\$21,568.43	\$35,934.99	\$11,930.60	\$634.89
<i>Cross Connect</i>	\$43.30			
<i>Deposit Posted</i>		-\$150.00		
<i>NSF Fees</i>			\$25.00	
<i>Turn On Fees</i>	\$125.00			
<i>SP BILLED</i>	\$1,825.23			
	<u>\$23,561.96</u>	<u>\$35,784.99</u>	<u>\$11,955.60</u>	<u>\$634.89</u>
	+ \$23,561.96	+ \$35,784.99	+ \$11,955.60	+ \$634.89
				= \$71,937.44

Annual External Audit

**Engagement and Scope of
Examination Letters**



ANDREWS HOOPER & PAVLIK P.L.C.
Certified Public Accountants

**CLIENT
COPY**

July 19, 2010

Members of the City Commission
City of Clare
202 West Fifth Street
Clare, MI 48617

We are pleased to confirm our understanding of the public accounting services to be performed by Andrews Hooper & Pavlik P.L.C. ("AHP") as independent auditors, for the City of Clare, Clare County, Michigan for the year ended June 30, 2010. In order to better understand each party's obligations, the terms "we," "us," and "our" will identify the firm of AHP. The terms the "City," "you," and "your" will apply to the City of Clare. This engagement letter embodies the entire agreement regarding the services to be rendered by our firm to the City of Clare.

We will audit the financial statements of the City of Clare as of and for the year ended June 30, 2010. Services will be performed in accordance with the Professional Standards promulgated by the American Institute of Certified Public Accountants.

Audit Scope

Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America and will include tests of your accounting records and other procedures we consider necessary to enable us to express an unqualified opinion that your financial statements are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP). If our opinion is other than unqualified, we will fully discuss the reasons with you in advance. If, for any reason we are unable to complete the audit, we will not issue a report as a result of this engagement.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts and may include tests of the physical existence of inventories and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will also request certain written representations from you about the financial statements and related matters.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. Also, we will plan and perform the audit

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to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether from (a) errors, (b) fraudulent financial reporting, (c) misappropriation of assets, or (d) violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity.

An audit is designed to provide reasonable, but not absolute, assurance and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform you of any material errors and any fraudulent financial reporting or misappropriation of assets that come to our attention. We will also inform you of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Financial Statement Materiality

In an audit of financial statements, the auditor's judgment as to matters that are material to users of financial statements is based on consideration of the needs of users as a group; the auditor does not consider the possible effect of misstatements on specific individual users, whose needs may vary widely. Misstatements, whether resulting from errors or irregularities, are considered to be material only if their magnitude, individually or in aggregate with others, are such that a user group relying on the presentation of your financial statements would be influenced by their inclusion or omission. Materiality is applied on an annual basis. Materiality is a concept that applies to the engagement and the City of Clare overall. Services designed to detect misstatements that are not material to your financial statements are available at additional cost. You have declined to engage us to perform these additional cost services.

Communication of Internal Control Matters and Compliance

Our audit will include obtaining an understanding of the City and its environment, including its internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. However, during the audit, we will communicate to you and those charged with governance any internal control related matters that are required to be communicated under professional standards.

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the City of Clare's compliance with applicable laws and regulations and the provisions of contracts and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

Client Responsibilities

We understand that you will provide us with the basic information required for our audit and that you are responsible for the accuracy and completeness of that information. You are also responsible for the preparation of your financial statements. We will advise you about appropriate accounting principles and their application and will assist in the preparation of your financial statements, but the responsibility for the financial statements remains with you. This responsibility includes the establishment and maintenance of adequate records, and the safeguarding of assets.

Management is responsible for adopting sound accounting policies and for establishing and maintaining internal control, including monitoring ongoing activities that will, among other things, initiate; record; process; and report transactions (as well as events and conditions) consistent with management's assertions embodied in the financial statements. Management, along with those who have responsibility for oversight of the financial reporting process, such as the board of commissioners, should set the proper tone; create and maintain a culture of honesty and high ethical standards; and establish appropriate controls to prevent, deter, and detect fraud. We will inform you of any fraud or suspected fraud affecting the City that we are aware of involving management, employees who have significant roles in internal control, or others where the fraud could have a material effect on the financial statements. Management is also responsible for identifying and ensuring that the City complies with applicable laws and regulations.

Management is responsible for adjusting the financial statements to correct material misstatements and for affirming to the auditor in the representation letter that the effects of any uncorrected misstatements aggregated by the auditor during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Your staff will supply all supporting documentation to the financial statements at the expected commencement date of our field work. Your supporting documentation will include all items on the coordination schedule and any other schedules we deem necessary. These records remain your property and will be returned to you at the completion of our engagement. It is your responsibility to maintain and preserve these records. Your records are provided to us only as needed to complete our engagement. We understand that your employees will type all confirmations we request and will locate any documents selected by us for testing.

AHP Responsibilities

We are responsible for forming and expressing an opinion about whether the financial statements that have been prepared by management with the oversight of those charged with governance are presented fairly, in all material respects, in conformity with U.S. GAAP.

Mark Freed, Partner, and Angela Gwizdala, Senior Manager, will lead the teams assigned to service your account and will serve as the primary contacts with your City for our services. We

will provide services as requested by your representative, Steven Kingsbury. Your City authorizes us to accept instruction from your representative and we may rely upon the instructions we receive as being the instruction of your City. Customer satisfaction is an important aspect of our service. If, during the course of the engagement, you would like to discuss our service with us or wish to change or expand the services we have agreed to perform, you agree to contact Mark Freed at this office, who is the executive in charge of your engagement.

Timing of Fieldwork

We expect to begin the fieldwork for this engagement at your City's offices during the month of September 2010. Our scheduling is based on your completion of the year-end closing and/or adjusting process prior to our arrival to begin the field work. Efficient use of our staff benefits both the City and our firm, which allows for timely completion of our work. Delays in rendering services may occur due to staff availability or if your closing and adjusting process is delayed. We will work with you to coordinate completion of our work, realizing that any such delays will also delay completion of our work and the delivery of our work product. Our services will be concluded upon delivery to you of our report on your financial statements for the year ended June 30, 2010.

Fee Summary

We estimate that our fees for these services will be \$10,500 for the audit. In addition, you may also be billed for computer processing and out-of-pocket expenses. This fee is based upon the complexity of the work to be performed and our professional time to complete the work. Additionally, this fee is dependent on the availability, quality, and completeness of your records. You agree that your staff will deliver all records requested by our staff to complete this engagement on a timely basis and will submit a trial balance and depreciation schedules for your City no later than the beginning of our fieldwork. In the event your records are not submitted timely, are incomplete or unusable, or if we have to reschedule the timing of our procedures due to you not being ready for us to start the audit, we reserve the right to charge additional fees and expenses for services required to correct the problem. If this occurs, we will contact you to discuss the problem and the anticipated delay in completing our engagement prior to rendering further services.

In the event that payment is not received when due, you will be assessed service charges of 1¼% per month on the unpaid balance. We reserve the right to suspend or terminate our work due to nonpayment. In the event that our work is suspended or terminated as a result of nonpayment, you agree that we will not be responsible for your failure to meet government and other filing deadlines or for penalties or interest that may be assessed against you resulting from your failure to meet said deadlines. If we elect to terminate our services for nonpayment, you will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket expenses through the date of termination.

Accounting (Nonattest) Services

As part of this engagement, we may perform the following accounting (nonattest) services:

- Prepare or assist in preparing the audited financial statements for the year ended June 30, 2010 based on information provided to us by you.

Limitation of Liability

Parties to this engagement have agreed that, in recognition of the relative risks and benefits of the engagement to both parties, the risks have been allocated such that you agree to limit the liability of our firm to you for any and all claims, losses, costs, damages, or claims expenses from any cause or causes, including attorney's fees and all costs of litigation, so that the total aggregate liability of our firm to you shall not exceed three (3) times our firm's total fee related to the specific service where the alleged liability occurred. It is intended that this limitation apply to any and all liability or cause of action, however alleged or arising, unless otherwise prohibited by law.

Ownership of Records

At the conclusion of this engagement, we will return all client-provided records you supplied to us at no charge. These are your records provided to us by you to perform our services. These records are the primary records for your operations and comprise the backup and support for your financial reports and tax returns. It is your responsibility to retain and protect your records for possible future use, including potential examination by any governmental or regulatory agency.

Client records prepared by us are accounting or other records (for example, tax returns, general ledgers, depreciation schedules, and other supporting schedules). We will provide these records to you at your request provided the fees associated with preparing these records have been paid in full.

Supporting records are information not reflected in the clients books and records that are produced by us that would result in the client's books and records being incomplete if you did not have (for example, adjusting, closing, or other entries with supporting documentation). We will provide these records at your request provided the fees associated with preparing these records have been paid in full.

AHP workpapers include, but are not limited to, audit programs, analytical review schedules, statistical sampling results, analyses, schedules prepared by the client at our request, and any other schedules not meeting the definition of client-provided, client records prepared by us, or supporting records discussed above. These are our records and we are under no obligation to provide these records to you.

All the records discussed above and held by us are not a substitute for your own records. Our firm destroys the records discussed above in accordance with the firm's record retention policy,

generally four to seven years. Audit documentation will be retained for seven years after the conclusion of the audit. After this time these items will no longer be available. Catastrophic events or physical deterioration may result in our firm's records being unavailable.

Hiring of AHP Employees

During the course of the performance of our services, AHP employees will be present at your place of business to provide on-site services and will become familiar with your business, operations, and personnel. You acknowledge that AHP employees are highly trained, constitute a valuable asset to AHP, and play an important role in AHP's ongoing business. Therefore, during the term of this Agreement and for a period of one (1) year after the latter of (a) the termination of this Agreement or (b) the date when the last AHP employee has stopped performing services for you, you agree to pay to AHP the sum of 25% of the employee's total annual compensation anticipated in their first year of employment with you, if you directly or indirectly, for yourself or on behalf of any other related entity, employ any employee of AHP (as an employee or an independent contractor). Total annual compensation includes base salary, car allowance, bonuses, signing bonuses, commissions, and any guaranteed annual incentive. The payment representing 25% of total annual compensation is due and payable on the employee's first day of employment with you.

General Provisions

Electronic Dissemination of Audited Financial Statements

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your internet website, you understand that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in those sites or to consider the consistency of other information in the electronic site with the original document.

Nonreliance on Oral Audit, Accounting, or Tax Advice

Oral responses to your questions are intended to provide informal guidance. Should the matter be important to you and you desire to rely upon it, you agree to request that we issue written advice on the matter.

Waiver of Privilege

You should be aware that certain communications involving tax advice between you and members of our firm who are authorized tax practitioners or their agents may be privileged from disclosure to the IRS. The privilege may be waived; however, by voluntarily disclosing the contents of those communications to the third party. The privileged information might be used by you in preparing your financial statements and, consequently, disclosed to us in auditing those statements. In addition, professional standards require us to discuss matters that affect the audit with our firm personnel responsible for tax services, who may disclose the privileged information

to us. We hereby inform you that the IRS might take the position that such communication results in a waiver of privilege.

Conflicts of Interest

If during the course of the engagement a conflict of interest or potential breach of professional standards presents itself, we will inform you of the problem and attempt to resolve it to allow us to complete the engagement. If, in our opinion, we cannot properly resolve such problems, we may be compelled to withdraw from the engagement and will not render a report or provide you with a completed work product. Additionally, we reserve the right to withdraw from the engagement and terminate our services should we encounter circumstances that conflict with the ethical standards of our firm. If this occurs, we will not render a report or provide you with a completed work product.

Use of Internet E-mail

The City of Clare acknowledges that: (1) AHP, the City of Clare, and others participating in this engagement may correspond or convey documentation via Internet e-mail unless the City of Clare expressly requests otherwise; (2) no party has control over the performance, reliability, availability, or security of Internet e-mail; and (3) AHP shall not be liable for any loss, damage, expense, harm, or inconvenience resulting from the loss, delay, interception, corruption, or alteration of any Internet e-mail due to any reason beyond the reasonable control of AHP.

Use of Third-Party Service Providers

We may from time to time, and depending on the circumstances, use third-party service providers in serving your account. We may share confidential information about you with these service providers, but remain committed to maintaining the confidentiality and security of your information. Accordingly, we maintain internal policies, procedures, and safeguards to protect the confidentiality of your personal information. In addition, we will secure confidentiality agreements with all service providers to maintain the confidentiality of your information and we will take reasonable precautions to determine that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others. In the event that we are unable to secure an appropriate confidentiality agreement, you will be asked to provide your consent prior to the sharing of your confidential information with the third-party service provider.

Furthermore, we will remain responsible for the work provided by any such third-party service providers.

Additional Services

You may request that we perform additional services not contemplated by this engagement letter. If this occurs, we will communicate with you regarding the scope and estimated cost of these additional services. Engagements for additional services may necessitate that we issue a separate engagement letter to reflect the obligation of both parties. In the absence of any other written

communications from us documenting such additional services, our services will be governed by the terms of this engagement letter.

Our fees for other accounting, tax, consulting, and planning services will be based on the standard hourly rates for each of our professionals (varying with their experience) extended by the number of hours incurred. These services will be billed monthly as incurred plus out-of-pocket expenses.

Resolution of Disputes

Parties to this engagement agree that any dispute that may arise regarding the meaning, performance, or enforcement of this engagement will, prior to resulting to litigation, be submitted to mediation upon the written request of any party to the engagement. All mediations initiated as a result of this engagement shall be administered by and follow the rules of the American Arbitration Association (AAA) unless otherwise agreed upon by the parties. The results of this mediation shall be binding only upon agreement of each party to be bound. Costs of any mediation proceeding shall be shared equally by both parties.

Use of Our Services

You hereby inform us that our professional accounting services are intended solely for your use. If you have a primary intent that our professional accounting services are to be used to benefit or influence others, you will so inform us in writing.

Access to Workpapers

We may receive requests for information in our possession arising out of this engagement. The requests may come from governmental agencies, courts, or other tribunals. If permitted, we will notify you of any request for information prior to responding. In certain proceedings an accountant-client privilege may exist. You agree that we are not under any obligation to assert any privilege to protect the release of information. You may, prior to our response to any request, initiate legal action to prevent or limit our response. Unless you promptly initiate such action after we notify you at your last known address as reflected in our files, we will release the information requested.

If our workpapers are allowed or required to be reviewed by others, we reserve the right to bill you for our time incurred related to the review of our workpapers. This includes the time incurred to get our workpapers ready for review, answer questions, make copies, and any other time related to this service, including expenses. In some circumstances we may require payment prior to allowing our workpapers to be reviewed.

Accounting (Nonattest) Services

Related to the accounting services referred to in this letter and any subsequent engagement letter addendum, you are responsible for management decisions and functions; for designating a management level individual with suitable skill, knowledge, or experience to oversee the accounting services we provide; and for evaluating the adequacy and results of those services and accepting responsibility for them. We will not perform management functions or make management decisions. Also, we will not perform any services that we deem would impair our independence with respect to the attest services provided by AHP.

This agreement is effective as of the date of this letter. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us. If one or more of the provisions in this agreement shall be determined to be illegal, invalid, or unenforceable, such provision shall be modified to the extent necessary to be legal, valid and enforceable, or if not capable of being modified, shall be severed while the remaining provisions will continue in full force and effect.

* * *

We appreciate the opportunity to be of service to the City of Clare and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know.

Sincerely,

Andrews Hooper & Pavlik P.L.C.

Acknowledged:

City of Clare



Steven Kingsbury
Treasurer



ANDREWS HOOPER & PAVLIK P.L.C.
Certified Public Accountants

July 19, 2010

Members of the City Commission
City of Clare
202 West Fifth Street
Clare, MI 48617

This letter sets forth the planned scope of our audit of the financial statements of the City of Clare for the year ended June 30, 2010.

Audit Scope and Timing

The financial statements of the City of Clare are the responsibility of the City's management. This responsibility includes the preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) under the oversight of the board of commissioners. Our responsibility is to express an opinion on those financial statements based on our audit. The audit of the financial statements does not relieve management or the Board of Commissioners of their responsibilities.

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

Procedures performed are designed to determine whether the financial statements are free of material misstatement. Misstatements, whether resulting from errors or irregularities, are considered to be material only if their magnitude, individually or in aggregate with others, are such that a user group relying on the presentation of your financial statements would be influenced by their inclusion or omission. Materiality is applied on an annual basis and relates to the audit engagement and the City of Clare overall.

In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform you of any material errors and any fraudulent financial

reporting or misappropriation of assets that come to our attention. We will also inform you of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential.

Statement on Auditing Standards (SAS) No. 99, *Consideration of Fraud in a Financial Statement Audit*, sets forth the responsibilities of the auditor to plan and perform the audit to obtain reasonable assurance that the financial statements are not materially misstated due to errors or fraud.

We will address the risk assessment related to fraud by making inquiries of the city commission members, management, and others within the City; evaluating fraud programs and controls; completing comprehensive checklists; and gathering other information (financial and other) to help us develop fraud risk factors that will be referenced during our fieldwork and wrap-up procedures.

We will communicate to management and the Board of Commissioners, if appropriate, whenever we have determined there is evidence that fraud may exist. We will also communicate significant deficiencies, material weaknesses and other recommendations that arise through the performance of our procedures.

Our risk assessment procedures for the June 30, 2010 audit will include a study and evaluation of the City and its environment, including its internal control over financial reporting, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. We plan and perform these audit procedures to the extent we deem necessary to determine that the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

Our planned scope for the June 30, 2010 audit is based on our understanding of the City developed during prior audits, pre-engagement planning, and our experience as auditors of other similar institutions. We recognize that all cities are unique and each year presents new challenges, new accounting and auditing issues, and new reporting requirements that must be considered. Accordingly, our current year audit plan will address these issues in order to meet the needs of the City of Clare.

Year-end procedures are scheduled to begin during the month of September 2010.

Summary of Significant Accounting and Auditing Issues

Internal Controls

As part of our audit, we will obtain an understanding of internal control over financial reporting (internal control) sufficient to plan the audit and to determine the nature, timing, and extent of further audit procedures to be performed and not to provide an opinion on internal control. An

audit is not designed to provide assurance on internal control or to identify significant deficiencies in the design or operation of internal control. However, during the audit, if we become aware of such significant deficiencies or other significant matters related to the financial statements, we will communicate them in a separate letter.

New Accounting Pronouncements

We will review all new accounting pronouncements and any future accounting pronouncements that may have an effect on the City. It is management's responsibility to ensure the City applies all accounting pronouncements correctly in the financial statements. We will assist management with the adoption of accounting pronouncements and keep them informed of those that may apply to the City. A listing of pronouncements is included in this letter.

Other Services Provided

In addition to our audit of the financial statements of the City of Clare for the year ended June 30, 2010, we will also perform the following services:

- Prepare or assist in preparing the audited financial statements for the year ended June 30, 2010 based on information provided to us by you.

Staffing

Services provided by AHP to the City of Clare will be performed by the following team of professionals:

Mark R. Freed, CPA, CSEP – Audit Partner

Randy J. Morse, CPA – Independent Review Partner

Angela M. Gwizdala, CPA – Audit Senior Manager

Kristina A. Burgess, CPA – Audit Senior

We look forward to serving the auditing needs of the City of Clare and would be pleased to discuss our approach to the audit and respond to any questions you may have.

Sincerely,

Andrews Hooper & Pavlik P.L.C.

Recently Issued GASB Accounting Pronouncements

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*

The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

The initial distinction that is made in reporting fund balance information is identifying amounts that are considered *nonspendable*, such as fund balance associated with inventories. This Statement also provides for additional classification as restricted, committed, assigned, and unassigned based on the relative strength of the constraints that control how specific amounts can be spent.

The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The *committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Amounts in the *assigned* fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. *Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned. Governments are required to disclose information about the processes through which constraints are imposed on amounts in the committed and assigned classifications.

Governments also are required to classify and report amounts in the appropriate fund balance classifications by applying their accounting policies that determine whether restricted, committed, assigned, and unassigned amounts are considered to have been spent. Disclosure of the policies in the notes to the financial statements is required.

The requirements of this Statement are effective for financial statements for June 30, 2011. Early implementation is encouraged. Fund balance reclassifications made to conform to the provisions of this Statement should be applied retroactively by restating fund balance for all prior periods presented.

City of Clare
City Treasurer's
August 2010
Currently Clare Article



FROM THE OFFICE
OF THE
CLARE CITY TREASURER,
FINANCE AND INFORMATION
TECHNOLOGY DIRECTOR

Within the June City Newsletter we began an article series to discuss the why's and how's of municipal accounting, budgeting and financial management within local government. With the recent completion and approval of the new fiscal year budget we also briefly discussed the water and sewer service fees that went into effect as of July 1, 2010. This month we will briefly begin to outline the overall accounting and financial management structure of the City of Clare and then in following articles we will provide more detailed information and analysis.

Municipal fund accounting can initially appear to be very complex and difficult to understand, however, it has consistently proven to be very effective when properly maintained and it is actually very simple when broken down into its various components or funds and activities. Within our last article we mentioned that the City of Clare currently uses multiple funds to manage and report the financial activities of our city in full compliance with the State of Michigan's approved accounting rules and procedures. These funds include:

General Governmental Operations

Cemetery Perpetual Care

Major Streets

Local Streets

Fire Department

Parks and Recreation

Downtown Development Authority

Sidewalk Replacement

Local Development Finance Authority

Brownfield Redevelopment Authority

Drug Law Enforcement

Public Safety Building Debt Service

Sewer System

Water System

Data Processing (Internal Service)

Mobile Equipment (Internal Service)

General Agency

Property Tax

Payroll

Hatton Township Landfill Trust

General Fixed Assets

General Long-Term Debt

Some of these funds such as the General Fund are very active and have many activities and hundreds or even thousands of transactions. The General Fund includes the activities of the city commission, city management, police department, cemetery management, street lighting, refuse collection, airport operations, public works and general governmental buildings/grounds maintenance. Other funds such as the Cemetery Perpetual Care and Public Safety Building Debt Service Funds are relatively inactive with very few transactions.

The use of separate funds to account for the financial activities of the city provides very detailed but completely manageable information from which sound, informed decisions can be made. This type of financial management provides the ability to divide the costs of government into the various functional activities and therefore meaningful and accurate analysis can be performed.

If you have any questions concerning this month's Treasurer's article or any other City of Clare finance or property tax matter we encourage you to call (386-7541, extension 107), to stop by City Hall or if it is more convenient send me an e-mail message at skingsbury@cityofclare.org.

UTILITY RATE SCHEDULE

RATES EFFECTIVE July 1, 2010 (*July Usage/August Bill/Sept. Due*)

RATE AND FEE SCHEDULE ADOPTED BY RESOLUTION 2010-052

<u>WATER RATES</u>	<u>2009-10 RATES</u>	<u>EFFECTIVE 07/01/10</u>
		10%
3/4" Residential	\$14.73	\$10.00
3/4" Commercial	\$14.73	\$16.20
1" Commercial	\$26.55	\$29.21
1-1/2" Commercial	\$58.85	\$64.74
2" Commercial	\$106.20	\$116.82
3" Commercial	\$235.94	\$259.53
4" Commercial	\$424.70	\$467.17
Commodity Charge (per 1000 gallons)	\$2.13	\$2.34

Residential dwellings with multiple users on a single meter and commercial users are charged at the stated commodity charge for all usage (no minimum) plus the basic meter charge.

<u>METER REPLACEMENT PROGRAM</u>	<u>2009-10 RATES</u>	<u>EFFECTIVE 07/01/10</u>
3/4" Residential OR Commercial	\$1.00	\$1.00

<u>SEWER RATES</u>	<u>2009-10 RATES</u>	<u>EFFECTIVE 07/01/10</u>
		15%
3/4" Residential	\$17.49	\$20.11
3/4" Commercial	\$17.49	\$20.11
1" Commercial	\$31.45	\$36.17
1-1/2" Commercial	\$69.89	\$80.37
2" Commercial	\$125.79	\$144.66
3" Commercial	\$279.52	\$321.45
4" Commercial	\$503.16	\$578.63
Commodity Charge (per 1000 gallons)	\$3.72	\$4.28

*Summer sewer credits for single-family residential customers are given for May, June, July, and August usage for customers having **one meter per billing unit**.*

*All customers are charged the water and sewer **commodity charges** plus the appropriate basic meter charge.*

<u>CURBSIDE GARBAGE RATES</u>	<u>EFFECTIVE 8/1/2009</u>	<u>EFFECTIVE 7/1/10</u>
WASTE MANAGEMENT CONTRACT for Residential Units	\$17.72	\$17.72

MINIMUM RESIDENTIAL MONTHLY BILL (NO WATER/SEWER USAGE - SERVICE AVAILABLE)	\$50.94	\$48.83
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<u>UTILITY DEPOSIT</u>	<u>2008-09 RATES</u>	<u>EFFECTIVE 07/01/09</u>
RENTAL UTILITY DEPOSIT	\$150.00	\$150.00

The utility deposit is charged in accordance with Clare City Code, Section 46.278. Rental customers establishing a new account for water, sewer, and/or solid waste-recycling service, shall pay to the City of Clare a Utility Security Deposit as established by resolution prior to receiving such service.

<u>TURN-ON FEES</u>	<u>2009-10 RATES</u>	<u>EFFECTIVE 07/01/10</u>
Prescheduled during regular working hours	\$25.00	\$25.00
Nonscheduled after hours, weekends, and/or holidays	\$50.00	\$50.00