

Huron-Clinton Metropolitan Authority Brighton, Michigan

Comprehensive Annual Financial Report
Year Ended December 31, 2014



SUBMITTED TO THE
HURON-CLINTON METROPOLITAN AUTHORITY
BOARD OF COMMISSIONERS

John E. LaBelle - Chairman - Livingston County
John C. Hertel - Vice Chairman - Governor Appointee
Timothy J. McCarthy - Treasurer - Governor Appointee
Robert W. Marans - Secretary - Washtenaw County
Jaye Quadrozzi - Oakland County
Harry E. Lester - Wayne County
Anthony V. Marrocco - Macomb County

Prepared by the Huron-Clinton Metropolitan Authority
Controller's Department

Huron-Clinton Metropolitan Authority
 Comprehensive Annual Financial Report
 Year Ended December 31, 2014

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INTRODUCTORY SECTION

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June 4, 2015

To the Board of Commissioners, Director, and Citizens of the Huron-Clinton Metropolitan Authority Park District:

State law requires that all local governmental units, including authorities such as the Huron-Clinton Metropolitan Authority, publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Huron-Clinton Metropolitan Authority for the fiscal year ended December 31, 2014. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. GASB 34 requires that management provide a narrative introduction, overview, and analysis to accompany the Basic Financial Statements in the form of a Management's Discussion & Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The financial reporting entity of the Huron-Clinton Metropolitan Authority includes all funds of the Huron-Clinton Metropolitan Authority. The Authority is a special district form of government operating independently of all other governmental agencies. It provides a full range of recreational activities in the five-county region surrounding the city of Detroit.

GOVERNMENTAL STRUCTURE, LOCAL ECONOMIC CONDITION, AND OUTLOOK

The Huron-Clinton Metropolitan Authority was sanctioned by Public Act 147 of Public Acts 1939. This Act provided for the incorporation of the Huron-Clinton Metropolitan Authority to permit the counties of Livingston, Macomb, Oakland, Washtenaw and Wayne to join in a metropolitan district for planning, promoting and/or acquiring, constructing, owning, developing, maintaining and operating, either within or without their limits, parks, connecting drives and/or limited access highways; to provide for the assessment, levy and collection of property taxes on both real and personal properties located within its boundaries. A referendum was held on November 5, 1940 and the citizens of the five-county district approved the creation of the Huron-Clinton Metropolitan Authority.

[Delhi](#) | [Dexter-Huron](#) | [Hudson Mills](#) | [Huron Meadows](#) | [Indian Springs](#) | [Kensington](#)
[Lake Erie](#) | [Lower Huron](#) | [Lake St. Clair](#) | [Oakwoods](#) | [Stony Creek](#) | [Willow](#) | [Wolcott Mill](#)

Board of Commissioners

[John C. Hertel](#) | [John E. La Belle](#) | [Harry E. Lester](#) | [Robert W. Marans](#) | [Anthony V. Marrocco](#) | [Timothy J. McCarthy](#) | [Jaye Quadrozzi](#)
Governor Appointee | Livingston County | Wayne County | Washtenaw County | Macomb County | Governor Appointee | Oakland County

The governing body of the Huron-Clinton Metropolitan Authority is a seven member Board of Commissioners. Two Commissioners serve as representatives at large and are appointed by the Governor of Michigan for four-year terms. The other five commissioners are appointed by their respective county Board of Commissioners and they serve a six-year staggered term. Public meetings of the Board of Commissioners are held on the second Thursday of each month. The Board of Commissioners is responsible for setting policy, adopting the budget, setting fees, approving contracts, land acquisition and expenditures, planning of new parks and facilities, and appointing the Director, Executive Secretary, and Controller.

The Director is responsible for carrying out the policies of the Board of Commissioners, for overseeing the day-to-day operations of the park system, hiring all full time employees, and approving all purchase commitments of the Authority. The Executive Secretary is the official custodian of all Authority records and keeps minutes of all Board of Commissioner meetings. He also certifies all disbursements prior to approval by the Board of Commissioners. The Controller is responsible for maintaining all financial accounting records, collecting all revenues due, investing all funds, issuing payment vouchers for goods, services and payrolls, maintaining property/casualty insurances and serves as the Pension Plan Trustee and Retiree Health Trust Plan Administrator.

The Authority's main endeavor is to provide a variety of quality recreational opportunities through the development of natural resources along the Huron and Clinton Rivers for the benefit of the 4.4 million citizens of the five-county park district located in southeastern Michigan. Since its inception, the Authority has created thirteen Metroparks covering nearly 25,000 acres within the 1,600 square mile watershed area of the Huron and Clinton Rivers. The Authority, named after the two longest rivers within its boundaries, is a dynamic and changing organization striving to provide its services while minimizing disruption to existing land use.

The characteristics of the Metroparks are different from recreation supplied by most other units of government or by the private sector. Generally, Metroparks are fairly large in size and offer a blend of natural resources such as lake, river, woods, or wildlife area with constructed facilities that provide for more intensive recreational pursuits such as swimming, golfing, bicycling, cross-country skiing or other outdoor recreation. These Metroparks are within an hour's drive for most of the residents of the region and are generally considered "day use" parks.

The Metroparks range in size from 53 acres at Delhi Metropark to over 4,400 acres at Stony Creek Metropark. The larger Metroparks are designed to accommodate crowds of 35,000 or more on peak use days. In 2014, the Metropark system provided recreation for 7.9 million park visitors.

The Authority's centralized Administrative Office coordinates the development and operation of all thirteen Metroparks. The following departments are housed at the Administrative Office: (1) Executive; (2) Controller; (3) Fund Development; (4) Engineering; (5) Planning; (6) Natural Resources; (7) Human Resources; (8) Communications/Marketing; (9) Purchasing; (10) Information Systems; and (11) Police.

The day-to-day administration, operation, and maintenance of each Metropark is coordinated through three district park superintendents. These district park superintendents oversee all on-site park activities, operations and maintenance of buildings, roads and grounds.

2014 saw Detroit in the national headlines as the world watched development of the so-called "Grand Bargain" that helped expedite the resolution of Detroit's plan to resolve its bankruptcy. While there were many positive signs of encouragement in the economy, there are causes for concern also. Income growth exceeded the national average but did not lead for similar regions.

Michigan's unemployment rate continues to decline (6.4% at year end), although it is still above the national average rate of 5.6%. There remains approximately a 12 month lag in the recovery from the peak unemployment levels of June 2009 which were 14.9%, over double the rate at year end 2014. The Detroit unemployment rate lagged even further at 12.2% as of December 2014.

Foreclosures continue to decline (down 15 percent from 2013). Completed foreclosures in 2014 were less than half the peak in 2010 but remain double what was a normal level of 10 years ago. As the jobless rate continues to move in a positive direction and housing foreclosures decline, values begin to rise. 2014 saw the first increase in budgeted Authority tax revenues since 2008.

Efforts to improve the business culture of Michigan and our region are making strides. Michigan has moved from a ranking of 41st in entrepreneurship to 6th. We are 9th in patents per capita among the 50 states and ranked 1st in small businesses, according to a report from the Southeast Michigan Council on Governments (SEMCOG).

As the region works to work together to capitalize on its assets it is critical that the Metroparks play their role in helping provide a quality of life that will draw talent to choose to live, play and work in southeastern Michigan. Long term financial planning to develop fiscal sustainability will position the Metroparks to continue to provide top notch public recreational opportunities for generations.

MAJOR INITIATIVES

The Authority's staff, following directions from the Board of Commissioners and the Director, has been involved in a variety of capital projects throughout the year. These projects reflect the Authority's ongoing commitment to providing quality public recreational facilities and services in a well-maintained and safe environment to the citizens of southeast Michigan. The major activities and accomplishments during 2014 included:

1. Replacement of the inadequate Maintenance Building at Huron Meadows Metropark was begun and substantially completed in 2014 at a cost of \$1,125,000. This facility serves both the park as a whole and the golf facility.
2. Redesign and paving of the Martindale Beach Parking Lot at Kensington Metropark was also substantially completed in 2014 at a cost of \$1,595,000. The new design improves traffic flow and increases safety for pedestrians.
3. Reconstruction of the Nature Center Overlook at Kensington Metropark. 2014 expenditures on the grant funded project totaled \$193,000.
4. Installation of an iron removal system at the Environmental Discovery Center at Indian Springs Metroparks was begun. 2014 costs on this project totaled \$212,000. This work is designed to resolve several maintenance issues resulting from the use of well water with a high iron content.
5. The Dexter Trail Connector at Hudson Mills Metropark was completed in 2014. Costs totaled \$129,000. This trail connects to the Village of Dexter, following the Huron River and connecting to previously constructed trail through Hudson Mills Metropark.
6. An underground storage tank at Hudson Mills service yard is in the process of removal and replacement with an above ground storage tank. This work including all related soil tests is expected to be completed by mid 2015. The cost for this work in 2014 ran \$102,000.

7. Replacement of the toll booth at Lake Erie Metroparks was begun and completed in 2014. Total cost for the project was \$141,000.
8. Development of a dump station, required for operation of the family campground at Stony Creek, was substantially completed in 2014 at a cost of \$123,000.
9. The Planning and Engineering Departments worked on the initial phases of projects that will be set for construction in 2015. The main "in progress" improvement projects are:
 - a. Redevelopment of the West Beach Front at Lake St. Clair Metropark;
 - b. Replacement of the Seawall at Lake St. Clair Metropark;
 - c. Reconstruction of the West Entrance at Kensington Metropark;
 - d. Bathhouse Demolition/Comfort Station Construction at Maple Beach at Kensington Metropark;
 - e. Boat Launch/Restroom Replacement at Stony Creek Metropark;
 - f. Toll Booth Replacement at Indian Springs Metropark;
 - g. Environmental Discover Center Pond Filtration System at Indian Springs Metropark.

In total, the Authority invested in park facilities to the extent of nearly \$4.3 million, as work was done on 52 individual projects. These capitalized projects will help ensure that Metropark facility offerings to our public are in good working order and relevant to today's recreational interests. The vast majority of the 2014 capital improvement expenditures continue to relate to the 3-R's (repair, renovate and replace). Due to the age of the Metropark facilities, it is essential that these types of projects continue to be the primary focus.

FINANCIAL INFORMATION

Management of the Authority is responsible for establishing and maintaining internal controls designed to ensure that the assets of the Authority are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

FEDERAL FINANCIAL ASSISTANCE

The Authority did not receive any Federal financial assistance during 2014 that required the independent auditor to issue a Single Audit Report.

BUDGET

The annual budget serves as the foundation for the Huron-Clinton Metropolitan Authority's financial planning and control. The Authority employs a Five-Year Plan for long-range financial planning, which provides general guidance for each year's annual budget. This Five-Year Plan is updated annually. The annual budget process is multi-faceted, involving all units of the Authority. The Authority's Planning, Engineering, and Natural Resources Departments, in conjunction with park operating units, develop capital improvement, equipment, major maintenance, and minor project listings that are reviewed and finalized by mid-September.

All park operating units are required to submit park operation budget requests to the Controller's office near the end of September. The Controller utilizes these requests, along with capital budget requests, as the starting point for developing a proposed General Fund budget. The Controller conducts budget review meetings and presents the proposed budget at a public hearing and then to the Board of Commissioners at the November Board meeting. The appropriated budget is a line item budget prepared by fund, category (i.e., capital improvements, park operations), department/park (i.e., Lake St. Clair, Kensington), sub-department/activity (i.e., golf course, regulatory), and object (i.e., full time wages, utilities). The Director is authorized to make budgetary transfers between line item appropriations. All General Fund budget amendments are approved by the Board of Commissioners on a quarterly basis. The Authority maintains an encumbrance accounting system and a work order (project accounting) system for capital construction type projects to assist in maintaining budgetary control.

LONG-TERM FINANCIAL PLANNING

The Huron-Clinton Metropolitan Authority employs a Five-Year Community Recreation Plan as well as a rolling Five-Year Plan. The current Community Recreation Plan covers recreational development for the period from 2013 through 2017. Long term financial planning for the Metropark system is provided by the rolling Five-Year Plan which is updated and approved by the Board annually. The development of the Five-Year Plan is a planning process that is a joint effort involving the general public, park staff, administrative office staff, planning staff, natural resource staff, engineering staff, interpretive staff, police staff, and the Board of Commissioners. Due to the continued fiscal constraints and the large amount of aging infrastructure within the Metropark system, an emphasis continues to be placed on renovation/redevelopment/restoration type projects rather than new park developments.

The Board of Commissioners and staff have developed the current Five-Year Plan in order to position the Authority to work towards a model of fiscal sustainability. Recognizing the paradigm shift in tax revenue as well as the capital need of aging facilities, roads and other infrastructure, the current five year plan focuses on these issues:

- Continuation of high standards of maintenance and service levels for existing park operations.
- Increased funding for major maintenance projects at an average of \$ 2.32 million annually.
- Maintenance of a functional fleet of equipment plus equipping new facilities.
- Funding the redevelopment of major assets based on established criteria.
- Funding for the continuation of reconstructing/resurfacing of Authority roads, parking lots, and hike/bike trails.
- Maintaining contributions to the Authority's Retiree Health Care Trust Fund and Pension Trust Fund.

The updated revised Five-Year Plan provides general guidance for the development of the Authority's annual budget each year. Adjustments are made to the Five-Year Plan as dictated by ongoing economic conditions.

DEBT

The Authority has not issued any bonded debt. The Authority's Enabling Act restricts debt issues to revenue bonds. Throughout the history of the Metroparks, it has never been felt beneficial to issue revenue bonds as a means of financing recreational facilities.

OTHER INFORMATION

Independent Audit

State statute requires an annual audit by an independent certified public accountant. The accounting firm of Abraham and Gaffney was selected by the Board of Commissioners. The audit is conducted in accordance with generally accepted auditing standards and the standards for financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. The audit will meet the requirements set forth by State statute and will include tests of the accounting records of the Authority and other procedures necessary for Abraham and Gaffney to express an opinion on the financial statements.

The auditor's report on the financial statements, required supplementary information, and supplemental schedules are included in the FINANCIAL SECTION of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Huron-Clinton Metropolitan Authority for its comprehensive annual financial report for the year ended December 31, 2013. This was the twelfth consecutive year that the Authority has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it again to the GFOA to determine its eligibility for this award.

Acknowledgements

The preparation of this comprehensive annual financial report is a major undertaking and I want to acknowledge the extraordinary efforts of our Finance Department, and especially Chief Accountant Rebecca Baaki and Internal Auditor/Accountant Molly Goike. Their assistance was absolutely essential and appreciated in submitting this report.

The input and guidance from our independent auditors, Abraham and Gaffney, was also appreciated to direct us through the compilation of our comprehensive annual financial report.

Finally, without the support and leadership of the Board of Commissioners this report would not have been possible.

Respectfully submitted,

Rebecca L. Franchock

Rebecca L. Franchock, Controller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Huron-Clinton Metropolitan Authority
Michigan**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

Huron-Clinton Metropolitan Authority

2014

Principal Officials

Unit - Title

Name of Official

Administrative Staff

Director	Vacant
Deputy Director/Chief of Police	George Phifer
Controller	Rebecca L. Franchock
Corporate Counsel	Joseph W. Colaianne
Director of Development	Molly Bell
Information Technology Manager	Shakib Obeidy
Chief Planner	Vacant
Accountant	Rebecca J. Baaki
Manager of Assets and Development	Michael A. Brahm-Henkel
Supervising Field Engineer	Thomas R. Asiala
Supervising Design Engineer	Laura L. Martin
Chief of Natural Resources	Paul J. Muelle
Administrative Services Manager	Vacant
Interpretive Services Manager	Vacant

EASTERN DISTRICT

District Park Superintendent	Michael G. Lyons
District Maintenance Supervisor	Mark V. Lietaert
District Interpretive Supervisor	Julie C. Champion
Park Operations Manager - Stony Creek, Wolcott Mill Metroparks	Gary G. Hopp
Park Operations Manager - Lake St. Clair Metropark	Eric J. Koppin

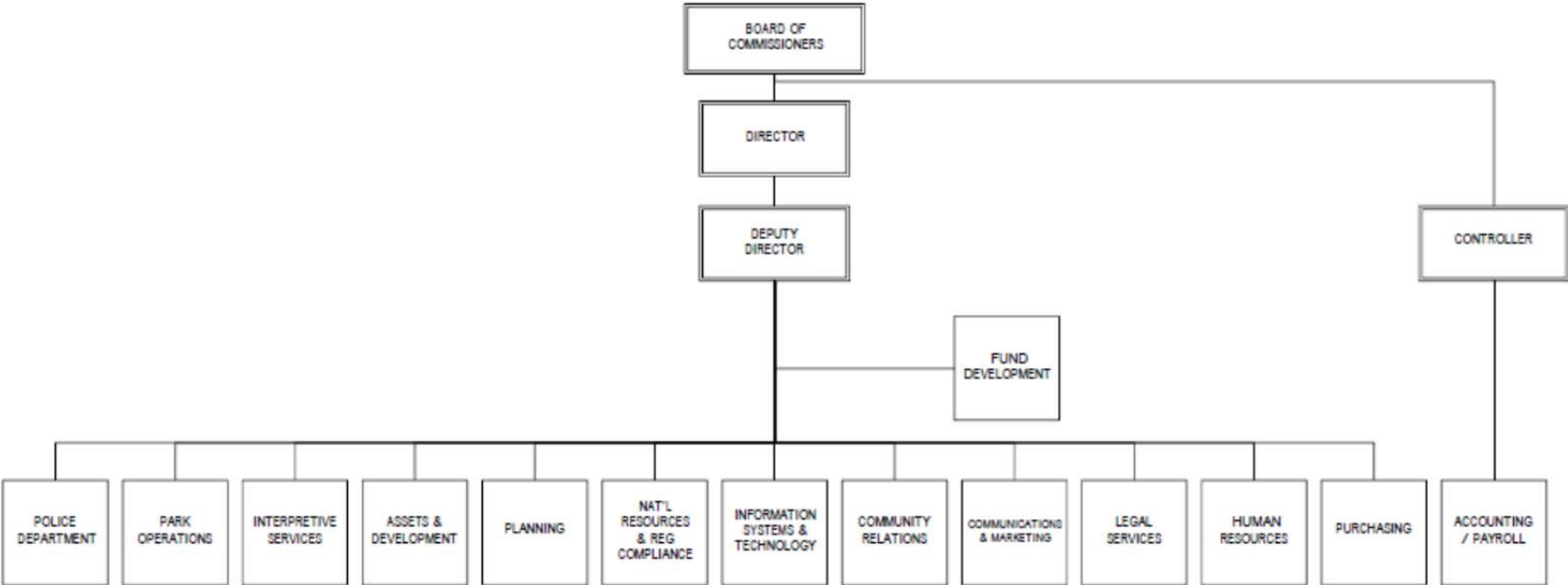
WESTERN DISTRICT

District Park Superintendent	Kimberly A. Jarvis
District Maintenance Supervisor	David B. Kirbach
District Interpretive Supervisor	Jennifer Hollenback
Park Operations Manager - Kensington, Indian Springs Metroparks	Marcella L. Robinson-Caughey
Park Operations Manager - Hudson Mills, Dexter-Huron, Delhi and Huron Meadows Metroparks	Jerome M. Cyr

SOUTHERN DISTRICT

District Park Superintendent	James W. Pershing
District Maintenance Supervisor	Joseph B. Jolly
District Interpretive Supervisor	Kevin J. Arnold
Park Operations Manager - Lower Huron, Willow, Oakwoods Metroparks	Jeffrey W. Schuman
Park Operations Manager - Lake Erie Metropark	Jeffrey D. Linn

HCMA FUNCTIONAL ORGANIZATION CHART



12/11/2014

FINANCIAL SECTION

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Principals

Dale J. Abraham, CPA
Michael T. Gaffney, CPA
Steven R. Kirinovic, CPA
Aaron M. Stevens, CPA
Eric J. Glashouwer, CPA
Alan D. Panter, CPA
William I. Tucker IV, CPA



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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Huron-Clinton Metropolitan Authority
Brighton, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Huron-Clinton Metropolitan Authority (the Authority), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Huron-Clinton Metropolitan Authority, as of December 31, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

During the year the Authority changed the fiscal year end from September 30 to December 31 for the Pension Trust Fund and the Other Post-Employment Benefit Trust Fund. Accordingly, the basic financial statements and other supplementary information show activity as of and for the year ended September 30, 2014 and also for the three months ended December 31, 2014. Our opinions are not modified with respect to this matter.

Change in Accounting Principles

During the year the Authority implemented GASB Statement No. 67, *Financial Reporting for Pension Plans*. As a result, the financial statements now include substantially different note disclosures and required supplementary information related to the Pension Trust Fund. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Huron-Clinton Metropolitan Authority's basic financial statements. The introductory section, combining fiduciary fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining fiduciary fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fiduciary fund financial statements are fairly stated, in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Abraham & Gaffney, P.C.

ABRAHAM & GAFFNEY, P.C.
Certified Public Accountants

June 4, 2015

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

As management of the Huron-Clinton Metropolitan Authority, we offer the readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Huron-Clinton Metropolitan Authority for the year ended December 31, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the financial statements, and the notes to the financial statements.

Financial Highlights

The assets of the Authority exceeded its liabilities and deferred inflows at the end of 2014 by \$237,563,120 (net position). Of this amount, \$41,440,497 (unrestricted net position) may be used to meet the Authority's ongoing obligations to provide park and recreation services to the citizens of the five-county Metropark system.

The Authority's total net position increased by \$3,623,733.

The emphasis of the Authority's revised Five-Year Plan is to renovate, reconstruct and replace worn out, outdated recreational facilities. 2014 capital improvement expenditures reflect this emphasis as indicated by the following projects:

- At Lake Huron Meadows Metropark, replacement of the park maintenance building was begun and substantially completed in 2014 at a cost of \$1,125,000. This facility serves both the golf course as well as the park as a whole.
- At Kensington Metropark, the Martindale Beach parking lot was redesigned and repaved. The majority of the project was completed in 2014 at a cost of \$1,595,000.
- Also at Kensington Metropark, a failing retaining wall was replaced at the Nature Center Overlook. This project was partially grant funded. The total cost of the project was \$193,000.
- At Hudson Mills Metropark, removal of an underground storage tank and replacement with an above-ground storage tank was begun. 2014 costs associated with this project totaled \$102,000.
- At Lake Erie Metropark, the toll booth was replaced in 2014 at a cost of \$141,000.

Not only were existing Metropark assets renovated, but new assets were added, with the following 2014 capital improvement expenditures:

- At Indian Springs Metropark, an iron removal system was added to the Environmental Discovery Center. This addition had a cost of \$212,000 and is designed to resolve maintenance issues resulting from the use of well water with a high iron content at this state-of-the-art facility.
- At Hudson Mills Metropark, an additional section of trail was added, linking existing trails within the park to the Village of Dexter. This addition which was part of a joint project was supported with funding from multiple governmental partners.

Repairs and renovations of Authority infrastructure continued to be a high priority. Major repairs to Authority buildings, roadways, hike/bike trails, irrigation systems, bridges and walkways ran \$4.3 million during 2014.

The Authority acquired key parcels of land at Wolcott Mill Metropark and Lake St. Clair Metropark.

The Authority continued to meet the actuarially determined Pension Plan contribution of \$3,029,289 for the Plan year ended September 30, 2014 and for the short year ending December 30, 2014 the Authority contributed \$3,100,000. This amount was in excess of the recommended contribution amount for short year of \$757,322.

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

The Authority established the Retiree Health Care Plan Trust in October 2005 for the exclusive purpose of prefunding retiree healthcare benefits for eligible retirees and spouses. The Authority exceeded the funding required by the Annual Required Contribution (ARC) by transferring \$2,500,000 from the General Fund to the Retiree Health Care Trust for the Plan year ended September 30, 2014. In addition, the plan Authority made a contribution of \$2,500,000 for the three month plan year ending December 31, 2014. This created an asset of \$4,091,995.

Authority General Fund revenues at \$45.1 million fell short of 2014 final budget targets by \$0.3 million (0.7 percent).

Authority General Fund operating expenditures at \$38 million were under amended 2014 budget amounts by \$2.4 million (5.9 percent).

Overview of the Financial Statements

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

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the Authority's finances in a manner similar to private-sector business.

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

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

Both of the government-wide financial statements distinguish functions of the Authority that are principally supported by taxes and program revenues. The sole governmental activity of the Authority consists of providing regional park and recreation services in the five-county metropolitan Detroit area. The Authority is a single purpose governmental agency.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Authority can be divided into two categories: governmental funds and fiduciary funds.

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

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

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

The Authority maintains two individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General and Capital Projects funds, each of which are considered to be major funds.

The Authority adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided herein to demonstrate compliance with this budget.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the Authority's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Authority uses a fiduciary fund to account for (1) its single employer, defined benefit pension plan, which accumulates resources for pension benefit payments to qualified Authority employees, and (2) its Retiree Health Care Plan and Trust, which accumulates resources for health care benefit payments to qualified Authority retirees. These funds are based on the Plan's September 30 fiscal year ends.

The Defined Benefit Pension Plan is administrated by a third party. An actuarial valuation determines the funding required annually. The annual required contribution determined and contributed was \$3,029,289 for this plan year ending September 30, 2014. Total estimated actuarial accrued liability was \$66,307,795, and actuarial value of Plan Assets was \$45,492,667. The percentage of liabilities funded was 68.61 percent, compared to 67.85 percent one year earlier. In addition, during 2014 the plan year was changed to a calendar year. Therefore, the actuaries calculated a recommended contribution for the period from October 1, 2014 - December 31, 2014 of \$757,322. The Authority contributed \$3,100,000 for this period.

The Retiree Health Care Plan and Trust was established October 1, 2005 pursuant to Section 115 of the Internal Revenue Code of 1986 and under the authority of the Public Employee Health Care Fund Investment Act, Public Act 149 of 1999. It provides funding for eligible retiree and spousal health care, life and dental benefits. An actuarial valuation is required every two years and the last valuation was done as of October 1, 2013 which determined estimated actuarial accrued liability to be \$31,585,955. At the end of the Plan's eighth fiscal year, the actuarial value of Trust assets totaled \$19,443,143 (61.6 percent) and unfunded actuarial accrued liability totaled \$12,142,812.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This information is limited to schedules concerning the Authority's progress in funding its obligation to provide pension and other postemployment benefits to its employees.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Huron-Clinton Metropolitan Authority, assets exceeded liabilities and deferred inflows by \$237,563,120 at the close of the year.

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

By far the largest portion of the Authority's net position (83 percent) reflects its investment in capital assets (i.e., land, buildings, infrastructure, roads, park improvements, vehicles and equipment). The Authority uses these capital assets to provide park and recreation services to citizens; consequently, these assets are *not* available for future spending.

The Authority does not have any bonded debt.

	Net Position	
	Governmental Activities	
	2014	2013
Current and other assets	\$ 75,628,018	\$ 72,271,190
Capital assets, net	<u>195,936,628</u>	<u>195,125,395</u>
Total assets	271,564,646	267,396,585
Long-term liabilities	2,961,835	3,055,718
Other liabilities	<u>2,901,981</u>	<u>2,491,014</u>
Total liabilities	5,863,816	5,546,732
Deferred inflows of resources	<u>28,137,710</u>	<u>27,190,466</u>
Net position		
Net investment in capital assets	195,936,628	195,125,395
Restricted	185,995	138,856
Unrestricted	<u>41,440,497</u>	<u>38,675,136</u>
Total net position	<u>\$ 237,563,120</u>	<u>\$ 233,939,387</u>

A portion of the Authority's net position is restricted for future maintenance or construction of the Lake St. Clair Marina facility, per grant requirements. The unrestricted net position may be used to meet the Authority's ongoing obligations for park and recreation facilities and services to citizens and creditors.

At the end of the current year, the Authority is able to report a positive balance in net position. The same situation held true for the prior fiscal year.

The Authority's net position increased by \$3,623,733 during the current year. Nearly all of this increase represents an increase in Authority assets; specifically net postemployment benefit asset increases.

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

	Change in Net Position Governmental Activities	
	2014	2013
Program revenues		
Park charges for services	\$ 16,316,176	\$ 14,519,872
Operating grants	61,745	19,100
Capital grants	153,869	2,031,530
General revenues		
Property taxes	28,167,025	27,680,762
Oil and gas royalties	239,740	297,536
Donations	147,407	167,123
Interest	289,002	217,455
Gain on sale of capital assets	43,551	223,069
Miscellaneous	97,013	27,567
Total revenues	45,515,528	45,184,014
Expenses		
Recreation and culture	41,891,795	41,586,621
Capital projects	-	292,196
Total expenses	41,891,795	41,878,817
Change in net position	3,623,733	3,305,197
Net position		
Beginning of year	233,939,387	230,634,190
End of year	<u>\$ 237,563,120</u>	<u>\$ 233,939,387</u>

Governmental Activities

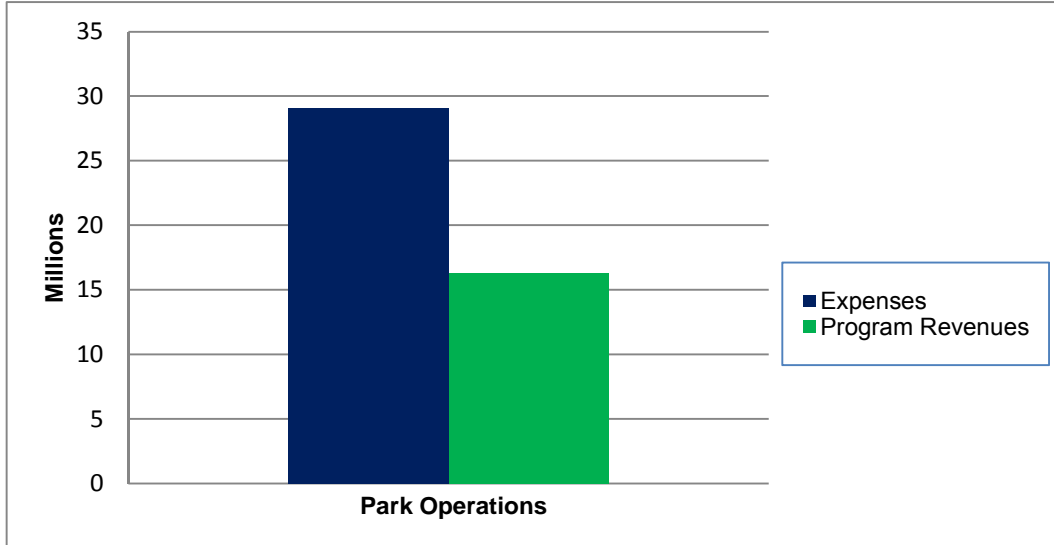
Governmental activities increased the Authority's net position by \$3,623,733, as total 2014 revenues of \$45.5 million exceeded total operating expenses of \$41.8 million by \$3.6 million. These excess funds are used for Authority capital outlays and retained in the Authority's unassigned fund balance.

Change in Net Position

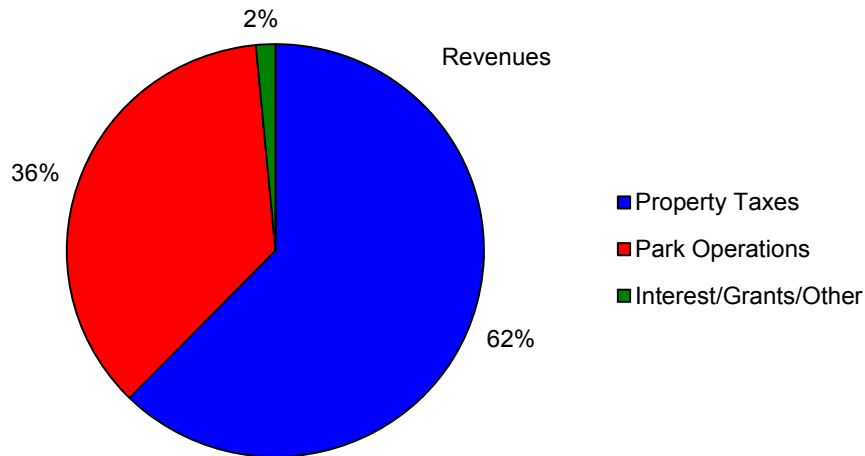
The change in net position for 2014 is approximately \$0.3 million more than the change in net position for 2013. Park charges for services increased 1.8 million due to tolling and other fee increases. In addition, property tax values continued to slowly increase with economic improvements. These revenue increases were offset with decreased capital grant funding from the prior year as a significant project at Lake St. Clair was completed during 2013.

Huron-Clinton Metropolitan Authority
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 December 31, 2014

2014 Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



Financial Analysis of the Government's Funds

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

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

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

As of the end of the current year, the Authority's governmental funds reported a combined ending fund balance of \$41,161,627, an increase of \$462,315 compared to 2013. Approximately 36 percent of this total amount (\$14.7 million) constitutes "unassigned" fund balance. Approximately 1 percent of this total amount (\$0.5 million) is considered nonspendable. Approximately 0.5% (\$0.2 million) of this is restricted per grant requirements. Approximately 29 percent of this total amount (\$11.8 million) is considered assigned. The remainder of fund balance (\$13.9 million) is "committed" to indicate that it is not available for new spending because it has already been committed for: (1) capital improvement projects-\$8 million, (2) a contingency fund for uninsured insurance claims-\$0.5 million, and (3) future land purchases-\$5.4 million.

The general fund is the primary operating fund of the Authority. At the end of the current year, unassigned fund balance of the general fund was \$14,747,179 while total fund balance was \$36,680,185. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to expenditures. The Authority's goal is to maintain the unassigned fund balance at a minimum of 5% of general fund expenditures, and at year end the unassigned fund balance was 39% of general fund operating expenditures of \$38 million. The Board of Commissioners has approved a systematic buildup of fund balance with the knowledge of our declining tax revenue.

The fund balance of the Authority's general fund increased by \$785,649.

The following paragraphs present a summary of general fund revenues, which totaled \$45,162,889 for 2014, an overall increase of \$313,624 from 2013. Revenues by source were as follows:

Revenues	2014 Amount	Percent of Total	2013 Amount	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Property taxes	\$ 28,125,677	62.3%	\$ 27,662,759	\$ 462,918	1.7%
Park charges for services	16,316,176	36.1%	14,519,872	1,796,304	12.4%
Interest	277,461	0.6%	198,255	79,206	40.0%
Grants	215,614	0.5%	2,050,630	(1,835,016)	-89.5%
Donations	87,407	0.2%	167,123	(79,716)	-47.7%
Proceeds from sale of capital assets	43,551	0.1%	223,069	(179,518)	-80.5%
Miscellaneous	97,013	0.2%	27,567	69,446	251.9%
Totals	<u>\$ 45,162,899</u>	<u>100.0%</u>	<u>\$ 44,849,275</u>	<u>\$ 313,624</u>	<u>0.7%</u>

The Authority's millage rate remained .2146 mills in 2014. Taxable values were nearly consistent with the prior year and there was a \$0.5 million (1.7 percent) increase in 2014 property tax collections. This is consistent with the amount collected in 2013. We expect "taxable values" to continue to moderate and begin to gradually rise as the real estate market stabilizes.

The \$16,316,176 of 2014 park operating revenues were below the 2014 budget goal of \$16,522,900 by \$206,000 (1.3 percent). The \$16,316,176 generated in 2014 represented a \$1,796,304 (12.4 percent) increase from 2013 revenues. The Authority's two leading sources of revenue are tolling and golf. From 2013 levels, tolling experienced a \$1,443,391 increase and golf decreased \$195,446. In addition, foodservice revenue increased by \$427,350.

Interest income derived from investments in Certificates of Deposits and U.S. Agency issues increased to \$277,461 in 2014. This was a \$79,206 (40 percent) increase from 2013 interest income.

The Authority recognized \$215,614 in grant revenue in 2014. This amount was down \$1.8 million from 2013 which reflected grant revenue from: (1) \$1,500,000 to fund the construction of the complete redevelopment of the northern half of the Lake St. Clair parking lot with a complex arrangement of swales and green spaces to facilitate improved environmental storm water handling, and (2) \$531,000 for the development of a nearly 3 mile paved trail at Hudson Mills Metropark that follows the west bank of the Huron River providing a vital link to the Village of Dexter.

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

Miscellaneous revenues increased \$69,446 from 2013. The Authority joined the Michigan Municipal Risk Management Authority during the 2013 fiscal year. During 2014, the Authority received their first redistribution of net assets from the MMRMA and is reflected as miscellaneous revenue for the 2014 fiscal year.

General fund expenditures were \$44,377,250 for 2014, an increase of \$1,223,597 from 2013's expenditures. A detailed breakdown of expenditures by major category is as follows:

Expenditures	2014 Amount	Percent of Total	2013 Amount	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Engineering and planning	\$ 597,404	1.3%	\$ 385,096	\$ 212,308	55.1%
Capital improvements	4,282,100	9.6%	4,683,394	(401,294)	-8.6%
Equipment	1,225,463	2.8%	1,531,932	(306,469)	-20.0%
Land acquisition	269,846	0.6%	28,820	241,026	836.3%
Major maintenance	1,243,362	2.8%	704,328	539,034	76.5%
Administrative office	6,398,487	14.4%	5,428,715	969,772	17.9%
General planning and engineering	1,241,565	2.8%	1,561,877	(320,312)	-20.5%
Park operations	29,119,023	65.6%	28,829,491	289,532	1.0%
Totals	<u>\$ 44,377,250</u>	<u>100.0%</u>	<u>\$ 43,153,653</u>	<u>\$ 1,223,597</u>	<u>2.8%</u>

Engineering and planning department expenses are divided between capital outlays and general operating expenditures (non-capitalized). The capitalized engineering and planning expenditures reflect expenses incurred on specific capital projects while they are planned and designed, prior to the awarding of a construction contract. These costs totaled \$597,404 in 2014, up from 2013's level of \$385,096. The noncapitalized general planning and engineering operating expenditures reflect planning and engineering expenses of a general nature that are not specifically tied to a capital improvement project. These expenditures include general planning studies, conceptual studies, Administrative Office overhead personnel, departmental fringe benefits and leave time. These expenses totaled \$1,241,565 in 2014, compared to \$1,561,877 in 2013.

Capital improvement outlays cover construction projects that exceed the Authority's \$10,000 capitalization limit. Throughout 2014, the Authority spent nearly \$4.7 million on capital improvement projects within the Metropark system. This was consistent with the amount spent in 2013. The \$4.7 million level of expenditures represents the fifth consecutive year that capital improvement expenditures have fallen below the \$6.0 million mark. The vast majority of 2014 projects continue to relate to the 3-R's type projects (repair, renovate and replace) in accordance with the Board of Commissioner approved revised Five- Year Plan. These projects enhanced the Authority's recreational facilities offered the public in terms of park roads, hike/bike trails, parking lots, buildings, utilities, landscaping, golf courses, and other improvements. Many of the more significant 2014 capital improvement projects have been previously highlighted under the MAJOR INITIATIVES section of this report.

Equipment having an individual value in excess of \$1,000 is capitalized. During 2014, a total of \$1,225,463 was spent equipping the Metropark system, down from the 2013 amount of \$1,531,933. Computer equipment and software related to the new ERP system expenditures totaled \$562,000. Auto and truck acquisitions equaled \$215,000. Heavy equipment (mowers, tractors, golf cars, etc.) purchases accounted for \$361,000 of equipment expenditures.

The final area of capital expenditures relates to land acquisition in which \$269,846 was spent in 2014. This amount spent related to land acquisition at Lake St. Clair Metropark and Wolcott Mill Metropark as well as appraisal and surveying costs throughout the Metroparks.

The Authority classifies all non-recurring repair/maintenance-type projects that exceed \$10,000 as Major Maintenance expenses. These projects do not substantially improve or alter an existing facility and, therefore, are not capitalized. During 2014, Metropark facilities were renovated with 41 separate projects at a cost of \$1,243,362.

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

General Administration expenses reflect the cost of running the Authority's centralized Administrative Office, which ran \$6,398,487 in 2014, up 17.9 percent from 2013. This covers the cost of 23 full time employees, 157 retirement group benefit participants, materials, supplies and outside consultants utilized in managing the entire Metropark system. Personnel costs increased to 4.9 million, up 1 million from the 2013 amounts. This is due largely to increased personnel in the information technology department, the addition of a full time Fund Development officer and changes in the Authority's Director position. Outlays for materials, supplies and other consulting services remained consistent with the previous year.

The direct operating costs associated with operating and maintaining the 13 Metroparks to serve 7.9 million visitors consumed \$29.1 million of Authority funds. Comparing this \$29.1 million of park operating costs to 2013 expenditures of \$28.8 million shows that overall park operating costs increased by \$0.3 million (1.0 percent). Personnel related costs, which comprise 74 percent of park operating expenses, decreased slightly from \$21,593,000 to \$21,469,000 - down \$124,000 (0.6 percent). The other 25 percent of park operating expenditures relate to material/supply/outside contractual services, which incurred \$7,650,000 of expenses, up \$414,000 (6 percent). Some areas of operations that incurred increases include; utilities, communications, and increased costs for food service retail product costs as the Authority became self-operated for several food service locations. Offsetting some of these operational cost increases were decreases in minor equipment spending as well as chemical purchase costs in response to recommendations by outside golf course consultants.

The capital projects fund is utilized by the Authority to record supplemental major maintenance projects that are non-recurring expenditures to repair/replace existing Metropark infrastructure that is deemed critical to park operations. Funds for these projects are provided from oil/gas revenue. During 2014, \$239,740 of royalty payments were received, with generated investment income totaling \$11,541. At the end of the current year, total fund balance committed in the capital projects fund was \$4,481,442.

The fund balance of the Authority's capital projects fund decreased by \$323,334.

The following paragraph presents a summary of capital projects fund revenues, which totaled \$251,281 for 2014, an overall decrease of \$65,455 from 2013. Revenues by source were as follows:

Revenues	2014 Amount	Percent of Total	2013 Amount	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Oil and gas royalties	\$ 239,740	95.4%	\$ 297,536	\$ (57,796)	88.3%
Interest	11,541	4.6%	19,200	(7,659)	11.7%
Totals	\$ 251,281	100.0%	\$ 316,736	\$ (65,455)	100.0%

The revenues from oil and gas royalty payments at Kensington Metropark decreased by \$57,796 from 2013 levels as production was decreased. Interest income derived from investments in money market funds and U.S. Agency issues continued to decline, falling from \$19,200 to \$11,541 in 2014 as interest rates remain at historically low levels.

Huron-Clinton Metropolitan Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

Capital Project fund expenditures were \$574,615 for 2014, an increase from 2013 expenditures of \$292,196. Breakdown of expenditures by major category is as follows:

Expenditures	2014 Amount	Percent of Total	2013 Amount	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Major maintenance	\$ 192,155	33.4%	\$ 217,181	\$ (25,026)	-8.9%
Capital improvements	382,460	66.6%	75,015	307,445	108.9%
Totals	<u>\$ 574,615</u>	<u>100.0%</u>	<u>\$ 292,196</u>	<u>\$ 282,419</u>	<u>100.0%</u>

The most significant project under contract in 2014 was the rehabilitation of the controls for the south dam at Stony Creek Lake. Expenditures for this project in 2014 totaled \$203,000. Additionally there were minor costs relating to the completion of a project in the Capital Project Fund for the replacement of the main water line serving Stony Creek Metropark at Eastwood Beach as well as a new project related to Stony Creek Park Office Water Supply.

General Fund Budgetary Highlights

Over the course of the year, the Authority's Board of Commissioners revised the Authority budget several times.

- Increases in appropriations to prevent overruns for capital or operating expenditures.
- Amendments made to increase expenditure budgets for events that were not properly anticipated when the budget was compiled.

Differences between the original budget and the final amended budget were generally minor.

During the year, general fund revenues were under final budgetary estimates in total by \$298,229, primarily due to capital grant activity. Certain acquisitions of land were budgeted for that did not materialize. Park operating revenues fell short of the budgeted target of \$16,522,900 by \$206,724. All operating and capital expenditure categories were well within amended budgeted amounts.

Capital expenditures were under budget by approximately \$4,150,401, resulting mainly from capital improvement projects that were in progress or carried over and rebudgeted at year end.

Capital Assets and Debt Administration

Capital assets. The Authority's investment in capital assets for its governmental-type activities as of December 31, 2014 amounted to \$195,936,628 (net of accumulated depreciation). This investment in capital assets includes land, land improvements (golf courses, etc.), buildings, roads, bridges, sewer/water systems, park facilities and equipment. The total increase in the Authority's investment in capital assets (net of depreciation) for the year was a minimal increase of \$811,233 (0.4 percent).

Major capital asset events during the current year included the following:

• Martindale Parking Lot	Kensington	\$ 1,594,000
• West River Trail Development	Hudson Mills	493,300
• North Entrance Road Reconstruction	Willow	391,800
• Farm Center Play Area	Wolcott	66,200
• Autos/Trucks	All Parks	409,900
• Heavy Equipment	All Parks	871,000

Huron-Clinton Metropolitan Authority
MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2014

	Capital Assets (Net of Depreciation)	
	Governmental Activities	
	2014	2013
Land	\$ 46,765,322	\$ 46,495,476
Land improvements	34,422,023	34,227,620
Construction in progress	4,144,728	4,988,163
Buildings	35,634,231	36,423,962
Equipment	7,459,588	7,970,136
Other improvements	37,816,572	38,712,580
Infrastructure	29,694,164	26,307,458
Total capital assets, net	\$ 195,936,628	\$ 195,125,395

Additional information on the Authority's capital assets can be found in Note E in the Notes to Financial Statements.

Long-term debt. The Authority has recognized \$3,827,206 in accrued compensated absences.

The Authority has no bonded debt or capital leases.

Additional information on the Authority's long-term debt can be found in Note F in the Notes to the Financial Statements.

Economic Factors and Next Year's Budget and Rates

The following factors guided the preparation of the Authority's 2015 Budget:

- The Board of Commissioners approved the current Five-Year Plan for 2015-2019 on June 12, 2014 providing general guidance on the allocation of Authority funds, both capital and operational.
- Property tax revenues were based on a rolled back millage rate of .2146 mills. The 2014 Budget was based on "net" tax levy revenues of \$27.9 million after factoring out estimated captured tax revenues from tax abatement programs. This minor increase reflects the first positive movement in tax revenues since 2008.

Requests for Information

This financial report is designed to provide a general overview of the Huron-Clinton Metropolitan Authority's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Controller, Huron-Clinton Metropolitan Authority, 13000 High Ridge Drive, Brighton, Michigan, 48114-9058.

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BASIC FINANCIAL STATEMENTS

Huron-Clinton Metropolitan Authority

STATEMENT OF NET POSITION

December 31, 2014

	<u>Governmental Activities</u>
ASSETS	
Current assets	
Cash and cash equivalents	\$ 13,300,787
Investments	29,114,983
Receivables, net	28,621,474
Inventories	198,264
Prepays	<u>300,515</u>
Total current assets	71,536,023
Noncurrent assets	
Net other postemployment benefit asset	4,091,995
Capital assets not being depreciated	85,332,073
Capital assets being depreciated, net	<u>110,604,555</u>
Total noncurrent assets	<u>200,028,623</u>
TOTAL ASSETS	271,564,646
LIABILITIES	
Current liabilities	
Accounts payable and accrued payroll benefits payable	1,688,501
Other liabilities	252,612
Unearned revenue	95,497
Current portion of compensated absences	<u>865,371</u>
Total current liabilities	2,901,981
Noncurrent liabilities	
Noncurrent portion of compensated absences	<u>2,961,835</u>
TOTAL LIABILITIES	5,863,816
DEFERRED INFLOWS OF RESOURCES	
Property taxes levied for a subsequent period	<u>28,137,710</u>
NET POSITION	
Net investment in capital assets	195,936,628
Restricted for Metro Marina	185,995
Unrestricted	<u>41,440,497</u>
TOTAL NET POSITION	<u><u>\$ 237,563,120</u></u>

See accompanying notes to financial statements.

Huron-Clinton Metropolitan Authority

STATEMENT OF ACTIVITIES

Year Ended December 31, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					
Recreation and culture	<u>\$ 41,891,795</u>	<u>\$ 16,316,176</u>	<u>\$ 61,745</u>	<u>\$ 153,869</u>	\$ (25,360,005)
		General revenues			
		Property taxes			28,167,025
		Oil and gas royalties			239,740
		Investment earnings			289,002
		Donations			147,407
		Gain on sale of capital assets			43,551
		Miscellaneous			<u>97,013</u>
		Total general revenues			<u>28,983,738</u>
		Change in net position			3,623,733
		Net position, beginning of year			<u>233,939,387</u>
		Net position, end of year			<u>\$ 237,563,120</u>

See accompanying notes to financial statements.

Huron-Clinton Metropolitan Authority

Governmental Funds

BALANCE SHEET

December 31, 2014

	General Fund	Capital Projects	Total
ASSETS			
Cash and cash equivalents	\$ 9,724,560	\$ 3,576,227	\$ 13,300,787
Investments	28,114,616	1,000,367	29,114,983
Receivables			
Property taxes, net	28,193,139	-	28,193,139
Accounts receivable	158,979	24,921	183,900
Due from other governmental units	244,435	-	244,435
Due from other funds	110,493	-	110,493
Inventories	198,264	-	198,264
Prepays	300,515	-	300,515
	<u>67,045,001</u>	<u>4,601,515</u>	<u>71,646,516</u>
TOTAL ASSETS	\$ 67,045,001	\$ 4,601,515	\$ 71,646,516
LIABILITIES			
Accounts payable	\$ 861,868	\$ -	\$ 861,868
Accrued payroll and benefits payable	826,633	-	826,633
Other liabilities	243,032	9,580	252,612
Due to other funds	-	110,493	110,493
Unearned revenue	95,497	-	95,497
	<u>2,027,030</u>	<u>120,073</u>	<u>2,147,103</u>
TOTAL LIABILITIES	2,027,030	120,073	2,147,103
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	200,076	-	200,076
Property taxes levied for a subsequent period	28,137,710	-	28,137,710
	<u>28,337,786</u>	<u>-0-</u>	<u>28,337,786</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	28,337,786	-0-	28,337,786
FUND BALANCES			
Nonspendable	498,779	-	498,779
Restricted	185,995	-	185,995
Committed	9,401,861	4,481,442	13,883,303
Assigned	11,846,371	-	11,846,371
Unassigned	14,747,179	-	14,747,179
	<u>36,680,185</u>	<u>4,481,442</u>	<u>41,161,627</u>
TOTAL FUND BALANCES	36,680,185	4,481,442	41,161,627
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 67,045,001	\$ 4,601,515	\$ 71,646,516

See accompanying notes to financial statements.

Huron-Clinton Metropolitan Authority

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION

December 31, 2014

Total fund balances - governmental funds \$ 41,161,627

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

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental funds.

The cost of capital assets is	\$ 282,498,014	
Accumulated depreciation is	<u>(86,561,386)</u>	
Capital assets, net		195,936,628

Long-term receivables are not available to pay for current period expenditures and are therefore deferred inflows of resources in the governmental funds.		200,076
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Long-term assets are not receivable in the current period and therefore are not reported in the governmental funds balance sheet.
Long-term assets at year-end consist of:

Net other post-employment benefits asset		4,091,995
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds balance sheet.
Long-term liabilities at year-end consist of:

Compensated absences	<u>(3,827,206)</u>	
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Net position of governmental activities \$ 237,563,120

Huron-Clinton Metropolitan Authority

Governmental Funds

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

Year Ended December 31, 2014

	General Fund	Capital Projects	Total
REVENUES			
Property taxes	\$ 28,125,677	\$ -	\$ 28,125,677
Oil and gas royalties	-	239,740	239,740
Park charges for services	16,316,176	-	16,316,176
Operating grants	61,745	-	61,745
Capital grants	153,869	-	153,869
Donations	87,407	-	87,407
Interest	277,461	11,541	289,002
Other	97,013	-	97,013
TOTAL REVENUES	45,119,348	251,281	45,370,629
EXPENDITURES			
Current			
Operating			
Park operations	29,119,023	-	29,119,023
Major maintenance	1,243,362	192,155	1,435,517
Administrative offices	6,398,487	-	6,398,487
General planning and engineering	1,241,565	-	1,241,565
Total operating	38,002,437	192,155	38,194,592
Capital outlay			
Engineering and planning	597,404	-	597,404
Capital improvements	4,282,100	382,460	4,664,560
Equipment	1,225,463	-	1,225,463
Land acquisitions	269,846	-	269,846
Total capital outlay	6,374,813	382,460	6,757,273
TOTAL EXPENDITURES	44,377,250	574,615	44,951,865
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	742,098	(323,334)	418,764
OTHER FINANCING SOURCES			
Proceeds from sale of capital assets	43,551	-	43,551
NET CHANGE IN FUND BALANCES	785,649	(323,334)	462,315
Fund balances, beginning of year	35,894,536	4,804,776	40,699,312
Fund balances, end of year	<u>\$ 36,680,185</u>	<u>\$ 4,481,442</u>	<u>\$ 41,161,627</u>

See accompanying notes to financial statements.

Huron-Clinton Metropolitan Authority

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

Year Ended December 31, 2014

Net change in fund balances - total governmental funds \$ 462,315

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay	\$ 6,683,351	
Depreciation expense	<u>(5,872,118)</u>	
Excess of capital outlay over depreciation expense		811,233

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, but rather are deferred to the following fiscal year.

Net change in unavailable revenue		101,348
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Some items reported in the statement of activities do not result in the use of or provide current financial resources and therefore are reported differently than in the governmental funds. These activities consist of:

Decrease in compensated absences	64,733	
Increase in net other post-employment benefit asset	<u>2,184,104</u>	
		<u>2,248,837</u>

Change in net position of governmental activities \$ 3,623,733

Huron-Clinton Metropolitan Authority

Fiduciary Funds

STATEMENT OF NET POSITION

December 31, 2014 and September 30, 2014

	<u>Dec. 31, 2014</u>	<u>Sept. 30, 2014</u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 3,157
Investments at fair value		
Mutual funds	75,842,222	71,362,037
Prepays	<u>122,963</u>	<u>103,708</u>
TOTAL ASSETS	<u><u>\$ 75,965,185</u></u>	<u><u>\$ 71,468,902</u></u>
NET POSITION		
Held in trust for pension and postemployment benefits	<u><u>\$ 75,965,185</u></u>	<u><u>\$ 71,468,902</u></u>

See accompanying notes to financial statements.

Huron-Clinton Metropolitan Authority

Fiduciary Funds

STATEMENT OF CHANGES IN NET POSITION

Fifteen Months Ended December 31, 2014

	<u>For the three months ended Dec. 31, 2014</u>	<u>For the twelve months ended Sept. 30, 2014</u>
ADDITIONS		
Investment income		
Interest and dividends	\$ 1,031,514	\$ 821,396
Net increase (decrease) in fair value of investments	(510,556)	4,182,284
Medicare subsidy	-	10,437
Administrative expense	<u>(66,868)</u>	<u>(220,267)</u>
Net investment income	454,090	4,793,850
Contributions		
Employer	5,600,000	5,578,174
Employee	<u>27,010</u>	<u>112,439</u>
Total contributions	<u>5,627,010</u>	<u>5,690,613</u>
TOTAL ADDITIONS	6,081,100	10,484,463
DEDUCTIONS		
Benefit payments	<u>1,584,817</u>	<u>5,626,713</u>
CHANGE IN NET POSITION	4,496,283	4,857,750
Net position, beginning of period	<u>71,468,902</u>	<u>66,611,152</u>
Net position, end of period	<u>\$ 75,965,185</u>	<u>\$ 71,468,902</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

Huron-Clinton Metropolitan Authority

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Huron-Clinton Metropolitan Authority (the Authority) was created in 1939 as a special district form of government to provide recreational facilities and services to residents of Livingston, Macomb, Oakland, Washtenaw, and Wayne Counties. The Authority is governed by a Board of Commissioners, which consists of a Commissioner appointed by the Board of Commissioners from each of the five participating counties, and two Commissioners appointed by the Governor of Michigan. Principal funding for the Authority is derived from a property tax levy assessed in each of the five participating counties.

The financial statements of the Authority have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governments. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Authority's more significant accounting policies are described below.

1. Reporting Entity

The Authority has determined that no entities should be consolidated into its basic financial statements as component units. The criteria for including a component unit include entries for which the government is considered to be financially accountable. Therefore, the reporting entity consists only of the primary government.

2. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of the interfund activity has been removed from these statements.

The statement of activities presents the direct functional expenses of the primary government and the program revenues that support them. Direct expenses are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. Program revenues are associated with specific functions and include charges to park customers and grants and contributions that are restricted to meeting the operational or capital requirements of that function. Revenues that are not required to be presented as program revenues are general revenues. This includes all taxes, contributions, and oil and gas royalties and shows how governmental functions are either self-financing or supported by general revenues.

FUND FINANCIAL STATEMENTS

The fund financial statements present the Authority's individual major funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Authority reports the following major governmental funds:

- a. The General Fund is the Authority's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- b. The Capital Projects Fund is used to record supplemental major maintenance projects of the Authority, which are nonrecurring expenditures to repair or replace existing park facilities. As designated by the Authority, oil and gas revenues received are earmarked to fund these projects.

In addition, the Authority reports pension and other post-employment benefit trust funds, which account for the Authority's single employer, defined benefit pension plan and other post-employment benefits plan. These plans accumulate resources for pension benefit and other post-employment benefit payments to qualified Authority employees. The funds are based on the Plans' December 31 fiscal year ends.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

3. Measurement Focus

The government-wide and fiduciary fund financial statements are presented using the economic resources measurement focus, similar to that used by business enterprises or not-for-profit organizations. Because another measurement focus is used in the governmental fund financial statements, reconciliations to the government-wide financial statements are provided that explain the differences in detail.

All governmental funds are presented using the current financial resources measurement focus. With this measurement focus, only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in fund balance.

4. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Under this method, revenues are recognized when they become susceptible to accrual (when they become both "measurable" and "available to finance expenditures of the current period"). The length of time used for "available" for purposes of revenue recognition in the governmental fund financial statements is sixty (60) days. Revenues that are considered measurable but not available are recorded as receivable and unavailable revenue. Significant revenues susceptible to accrual are special assessments and certain intergovernmental revenues. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for interest on long-term debt which is recorded when due.

All government-wide financial statements and pension and other post-employment benefit (OPEB) trust funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

When the Authority incurs an expenditure for purposes for which various fund balance classifications can be used, it is the Authority's policy to use restricted fund balance first, then committed fund balance, assigned fund balance, and finally unassigned fund balance.

5. Budgets and Budgetary Accounting

A budget for the general fund is adopted, on a basis consistent with generally accepted accounting principles (GAAP), and is adopted on a category level. An operating budget including major maintenance, park operations, and general administration categories lapses at year end. Capital outlay budgets including engineering and general planning, capital improvements, equipment and land acquisition categories do not lapse at year-end.

Adoption and amendments of budgets used by the Authority are governed by Public Act 621. The governing body must approve the budget and amendments, including supplemental appropriations at the category level. The Authority's management can transfer appropriations between line items within a category without governing body approval.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

6. Cash, Cash Equivalents, and Investments

The Authority's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are stated at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Cash deposits are reported at carrying amounts, which reasonably approximates fair value.

Unrealized appreciation or depreciation on pension and OPEB trust fund investments due to changes in fair value is recognized each year.

7. Receivables

Receivables consist of amounts due related to charges for services, property taxes, grants and other amounts owed to the Authority at year-end. All property taxes receivable are shown net of an allowance for uncollectible amounts. The allowance is estimated based upon the original year of the assessment and uses a graduated percentage ranging from 10 to 100 percent of the balance outstanding.

8. Property Tax

Real and personal property taxes are levied on December 1, on the taxable value of property located in the Counties as of the preceding December 31, (lien date). Taxable values are established annually by municipalities and are equalized by the Counties and State at 50 percent of estimated current market value or less. The Authority's operating tax rate for the 2013 levy (2014 property tax revenue) was 0.2146 mills. Taxes are receivable on the levy date and become delinquent on March 1 the following year. Property tax revenues are recognized as revenues in the operating year in which the levy is intended to fund to the extent that they are measurable and available, and collected within sixty days after year end. The total taxable value for the 2013 levy for property within the Authority was \$136,374,010,416.

9. Inventories

Inventory maintained by the general fund is valued at average cost. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed. Nonspendable fund balances have been recorded in the applicable funds to indicate that inventories are not currently available, spendable components of fund balance.

10. Prepays

Prepays consist of amounts paid in the current year that pertain to the following fiscal year and are accounted for using the consumption method. Nonspendable fund balances have been recorded in the applicable funds to indicate that prepaids are not currently available, spendable components of fund balance.

11. Unearned Revenue

The Authority has recorded unearned revenue in the fund financial statements and government-wide financial statements equaling the amount of pledged revenue from park patrons for the subsequent year's activities.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONCLUDED

12. Compensated Absences

The Authority allows employees to earn annual leave benefits and sick leave termination bonuses based, in part, on length of service. Annual leave is fully vested when earned and sick leave termination bonuses vest upon completion of ten years of service. Upon termination, employees are paid their accumulated sick leave termination bonuses and annual leave depending upon the nature of separation (death, retirement, or termination). All vacation pay is accrued when incurred in the government-wide fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

13. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and the governmental funds balance sheet, when applicable, will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. The Authority currently has no items that meet the recognition criteria for classification as deferred outflows of resources.

In addition to liabilities, the statement of net position and the governmental funds balance sheet when applicable will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position/fund balance that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

The Authority has two categories which qualify as deferred inflows of resources. These are unavailable revenue and property taxes levied in the current period which are intended to be revenue in the subsequent period.

14. Capital Assets

Capital assets, which include property, buildings, equipment, other improvements and infrastructure (e.g., roads, bridges, paved pathways and water/sewer lines), are reported in the statement of net position in the basic financial statements. Capital assets are defined by the Authority as assets with an initial, individual cost of more than \$1,000 for equipment and \$10,000 for all other assets, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed. No such interest expense was incurred during the current fiscal year.

Capital assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Buildings	30 - 50 years
Equipment	3 - 25 years
Other improvements	15 - 60 years
Infrastructure	15 - 50 years

15. Comparative Data

Comparative data has not been presented in the accompanying financial statements since their inclusion would make the statements unduly complex and difficult to read.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE B: CASH, CASH EQUIVALENTS, AND INVESTMENTS

In accordance with Michigan Compiled Laws, the Authority is authorized to invest in the following investment vehicles:

- a. Bonds, securities, and other obligations of the United States or an agency or instrumentality of the United States.
- b. Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation (FDIC) or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation (FSLIC) or a credit union which is insured by the National Credit Union Administration (NCUA), but only if the bank, savings and loan association, or credit union is eligible to be a depository of surplus funds belonging to the State under section 5 or 6 of Act No. 105 of the Public Acts of 1855, as amended, being Section 21.145 and 21.146 of the Michigan Compiled Laws.
- c. Commercial paper rated at the time of purchase within the three (3) highest classifications established by not less than two (2) standard rating services and which matures not more than 270 days after the date of purchase.
- d. The United States government or federal agency obligations repurchase agreements.
- e. Bankers acceptances of United States banks.
- f. Mutual funds composed of investment vehicles, which are legal for direct investment by local units of government in Michigan.

Deposits

A reconciliation of cash, cash equivalents, and investments as shown in the basic financial statements to the Authority's deposits and investments is as follows:

	Primary Government
Statement of Net Position	
Cash and cash equivalents	\$ 13,300,787
Investments	29,114,983
Statement of Fiduciary Net Position	
Investments	75,842,222
Total	\$ 118,257,992
Deposits and investments	
Demand deposit accounts	\$ 10,253,843
Certificates of deposit, due within one year	17,094,411
Investments, at fair value	
U.S. agencies	15,027,946
Mutual funds	75,842,222
Cash on hand	39,570
Total	\$ 118,257,992

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE B: CASH, CASH EQUIVALENTS, AND INVESTMENTS - CONTINUED

Deposits - Concluded

Deposits of the Authority are at federally insured banks located in the State of Michigan with all accounts maintained in the name of the Authority. As of December 31, 2014, the Authority's accounts were insured by the FDIC, FSLIC, or NCUA for \$2,275,251 and the amount of \$25,705,054 was uninsured and uncollateralized.

Due to significantly higher cash flow at certain periods during the year, the amount the Authority held as cash and cash equivalents increased significantly. As a result, the amount of uninsured and uncollateralized cash and cash equivalents were substantially higher at these peak periods than at year-end.

Credit risk

State law limits investments to specific government securities, certificates of deposit and bank accounts with qualified institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in the list of authorized investments above. Incompliance with State law, the Authority's investment policy limits investments to the top two ratings issued by nationally recognized statistical rating organizations. As of December 31, 2014, the Authority's investments were within these guidelines.

The Authority's investments are categorized below to give an indication of the level of credit risk per Moody's Investors Service assumed at December 31, 2014.

	U.S. Agencies	Mutual Funds	Total
Aaa	\$ 15,027,946	\$ -	\$ 15,027,946
Not Rated	-	75,842,222	75,842,222
Total	\$ 15,027,946	\$ 75,842,222	\$ 90,870,168

Interest rate risk

State law limits the allowable investments and the maturities of some of the allowable investments as identified in the above list of authorized investments. The Authority's investment policy does not have specific limits in excess of State law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

At year end, maturities of the Authority's investments were as follows:

	U.S. Agencies	Mutual Funds	Total
1 to 5 years	\$ 15,027,946	\$ -	\$ 15,027,946
No maturity	-	75,842,222	75,842,222
Total fair value	\$ 15,027,946	\$ 75,842,222	\$ 90,870,168

Custodial credit risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Authority will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require and the Authority does not have a policy for investment custodial credit risk. On the investments listed above, there is no custodial credit risk, as these investments are either uninsured, unregistered, and held by a counterparty in the Authority's name or are uncategorized as to credit risk.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE B: CASH, CASH EQUIVALENTS, AND INVESTMENTS - CONCLUDED

Concentration of credit risk

State law limits allowable investments but does not limit concentration of credit risk as identified in the list of authorized investments above. The Authority's investment policy does not have specific limits in excess of state law on concentration of credit risk. The investments that exceed 5 percent of the Authority's total investments are in mutual funds, investment pools, and U.S. agencies securities. All investments held at year-end are reported above.

NOTE C: INTERFUND RECEIVABLES AND PAYABLES

Amounts appearing as interfund payables and receivables arise from two types of transactions. One type of transaction is where a fund will pay for a good or service that at least a portion of the benefit belongs to another fund. The second type of transaction is where one fund provides a good or service to another fund. Balances at the end of the year are for transfers that have not cleared as of the balance sheet date, which were used to fund capital projects activities.

Due to General Fund from:	
Capital Projects Fund	<u>\$ 110,493</u>

NOTE D: RECEIVABLES

Receivables as of year-end for the governmental activities in the aggregate, are as follows:

Taxes	\$ 28,193,139
Accounts receivable	183,900
Due from other governments	<u>244,435</u>
	<u>\$ 28,621,474</u>

Taxes receivable consist of the 2014 levy to be received in 2015 as well as delinquent personal property taxes. They are shown net of an allowance for doubtful accounts of \$47,000.

NOTE E: CAPITAL ASSETS

Capital asset activity for the governmental activities for the year ended December 31, 2014, was as follows:

	Balance Jan. 1, 2014	Additions/ Reclassifications	Deletions/ Reclassifications	Balance Dec. 31, 2014
Governmental Activities				
Capital assets, not being depreciated				
Land	\$ 46,495,476	\$ 269,846	\$ -	\$ 46,765,322
Land improvements	34,227,620	194,403	-	34,422,023
Construction-in-progress	4,988,163	4,580,468	(5,423,903)	4,144,728
Subtotal	85,711,259	5,044,717	(5,423,903)	85,332,073

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE E: CAPITAL ASSETS - CONCLUDED

	Balance Jan. 1, 2014	Additions/ Reclassifications	Deletions/ Reclassifications	Balance Dec. 31, 2014
Governmental Activities - Concluded				
Capital assets being depreciated				
Buildings	\$ 56,177,753	\$ 328,016	\$ -	\$ 56,505,769
Equipment	25,479,520	1,225,463	(387,278)	26,317,705
Other improvements	58,851,097	699,372	(172,671)	59,377,798
Infrastructure	50,154,983	4,809,686	-	54,964,669
Subtotal	190,663,353	7,062,537	(559,949)	197,165,941
Less accumulated depreciation for				
Buildings	(19,753,791)	(1,117,747)	-	(20,871,538)
Equipment	(17,509,384)	(1,628,916)	280,183	(18,858,117)
Other improvements	(20,138,517)	(1,595,380)	172,671	(21,561,226)
Infrastructure	(23,847,525)	(1,422,980)	-	(25,270,505)
Subtotal	(81,249,217)	(5,765,023)	452,854	(86,561,386)
Net capital assets being depreciated	109,414,136	1,297,514	(107,095)	110,604,555
Capital assets, net	<u>\$ 195,125,395</u>	<u>\$ 6,342,231</u>	<u>\$ (5,530,998)</u>	<u>\$ 195,936,628</u>

The current year depreciation expense of \$5,765,023 has been adjusted by \$107,095 for deletions of capital assets that occurred during the year in accordance with GASB Statement No. 34 implementation guide, which states that certain immaterial losses may be handled as an adjustment to the current period's depreciation expense.

All depreciation expense is charged to recreation and culture on the statement of activities.

NOTE F: LONG-TERM DEBT

Accrued compensated absences amounted to \$3,827,206 at year-end. Of this amount, \$865,371 is expected to be paid in the following year.

Long-term liability activity for the year ended December 31, 2014, was as follows:

	Balance Jan. 1, 2014	Additions	Deletions	Balance Dec. 31, 2014	Amounts Due Within One Year
Compensated absences	<u>\$ 3,891,939</u>	<u>\$ 874,705</u>	<u>\$ 939,438</u>	<u>\$ 3,827,206</u>	<u>\$ 865,371</u>

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE G: RETIREMENT SYSTEM

Defined Benefit Pension Plan

Plan Description

The Plan is a single-employer contributing defined benefit pension plan covering all of the Authority's full-time employees hired prior to January 1, 2013. Plan members are required to contribute 1% to the Plan. The Plan's fiscal year end is December 31. The Plan is included as a pension trust fund in the Authority's primary government financial statements and a stand-alone financial report of the Plan has not been issued. The Plan is administered by the Authority's Pension Committee as appointed by the Authority's Board of Commissioners. Benefit provisions and contribution requirements are established and may be amended by the Board of Commissioners.

The Plan provides eligible participants with retirement benefits as well as disability benefits. All retirement benefits fully vest after ten years of credited service, with partial vesting granted for service less than ten years. Employees who retire at age 65 are entitled to an annual retirement benefit, payable monthly in an amount equal to 2% of the highest consecutive five year average monthly earnings in the last ten years of service, with a maximum monthly benefit of 71% of the final average monthly earnings. Employees may retire at age 60 with an unreduced benefit only if they have 25 or more years of service at early retirement. Employees retiring at age 55 with ten years credited service are entitled to receive a reduced monthly retirement benefit.

The Plan's financial statements are prepared using the accrual basis of accounting. The Authority's contributions to the Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The administrative costs are financed through investment earnings.

Plan membership consisted of the following at December 31, 2014 (the date of the most recent actuarial valuation available):

Retired plan members and beneficiaries receiving benefits	150
Terminated members entitled to but not yet receiving benefits	18
Active plan members	<u>159</u>
Total	<u><u>327</u></u>

Investment Policy

The Authority maintains an investment policy for the Plan which permits 5% to 40% of Pension Trust Fund assets to be invested in high quality fixed income securities, 15% to 50% in equity type securities and 25% to 60% in guaranteed rate of return contracts.

Equity investments and bonds are reported at fair value. Investments for which market quotations are not readily available are valued at their fair values as determined by the custodian under the direction of the Authority's Pension Committee. The investments of the pension trust fund are not federally insured.

Huron-Clinton Metropolitan Authority

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE G: RETIREMENT SYSTEM - CONTINUED

Annual Required Contribution

The annual required contribution for the current period was determined as part of the October 1, 2013 actuarial valuation using the individual entry age actuarial cost method. Benefits are funded on a level percentage of earnings from each participant's date of participation to assumed retirement date. The effects of plan amendments and changes in assumptions are amortized over 30 years. Smoothed asset value spreads the difference between the assumed return and the actual investment return over a five (5) year period and was used to determine the actuarial value of assets. The amortization methods used are either 30-year, level percent of payroll dollar method or a 5-year level dollar method depending on participation in the 2012 and 2013 early retirement window or not, where the effect of plan amendment and changes in assumptions are amortized over 30 years on a closed basis. The remaining amortization periods as of December 31, 2014 were 26.75, 2.75, and 3.75 years. Gains and losses are not separately amortized but reduce or increase the amortization balances and payments.

EMPLOYER DISCLOSURES UNDER GASB STATEMENT 27

Three (3) year trend information

	<u>Year Ended September 30,</u>			<u>Three months ended December 31, 2014</u>
	<u>2012</u>	<u>2013</u>	<u>2014</u>	
Annual pension cost	\$ 2,315,472	\$ 2,579,654	\$ 3,029,289	\$ 757,322
Percentage of APC contribution	100%	100%	100%	100%
Net pension obligation	-	-	-	-

Funded Status

The funded status of the Plan as of December 31, 2014, the date of the most recent actuarial valuation, was as follows:

Actuarial value of assets	\$ 50,712,814
Actuarial accrued liability (AAL) (entry age)	68,503,084
Unfunded AAL	17,790,270
Funded ratio	74.00%
Covered payroll	10,418,891
UAAL as percentage of covered payroll	170.8%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment and mortality. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. For purposes of the schedule of funding progress, the actuarial accrued liability value as shown is determined using the entry age actuarial cost method.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE G: RETIREMENT SYSTEM - CONTINUED

Funded Status - Concluded

The accompanying schedule of employer contributions presents trend information about the amounts contributed to the Plan by the employer in comparison to the Annual Required Contribution (ARC), an amount that is actuarially determined in accordance with the parameters of GASB Statement No. 25, as amended by GASB Statement No. 67. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost for each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

PLAN DISCLOSURES UNDER GASB STATEMENT 67

Net Pension Liability of the Authority

The components of the net pension liability of the Authority at December 31, 2014, were as follows:

CHANGE IN TOTAL PENSION LIABILITY	
Service cost	\$ 1,004,715
Interest on the total pension liability	4,726,571
Difference between expected and actual experience	109,029
Benefit payments and refunds	<u>(4,057,900)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	1,782,415
TOTAL PENSION LIABILITY, BEGINNING	<u>66,720,669</u>
TOTAL PENSION LIABILITY, ENDING (A)	<u><u>\$ 68,503,084</u></u>
CHANGE IN PLAN FIDUCIARY NET POSITION	
Contributions - employer	\$ 3,100,000
Contributions - member	107,492
Net investment income	2,225,505
Benefit payments	(4,057,900)
Pension plan administrative expense	<u>(73,710)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	1,301,387
PLAN FIDUCIARY NET POSITION, BEGINNING	<u>50,038,585</u>
PLAN FIDUCIARY NET POSITION, ENDING (B)	<u><u>\$ 51,339,972</u></u>
AUTHORITY'S NET PENSION LIABILITY ENDING (A) - (B)	<u><u>\$ 17,163,112</u></u>
Plan fiduciary net position as a percentage of the total pension liability	74.95%
Covered-employee payroll	\$ 10,418,891
Authority's net pension asset as a percentage of covered employee payroll	164.73%

Huron-Clinton Metropolitan Authority
 NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE G: RETIREMENT SYSTEM - CONTINUED

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of December 31, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.75%
Projected salary increases	4.00% - 8.75%
Investment rate of return	7.25%
Mortality rates	RP2000 Combined Healthy Mortality Table Projected to 2017

The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study for the period January 1, 2014 through December 31, 2014.

Long-Term Expected Return on Plan Assets

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. For each major asset class that is included in the pension plans target asset allocation as of December 31, 2014, these best estimates are summarized in the following table.

Asset Allocation

<u>Asset Class</u>	<u>Target Allocation</u>
US Large Cap Fundamental Equity	4.00%
US Large Cap Index	13.00%
US Small Cap Equity	1.00%
US Small/Mid Cap Equity Index	3.00%
World Equity ex-US	13.00%
Emerging Markets Equity	4.00%
Core Fixed Income	13.00%
Limited Duration Bonds	12.00%
US High Yield	3.00%
Emerging Markets Debt	5.00%
Diversified Short Term Fixed Income	9.00%
Short Term Corporate Fixed Income	3.00%
Dynamic Asset Allocation	6.00%
Multi-Asset	6.00%
Structured Credit	3.00%
Private Real Estate	2.00%
Total	<u>100.00%</u>

Huron-Clinton Metropolitan Authority
 NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE G: RETIREMENT SYSTEM - CONCLUDED

Single Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.25%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of Net Pension Liability

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is one percent lower or one percent higher.

	1% Decrease Rate 6.25%	Current Discount Rate 7.25%	1% Increase Rate 8.25%
Authority's net pension liability	\$ 24,830,586	\$ 17,163,112	\$ 10,610,414

NOTE H: OTHER POST-EMPLOYMENT BENEFITS

Plan Description

On October 1, 2005, the Authority established the Retiree Health Care Plan & Trust (the "Plan and Trust") with a fiscal year ending December 31. This Plan and Trust was created under the authority of the Public Employee Health Care Fund Investment Act, Public Act 149 of 1999 (MCL 38.1211 et seq.), and constitutes a governmental trust pursuant to Section 115 of the Internal Revenue Code of 1986, as amended. The activity of the Plan and Trust has been recorded in the Authority's Other Post-Employment Benefit Trust Fund in the Authority's primary government financial statements and a stand-alone financial report of the Plan has not been issued. The Plan is a single-employer defined benefit plan and is administered by the Authority's Retiree Health Care Plan & Trust Committee as appointed by the Authority's Board of Commissioners. Benefit provisions and contribution requirements are established and may be amended by the Board of Commissioners. The Plan and Trust was established to allow for the Authority's funding of retiree health care benefits, an essential governmental function. The Plan and Trust was created for the exclusive purpose of providing health care, dental, and optical insurance benefits or such other benefits approved by the Authority for the welfare of certain retirees and spouses eligible to receive a retirement benefit. Substantially all of the Authority's employees hired prior to January 1, 2009 may become eligible for these benefits when they retire, after attaining 10 years of credited service. Effective January 1, 2009, employees hired on or after January 1, 2009 are not covered under the Retiree Health Care Plan and Trust, but are covered under the Retirement Health Savings Plan.

The Authority maintains an investment policy for the Plan and Trust which permits 5% to 40% of Plan and Trust assets to be invested in high quality fixed income securities, 15% to 50% in equity type securities and 25% to 60% in guaranteed rate of return contracts.

Huron-Clinton Metropolitan Authority
NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE H: OTHER POST-EMPLOYMENT BENEFITS - CONTINUED

Plan Description - Concluded

The Plan and Trust's financial statements are prepared using the accrual basis of accounting. The Authority's contributions to the Plan and Trust are recognized in the period that the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Investments are reported at fair value, as indicated by quoted market prices as of December 31, 2014. Shares of mutual funds are valued at the net asset value of the shares held by the Plan and Trust at December 31, 2014.

The Authority's annual cost of providing other postemployment benefits (OPEB) is calculated based on the annual required contribution (ARC) to the employer. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities or funding excess over a period not to exceed 30 years.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions regarding the probability of the occurrence of events in the future. Examples of such assumptions include future employment and retirement patterns, mortality, investment rate returns, and health care inflation. These assumptions are subject to continual revision as actual results are measured against past expectations and new estimates are made about the future. The schedules of funding progress, presented as required supplementary information following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

The entry age actuarial cost method was used to prepare the most recent actuarial valuation dated October 1, 2013. Other significant assumptions were as follows: (a) investments are assumed to earn 7.25% per year, (b) health care costs are assumed to increase at an annual rate of 9% in year 1, reduced by 0.75% each year for the next three years and 0.50% each year for the following six years until an ultimate rate of 3.75% is reached in the tenth year and beyond of which the rates include a 3.75% inflation assumption, (c) compensation is assumed to increase 3.75% per year and (d) active member population was assumed to remain constant. The unfunded liability is being amortized as a level dollar over a closed period of 27 years.

Effective January 1, 2009 the Retiree Health Care Plan and Trust was closed to new entrants; therefore, the annual required contribution is no longer allowed to be calculated assuming an increasing active payroll. As of October 1, 2013, the date of the most recent actuarial valuation, membership consisted of:

Retirees and beneficiaries currently receiving benefits	144
Terminated vested employees entitled to benefits but not receiving them yet	16
Active employees covered by the plan	<u>172</u>
	<u><u>332</u></u>

Funding Policy

The Authority contributes to the Plan and Trust an amount consistent with the actuarial valuations and calculations made by the Actuary for the Plan and Trust to result in a pre-funded plan. The Authority reserves the right to fund these health care benefits on a pay-as-you-go basis and the right to provide such lesser amount as the Authority determines. Qualified beneficiaries shall contribute those amounts required for additional coverage as optioned by such qualified beneficiaries, required by an applicable collective bargaining agreement, and otherwise determined by the Trustees.

Huron-Clinton Metropolitan Authority
 NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE H: OTHER POST-EMPLOYMENT BENEFITS - CONCLUDED

Funding Progress

The accompanying schedules of employer contributions present trend information about the amounts contributed to the plan by employers in comparison to the ARC, an amount that is actuarially determined in accordance with the parameters of GASB Statement 43. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost for each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty (30) years.

The Authority's computed contribution and actual funding is summarized as follows:

Annual required contribution	\$ 356,231
Interest on net OPEB asset	(138,322)
Adjustment to annual required contribution	<u>157,308</u>
Net OPEB cost	375,217
Contributions made	<u>(2,559,321)</u>
Change in net OPEB (asset)	(2,184,104)
OPEB (asset) - Beginning of year	<u>(1,907,891)</u>
OPEB (asset) - End of year	<u><u>\$ (4,091,995)</u></u>

The Authority's annual OPEB cost, percentage of annual OPEB cost contributed and the net OPEB obligation (asset) for the last three (3) years were as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of</u> <u>Annual OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
2012	\$ 2,466,669	105%	\$ -
2013	1,439,443	176%	-
2014	375,217	682%	-

The current funding progress of the plan as of October 1, 2013, the date of the most recent actuarial valuation, is as follows:

Actuarial value of assets	\$ 19,443,143
Actuarial accrued liability (AAL) (entry age)	31,585,955
Unfunded AAL	12,142,812
Funded ratio	61.6%
Covered payroll	11,171,076
UAAL as percentage of covered payroll	108.7%

Huron-Clinton Metropolitan Authority

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE I: RETIREMENT HEALTH SAVINGS PLAN

On August 1, 2005, the Huron-Clinton Metropolitan Authority Board of Commissioners established the Huron-Clinton Retirement Health Savings Plan (Savings Plan) by resolution. Employees hired after January 1, 2009, who are covered under a collective bargaining agreement with the Authority, must contribute 1.0% of their base wage. The Authority contributes a 1.0% match on behalf of these employees. Employees who are not covered under a collective bargaining agreement with the Authority must contribute 1.5% of their base wage. There is no matching contribution provided on behalf of these employees. Total contributions for 2014 by participants and the Authority amounted to \$28,920 and \$18,777, respectively.

In addition, the Huron-Clinton Metropolitan Authority Board of Commissioners has established the Huron-Clinton 401 Governmental Money Purchase Plan & Trust (401 Plan) for full time employees hired after December 31, 2012. Eligible employees must contribute 1.0% of their base wage, and the Authority contributes a 6.0% match. Total contributions for 2014 by participants and the Authority amounted to \$12,153 and \$72,917, respectively.

On December 5, 2013, the Huron-Clinton Metropolitan Authority Board of Commissioners established the Huron-Clinton Alternative Pension Program (Alternative Plan) by resolution, which became effective January 1, 2014 for part-time and seasonal employees working 600 hours or less per year. These seasonal employees must contribute 6.0% of their base wage. The Authority contributes a 1.5% match on behalf of these employees. Total contributions for 2014 by participants and the Authority amounted to \$90,840 and \$22,717, respectively.

The Savings Plan, 401 Plan, and Alternative Plan are defined contribution plans administered by the International City/County Management Association - Retirement Corporation (ICMA-RC). The legal basis for the Savings Plan and Alternative Plan comes from several private letter rulings obtained by ICMA-RC from the Internal Revenue Service and Treasury regulation 301.7701-1[a][3]. Employees must be over the age of 21 to participate in the Savings Plan.

NOTE J: FINANCIAL STATEMENTS FOR INDIVIDUAL PENSION AND OTHER POST-EMPLOYMENT BENEFIT FUNDS

Combining Financial Information - The combining financial information of the Authority's pension trust fund and the post-employment benefit trust fund, as of and for the year ended September 30, 2014, is as follows:

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ASSETS			
Cash and cash equivalents	\$ 1,398	\$ 1,759	\$ 3,157
Investments at fair value			
Mutual funds	49,125,020	22,237,017	71,362,037
Prepays	-	103,708	103,708
	<u>\$ 49,126,418</u>	<u>\$ 22,342,484</u>	<u>\$ 71,468,902</u>
TOTAL ASSETS			
	<u>\$ 49,126,418</u>	<u>\$ 22,342,484</u>	<u>\$ 71,468,902</u>
NET POSITION			
Held in trust for pension and post-employment benefits	<u>\$ 49,126,418</u>	<u>\$ 22,342,484</u>	<u>\$ 71,468,902</u>

Huron-Clinton Metropolitan Authority

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE J: FINANCIAL STATEMENTS FOR INDIVIDUAL PENSION AND OTHER POST-EMPLOYMENT BENEFIT FUNDS - CONTINUED

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ADDITIONS			
Investment income			
Interest and dividends	\$ 382,821	\$ 438,575	\$ 821,396
Net increase in fair value of investments	3,120,341	1,061,943	4,182,284
Medicare subsidy	-	10,437	10,437
Administrative expense	(166,265)	(54,002)	(220,267)
Net investment income	3,336,897	1,456,953	4,793,850
Contributions			
Employer	3,029,289	2,548,885	5,578,174
Employee	109,187	3,252	112,439
Total contributions	3,138,476	2,552,137	5,690,613
TOTAL ADDITIONS	6,475,373	4,009,090	10,484,463
DEDUCTIONS			
Benefit payments	4,209,096	1,417,617	5,626,713
CHANGE IN NET POSITION	2,266,277	2,591,473	4,857,750
Net position, beginning of year	46,860,141	19,751,011	66,611,152
Net position, end of year	<u>\$ 49,126,418</u>	<u>\$ 22,342,484</u>	<u>\$ 71,468,902</u>

Combining Financial Information - The combining financial information of the Authority's pension trust fund and the postemployment benefit trust fund, as of and for the three months ended December 31, 2014, is as follows:

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ASSETS			
Investments at fair value			
Mutual funds	\$ 51,339,972	\$ 24,502,250	\$ 75,842,222
Prepays	-	122,963	122,963
TOTAL ASSETS	<u>\$ 51,339,972</u>	<u>\$ 24,625,213</u>	<u>\$ 75,965,185</u>
NET POSITION			
Held in trust for pension and post-employment benefits	<u>\$ 51,339,972</u>	<u>\$ 24,625,213</u>	<u>\$ 75,965,185</u>

Huron-Clinton Metropolitan Authority

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE J: FINANCIAL STATEMENTS FOR INDIVIDUAL PENSION AND OTHER POST-EMPLOYMENT BENEFIT FUNDS - CONCLUDED

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ADDITIONS			
Investment income			
Interest and dividends	\$ 694,862	\$ 336,652	\$ 1,031,514
Net (decrease) in fair value of investments	(315,971)	(194,585)	(510,556)
Administrative expense	(46,979)	(19,889)	(66,868)
Net investment income	331,912	122,178	454,090
Contributions			
Employer	3,100,000	2,500,000	5,600,000
Employee	25,751	1,259	27,010
Total contributions	3,125,751	2,501,259	5,627,010
TOTAL ADDITIONS	3,457,663	2,623,437	6,081,100
DEDUCTIONS			
Benefit payments	1,244,109	340,708	1,584,817
CHANGE IN NET POSITION	2,213,554	2,282,729	4,496,283
Net position, beginning of period	49,126,418	22,342,484	71,468,902
Net position, end of period	<u>\$ 51,339,972</u>	<u>\$ 24,625,213</u>	<u>\$ 75,965,185</u>

NOTE K: RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts; theft of, damage to, and distribution of assets; errors and omissions; injuries to employees and natural disasters. The Authority carries commercial insurance to cover any potential claims associated with these risks and has had no claims that exceeded the insurance coverage during the past three years.

NOTE L: FUND BALANCES - GOVERNMENTAL FUNDS

In the fund financial statements, the governmental funds report fund balances as follows:

Nonspendable - assets that are not available in a spendable form such as inventory or prepaid expenditures. It also includes funds that are legally or contractually required to be maintained intact.

Restricted - restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments.

Huron-Clinton Metropolitan Authority

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE L: FUND BALANCES - GOVERNMENTAL FUNDS - CONCLUDED

Committed - amounts constrained on use imposed by formal action of the government's highest level of decision making authority, the Board of Commissioners. A formal resolution of the Board of Commissioners is required to establish, modify, or rescind a fund balance commitment.

Assigned - amounts intended to be used for specific purposes, but are not restricted or committed. The Board of Commissioners has delegated the authority to assign fund balance to the Authority's controller.

Unassigned - all other resources; the remaining fund balance after nonspendable, restrictions, commitments, and assignments. This class only occurs in the General Fund, except for cases of negative fund balances. Negative fund balances are always reported as unassigned, no matter which fund the deficit occurs in.

Details of fund balance classification as of December 31, 2014 are as follows:

	General Fund	Capital Projects	Total
Nonspendable			
Inventories	\$ 198,264	\$ -	\$ 198,264
Prepays	300,515	-	300,515
Restricted			
Metro Marina	185,995	-	185,995
Committed			
Land	5,403,900	-	5,403,900
Outstanding purchase orders	-	67,574	67,574
Legal claims	503,121	-	503,121
Capital projects	3,494,840	-	3,494,840
Major maintenance projects	-	4,413,868	4,413,868
Assigned			
Compensated absences	3,827,206	-	3,827,206
2015 retiree health care ARC	3,500,000	-	3,500,000
2015 pension contribution	3,200,000	-	3,200,000
Technology upgrade			
Hardware	622,900	-	622,900
Outstanding purchase orders	696,265	-	696,265
Unassigned	<u>14,747,179</u>	<u>-</u>	<u>14,747,179</u>
TOTAL FUND BALANCES	<u>\$ 36,680,185</u>	<u>\$ 4,481,442</u>	<u>\$ 41,161,627</u>

NOTE M: COMMITMENTS

The Authority has active construction projects as of December 31, 2014. The projects include the paving of Kensington's Martindale Beach parking lot, sewer updates at Stony Creek, and road resurfacing at Lower Huron Park. At year-end, the Authority's remaining contractual commitments totaled approximately \$688,000.

NOTES TO FINANCIAL STATEMENTS

December 31, 2014

NOTE N: CHANGE IN FISCAL YEAR END

During the year, the Authority's Board of Commissioners approved a change in the fiscal year-end of the Pension Trust Fund and the Other Post-Employment Benefit Trust Fund from September 30, to December 31, in order to have the Trust Funds on the same fiscal year as the Authority. Accordingly, the basic financial statements and other supplementary information show activity as of and for the year ended September 30, 2014, and also show the activity as of and for the three months ending December 31, 2014.

NOTE O: CHANGE IN ACCOUNTING PRINCIPLES

GASB Statement No. 67, *Financial Reporting for Pension Plans*, was implemented during the year. The statement established accounting and financial reporting requirements related to defined benefit pension plans and specify the required approach to measuring the pension liability of employers. The statement also enhances accountability and transparency through revised note disclosures and required supplementary information (RSI).

NOTE P: CONTINGENT LIABILITIES

The Authority is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of management and its attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Authority.

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

NOTE Q: UPCOMING ACCOUNTING PRONOUNCEMENTS

In June 2012, the GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions*. The statement requires governments providing defined benefit pensions to recognize their unfunded pension benefit obligation as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The statement also enhances accountability and transparency through revised note disclosures and required supplemental information (RSI). The Authority is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this statement are effective for financial statements for the Authority's 2015 calendar year.

In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68*. The statement addresses an issue regarding the application of the transition provisions of GASB Statement No. 68 and amends paragraph 137 of GASB Statement No. 68 and requires that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. The provisions of this statement are required to be applied simultaneously with the provisions of GASB Statement No. 68. The Authority is currently evaluating the impact this standard will have on the financial statements when adopted during the 2015 calendar year.

In March 2015, the GASB issued Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The Authority is currently evaluating the impact this standard will have on the financial statements when adopted for the 2015 calendar year.

REQUIRED SUPPLEMENTARY INFORMATION

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Huron-Clinton Metropolitan Authority

General Fund

BUDGETARY COMPARISON SCHEDULE

Year Ended December 31, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes	\$ 27,910,466	\$ 28,125,677	\$ 28,125,677	\$ -0-
Park charges for services	16,003,400	16,522,900	16,316,176	(206,724)
Operating grants	-	-	61,745	61,745
Capital grants	644,000	644,000	153,869	(490,131)
Donations	-	-	87,407	87,407
Interest	100,000	100,000	277,461	177,461
Miscellaneous	25,000	25,000	97,013	72,013
TOTAL REVENUES	44,682,866	45,417,577	45,119,348	(298,229)
EXPENDITURES				
Current				
Operating				
Park operations	29,188,200	30,062,246	29,119,023	943,223
Major maintenance	2,207,500	2,419,700	1,243,362	1,176,338
Administrative offices	6,380,600	6,498,269	6,398,487	99,782
General planning and engineering	1,374,900	1,389,067	1,241,565	147,502
Total operating	39,151,200	40,369,282	38,002,437	2,366,845
Capital outlay				
Engineering and planning	799,400	785,336	597,404	187,932
Capital improvements	7,693,500	7,897,942	4,282,100	3,615,842
Equipment	1,008,300	1,341,936	1,225,463	116,473
Land acquisitions	500,000	500,000	269,846	230,154
Total capital outlay	10,001,200	10,525,214	6,374,813	4,150,401
TOTAL EXPENDITURES	49,152,400	50,894,496	44,377,250	6,517,246
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,469,534)	(5,476,919)	742,098	6,219,017
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	200,000	25,000	43,551	18,551
NET CHANGE IN FUND BALANCE	(4,269,534)	(5,451,919)	785,649	6,237,568
Fund balance, beginning of year	35,894,536	35,894,536	35,894,536	-0-
Fund balance, end of year	<u>\$ 31,625,002</u>	<u>\$ 30,442,617</u>	<u>\$ 36,680,185</u>	<u>\$ 6,237,568</u>

Huron-Clinton Metropolitan Authority

Retirement System

SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS

Year Ended December 31, 2014

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (Overfunded) Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as % of Covered Payroll ((b-a)/c)
10/1/2009	\$ 39,334,862	\$ 55,596,422	\$ 16,261,560	70.75%	\$ 14,265,682	113.99%
10/1/2010	40,754,922	58,938,351	18,183,429	69.15%	14,234,287	127.74%
10/1/2011	42,456,045	60,578,588	18,122,543	70.08%	13,809,019	131.24%
10/1/2012	43,992,245	64,836,490	20,844,245	67.85%	12,232,592	170.40%
10/1/2013	45,492,667	66,307,795	20,815,128	68.61%	11,171,076	186.33%
12/31/2014	50,712,814	68,503,084	17,790,270	74.03%	10,418,891	170.75%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Period Ended	Annual Required Contributions	Percentage Contributed
September 30, 2009	\$ 1,981,249	100%
September 30, 2010	2,024,612	100%
September 30, 2011	2,146,504	100%
September 30, 2012	2,315,472	100%
September 30, 2013	2,579,654	100%
September 30, 2014	3,029,289	100%
December 31, 2014	757,322	100%

Huron-Clinton Metropolitan Authority

Retirement System

SCHEDULE OF CHANGES IN THE AUTHORITY'S NET PENSION LIABILITY AND RELATED RATIOS

Last Fiscal Year (ultimately ten fiscal years will be displayed)

CHANGE IN TOTAL PENSION LIABILITY	
Service cost	\$ 1,004,715
Interest on the total pension liability	4,726,571
Difference between expected and actual experience	109,029
Benefit payments	<u>(4,057,900)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	1,782,415
TOTAL PENSION LIABILITY, BEGINNING	<u>66,720,669</u>
TOTAL PENSION LIABILITY, ENDING (A)	<u>\$ 68,503,084</u>
CHANGE IN PLAN FIDUCIARY NET POSITION	
Contributions - employer	\$ 3,100,000
Contributions - member	107,492
Net investment income	2,225,505
Benefit payments	(4,057,900)
Pension plan administrative expense	<u>(73,710)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	1,301,387
PLAN FIDUCIARY NET POSITION, BEGINNING	<u>50,038,585</u>
PLAN FIDUCIARY NET POSITION, ENDING (B)	<u>\$ 51,339,972</u>
AUTHORITY'S NET PENSION LIABILITY ENDING (A) - (B)	<u>\$ 17,163,112</u>
Plan fiduciary net position as a percentage of the total pension liability	74.95%
Covered-employee payroll	\$ 10,418,891
Authority's net pension asset as a percentage of covered employee payroll	164.73%

Huron-Clinton Metropolitan Authority

Retirement System

SCHEDULE OF AUTHORITY CONTRIBUTIONS

Last Fiscal Year (ultimately ten fiscal years will be displayed)

	<u>2014</u>
Actuarially determined contribution	\$ 3,029,289
Contributions in relation to the actuarially determined contribution	<u>3,100,000</u>
Contribution deficiency (excess)	<u><u>\$ (70,711)</u></u>
Covered-employee payroll	\$ 10,418,891
Contributions as a percentage of covered- employee payroll	29.75%

Huron-Clinton Metropolitan Authority

Retirement System

SCHEDULE OF INVESTMENT RETURNS

Last Fiscal Year (ultimately ten fiscal years will be displayed)

	<u>2014</u>
Annual money-weighted rate of return, net of investment expense	4.43%

Huron-Clinton Metropolitan Authority

Retiree Medical Benefits

SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS

Year Ended December 31, 2014

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (Overfunded) Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as % of Covered Payroll ((b-a)/c)
10/1/2006	\$ 5,715,974	\$ 41,991,647	\$ 36,275,673	13.6%	\$ 14,252,470	254.5%
10/1/2009	6,697,411	40,700,314	34,002,903	16.5%	14,203,220	239.4%
10/1/2011	13,821,223	35,839,538	22,018,315	38.6%	13,809,019	159.4%
10/1/2013	19,443,143	31,585,955	12,142,812	61.6%	11,171,076	108.7%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Period Ended	Annual Required Contributions	Percentage Contributed
September 30, 2009	\$ 3,368,724	88%
September 30, 2010	3,354,066	101%
September 30, 2011	2,485,145	136%
September 30, 2012	2,461,036	105%
September 30, 2013	1,432,112	177%
December 31, 2014	356,231	682% ⁽¹⁾

⁽¹⁾ The Authority changed its plan year in 2014 from a September 30 year end to December 31. Contributions for the fifteen (15) month period were well in excess of the annual required contribution (ARC) because the Authority had previously recognized the ARC a year ahead of the schedule provided by actuaries. Going forward, annual required contributions compared to the ARC are expected to normalize at more historically comparable levels.

Huron-Clinton Metropolitan Authority

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Year Ended December 31, 2014

NOTE A: DEFINED BENEFIT PENSION PLAN

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

Actuarial cost method	Individual Entry Age
Amortization method	Level Dollar
Remaining amortization period	2.75, 3.75, and 26.75 Years
Asset valuation method	5-year smoothed market value
Inflation	3.75%
Projected salary increases	4.00% - 8.75%
Cost of living assumption adjustments	None
Investment rate of return	7.25%

NOTE B: OTHER POST-EMPLOYMENT BENEFIT PLAN

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

Actuarial Valuation Frequency:	Every three years
Latest valuation date	October 1, 2013
Actuarial cost method	Individual Entry Age
Amortization method	Level dollar
Remaining amortization period	27 years
Asset valuation method	N/A - plan is not prefunded
Actuarial assumptions:	
Investment rates of return	7.25%
Projected salary increases	0.50 % - 3.75%
Inflation	7.25%

OTHER SUPPLEMENTARY INFORMATION

Huron-Clinton Metropolitan Authority

Fiduciary Funds

COMBINING STATEMENT OF NET POSITION

December 31, 2014

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ASSETS			
Investments at fair value			
Mutual funds	\$ 51,339,972	\$ 24,502,250	\$ 75,842,222
Prepays	-	122,963	122,963
	<u>51,339,972</u>	<u>24,625,213</u>	<u>75,965,185</u>
TOTAL ASSETS	<u>\$ 51,339,972</u>	<u>\$ 24,625,213</u>	<u>\$ 75,965,185</u>
NET POSITION			
Held in trust for pension and post-employment benefits	<u>\$ 51,339,972</u>	<u>\$ 24,625,213</u>	<u>\$ 75,965,185</u>

Huron-Clinton Metropolitan Authority

Fiduciary Funds

COMBINING STATEMENT OF CHANGES IN NET POSITION

Three Months Ended December 31, 2014

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ADDITIONS			
Investment income			
Interest and dividends	\$ 694,862	\$ 336,652	\$ 1,031,514
Net (decrease) in fair value of investments	(315,971)	(194,585)	(510,556)
Administrative expense	(46,979)	(19,889)	(66,868)
Net investment income	331,912	122,178	454,090
Contributions			
Employer	3,100,000	2,500,000	5,600,000
Employee	25,751	1,259	27,010
Total contributions	3,125,751	2,501,259	5,627,010
TOTAL ADDITIONS	3,457,663	2,623,437	6,081,100
DEDUCTIONS			
Benefit payments	1,244,109	340,708	1,584,817
CHANGE IN NET POSITION	2,213,554	2,282,729	4,496,283
Net position, beginning of period	49,126,418	22,342,484	71,468,902
Net position, end of period	<u>\$ 51,339,972</u>	<u>\$ 24,625,213</u>	<u>\$ 75,965,185</u>

Huron-Clinton Metropolitan Authority

Fiduciary Funds

COMBINING STATEMENT OF NET POSITION

September 30, 2014

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 1,398	\$ 1,759	\$ 3,157
Investments at fair value			
Mutual funds	49,125,020	22,237,017	71,362,037
Prepays	-	103,708	103,708
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u><u>\$ 49,126,418</u></u>	<u><u>\$ 22,342,484</u></u>	<u><u>\$ 71,468,902</u></u>
NET POSITION			
Held in trust for pension and post-employment benefits	<u><u>\$ 49,126,418</u></u>	<u><u>\$ 22,342,484</u></u>	<u><u>\$ 71,468,902</u></u>

Huron-Clinton Metropolitan Authority

Fiduciary Funds

COMBINING STATEMENT OF CHANGES IN NET POSITION

Year Ended September 30, 2014

	Pension Trust Fund	Other Post-Employment Benefit Trust Fund	Total
ADDITIONS			
Investment income			
Interest and dividends	\$ 382,821	\$ 438,575	\$ 821,396
Net increase in fair value of investments	3,120,341	1,061,943	4,182,284
Medicare subsidy	-	10,437	10,437
Administrative expense	(166,265)	(54,002)	(220,267)
Net investment income	3,336,897	1,456,953	4,793,850
Contributions			
Employer	3,029,289	2,548,885	5,578,174
Employee	109,187	3,252	112,439
Total contributions	3,138,476	2,552,137	5,690,613
TOTAL ADDITIONS	6,475,373	4,009,090	10,484,463
DEDUCTIONS			
Benefit payments	4,209,096	1,417,617	5,626,713
CHANGE IN NET POSITION	2,266,277	2,591,473	4,857,750
Net position, beginning of year	46,860,141	19,751,011	66,611,152
Net position, end of year	<u>\$ 49,126,418</u>	<u>\$ 22,342,484</u>	<u>\$ 71,468,902</u>

**STATISTICAL SECTION
(UNAUDITED)**

Huron-Clinton Metropolitan Authority
Comprehensive Annual Financial Report
Year Ended December 31, 2014

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Huron-Clinton Metropolitan Authority

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities										
Net investment in capital assets	\$ 162,087,500	\$ 175,741,636	\$ 184,254,738	\$ 188,282,018	\$ 195,042,991	\$ 195,093,978	\$ 194,800,234	\$ 194,403,024	\$ 195,125,395	\$ 195,936,628
Restricted	-	-	-	-	-	-	37,709	90,430	138,856	185,995
Unrestricted	32,851,552	27,468,449	26,946,374	29,526,477	29,396,377	33,118,763	34,227,707	36,140,736	38,675,137	41,440,497
Total governmental activities net position	<u>\$ 194,939,052</u>	<u>\$ 203,210,085</u>	<u>\$ 211,201,112</u>	<u>\$ 217,808,495</u>	<u>\$ 224,439,368</u>	<u>\$ 228,212,741</u>	<u>\$ 229,065,650</u>	<u>\$ 230,634,190</u>	<u>\$ 233,939,388</u>	<u>\$ 237,563,120</u>

Huron-Clinton Metropolitan Authority

CHANGES IN NET POSITION

LAST TEN YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Recreation and culture	\$ 43,744,113	\$ 40,913,415	\$ 42,777,742	\$ 45,095,061	\$ 44,629,146	\$ 45,570,182	\$ 43,671,297	\$ 41,656,918	\$ 41,586,621	\$ 41,891,795
Capital projects	760,249	693,405	761,662	1,783,776	1,794,155	1,134,337	1,486,892	1,930,912	292,196	-
Capital outlay	-	14,908	-	15,245	-	-	-	-	-	-
Debt service	3,742	667	-	-	-	-	-	-	-	-
Total expenses	44,508,104	41,622,395	43,539,404	46,894,082	46,423,301	46,704,519	45,158,189	43,587,830	41,878,817	41,891,795
Program revenues										
Charges for services										
General government	13,247,181	12,814,635	13,807,794	14,480,210	13,764,068	14,715,827	14,151,725	15,027,250	14,519,872	16,316,176
Operating grants and contributions	25,853	78,989	59,890	4,325	78,358	7,598	33,359	234,463	19,100	61,745
Capital grants and contributions	32,600	-	-	497,259	1,951,190	309,893	318,053	175,075	2,031,530	153,869
Total program revenue	13,305,634	12,893,624	13,867,684	14,981,794	15,793,616	15,033,318	14,503,137	15,436,788	16,570,502	16,531,790
General revenues										
Property taxes	31,460,809	32,650,984	34,481,626	35,788,569	35,782,192	34,452,805	30,640,135	28,293,295	27,680,762	28,167,025
Oil and gas royalties	946,594	767,856	646,865	832,032	440,623	436,028	368,959	595,017	297,536	239,740
Donations	43,756	128,136	306,885	91,929	101,219	57,065	110,423	127,231	167,123	87,407
Interest	1,506,083	2,003,680	2,174,904	1,598,806	863,140	474,515	324,511	161,587	217,455	289,002
Miscellaneous	237,364	1,449,148	52,467	208,335	73,384	24,161	28,460	513,164	27,567	97,013
Gain on sale of capital assets	-	-	-	-	-	-	35,473	29,288	223,069	43,551
Total general revenues	34,194,606	36,999,804	37,662,747	38,519,671	37,260,558	35,444,574	31,507,961	29,719,582	28,613,512	28,923,738
Total revenues	47,500,240	49,893,428	51,530,431	53,501,465	53,054,174	50,477,892	46,011,098	45,156,370	45,184,014	45,455,528
Change in net position	\$ 2,992,136	\$ 8,271,033	\$ 7,991,027	\$ 6,607,383	\$ 6,630,873	\$ 3,773,373	\$ 852,909	\$ 1,568,540	\$ 3,305,197	\$ 3,563,733

Huron-Clinton Metropolitan Authority
 FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Reserved	\$ 3,905,434	\$ 7,953,899	\$ 3,384,116	\$ 3,992,208	\$ 2,500,709	\$ 1,268,203	\$ -	\$ -	\$ -	\$ -
Unreserved	21,569,922	17,088,644	21,249,235	23,793,951	24,970,045	29,812,797	-	-	-	-
Nonspendable	-	-	-	-	-	-	228,747	232,363	534,899	498,779
Restricted	-	-	-	-	-	-	37,709	90,430	138,856	185,995
Committed	-	-	-	-	-	-	13,394,338	13,334,981	12,907,536	9,401,861
Assigned	-	-	-	-	-	-	-	15,526,682	11,990,064	11,846,371
Unassigned	-	-	-	-	-	-	18,200,790	5,014,458	10,323,181	14,747,179
Total General Fund	<u>\$ 25,475,356</u>	<u>\$ 25,042,543</u>	<u>\$ 24,633,351</u>	<u>\$ 27,786,159</u>	<u>\$ 27,470,754</u>	<u>\$ 31,081,000</u>	<u>\$ 31,861,584</u>	<u>\$ 34,198,914</u>	<u>\$ 35,894,536</u>	<u>\$ 36,680,185</u>
Capital Projects Fund										
Reserved	\$ -	\$ 884,522	\$ 344,255	\$ 465,314	\$ 33,834	\$ 280,642	\$ -	\$ -	\$ -	\$ -
Unreserved	6,445,420	5,068,823	5,774,966	5,661,713	6,370,316	6,458,797	-	-	-	-
Committed	-	-	-	-	-	-	6,087,728	4,780,236	4,804,776	4,481,442
Total Capital Projects Fund	<u>\$ 6,445,420</u>	<u>\$ 5,953,345</u>	<u>\$ 6,119,221</u>	<u>\$ 6,127,027</u>	<u>\$ 6,404,150</u>	<u>\$ 6,739,439</u>	<u>\$ 6,087,728</u>	<u>\$ 4,780,236</u>	<u>\$ 4,804,776</u>	<u>\$ 4,481,442</u>

Note: GASB 54 became effective and was implemented in 2011.
 Prior period amounts were not restated.

Huron-Clinton Metropolitan Authority

CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Property taxes	\$ 31,398,443	\$ 32,597,201	\$ 34,547,937	\$ 36,053,277	\$ 35,953,354	\$ 34,528,432	\$ 30,691,073	\$ 28,384,628	\$ 27,662,759	\$ 28,125,677
Oil and gas royalties	946,594	767,856	646,865	832,032	440,623	436,028	368,959	595,017	297,536	239,740
Park operations	13,247,181	12,814,635	13,807,794	14,480,210	13,764,068	14,715,827	14,151,725	15,027,250	14,519,872	16,316,176
Operating grants	25,853	78,989	59,890	4,325	78,358	7,598	33,359	234,463	19,100	61,745
Capital grants	32,600	-	-	497,259	1,951,190	309,893	318,053	175,075	2,031,530	153,869
Donations	43,756	128,136	306,885	91,929	101,219	57,065	110,423	127,231	167,123	87,407
Interest	1,506,083	2,003,680	2,174,904	1,598,806	863,140	474,515	324,511	161,587	217,455	289,002
Miscellaneous	202,364	1,517,962	52,467	208,335	73,384	24,161	28,460	513,164	27,567	97,013
Proceeds from sale of capital assets	479,627	533,977	259,564	382,240	280,543	411,926	126,880	204,213	223,069	43,551
Total revenues	47,882,501	50,442,436	51,856,306	54,148,413	53,505,879	50,965,445	46,153,443	45,422,628	45,166,011	45,414,180
Expenditures										
Park operations	28,506,499	29,616,888	30,885,676	32,609,363	32,062,270	32,131,822	31,717,979	29,706,692	28,829,491	29,119,023
Major maintenance	760,249	693,405	761,662	1,783,776	1,794,155	1,134,337	1,428,877	1,553,104	921,509	1,435,517
Administrative offices	5,166,242	5,337,720	5,470,820	5,403,979	5,649,403	5,571,405	5,590,120	5,960,101	5,428,715	6,398,487
General planning and engineering	1,022,421	1,068,791	1,164,439	1,255,596	1,309,292	1,517,456	1,485,499	1,578,084	1,561,877	1,241,565
Engineering and planning	1,154,185	920,868	889,436	1,188,328	831,574	779,474	444,112	622,220	385,097	597,404
Capital improvements	7,258,425	10,993,199	9,908,634	6,211,423	8,473,130	3,902,851	3,826,920	3,800,135	4,758,409	4,664,560
Equipment	2,164,707	2,497,008	3,006,105	1,910,491	1,821,169	1,972,142	965,066	1,170,104	1,531,932	1,225,463
Land acquisitions	2,554,122	213,825	12,850	624,843	1,603,169	10,423	565,997	2,350	28,819	269,846
Debt service	43,920	25,620	-	-	-	-	-	-	-	-
Total Expenditures	48,630,770	51,367,324	52,099,622	50,987,799	53,544,162	47,019,910	46,024,570	44,392,790	43,445,849	44,951,865
Net change in fund balance	\$ (748,269)	\$ (924,888)	\$ (243,316)	\$ 3,160,614	\$ (38,283)	\$ 3,945,535	\$ 128,873	\$ 1,029,838	\$ 1,720,162	\$ 462,315
Debt service as a percentage of noncapital expenditures	.124%	.07%	0%	0%	0%	0%	0%	0%	0%	0%

Huron-Clinton Metropolitan Authority

GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE

LAST TEN FISCAL YEARS

(UNAUDITED)

<u>Year</u>	<u>Property Tax</u>
2005	\$ 31,398,443
2006	32,597,201
2007	34,547,937
2008	36,053,277
2009	35,953,354
2010	34,528,432
2011	30,691,073
2012	28,384,628
2013	27,662,759
2014	28,125,677

Huron-Clinton Metropolitan Authority
TAXABLE AND ASSESSED VALUES OF PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Year	Real Property (a)		Personal Property (a)		Taxable Value (b)	State Equalized Value (c)	Estimated Market Value (d)	Percent Change in Market Value
	Taxable Value (b)	State Equalized Value (c)	Taxable Value (b)	State Equalized Value (c)				
2005	\$ 134,302,160,747	\$ 175,187,056,008	\$ 17,056,837,498	\$ 17,161,548,265	\$ 151,358,998,245	\$ 192,348,604,273	\$ 384,697,208,546	5.6%
2006	142,839,814,996	184,862,351,990	14,385,774,754	14,441,075,293	157,225,589,750	199,303,427,283	398,606,854,566	3.6%
2007	151,907,265,806	193,100,496,537	14,150,671,245	14,156,614,158	166,057,937,051	207,257,110,695	414,514,221,390	4.0%
2008	159,738,926,654	198,062,887,036	14,144,190,957	14,179,192,525	173,883,117,611	212,242,079,561	424,484,159,122	2.4%
2009	159,805,335,088	190,072,799,884	13,834,646,241	13,895,283,284	173,639,981,329	203,968,083,168	407,936,166,336	-3.9%
2010	154,220,925,617	171,635,829,603	13,979,514,883	13,966,280,994	168,200,440,500	185,602,110,597	371,204,221,194	-9.0%
2011	138,988,195,205	149,496,027,195	13,021,305,792	13,034,781,334	152,009,500,997	162,530,808,529	325,061,617,058	-12.4%
2012	130,162,996,751	136,807,421,204	12,360,397,169	12,378,691,878	142,523,393,920	149,186,113,082	298,372,226,164	-8.2%
2013	123,811,211,186	128,820,235,807	12,562,799,230	12,573,994,972	136,374,010,416	141,394,230,779	282,788,461,558	-5.2%
2014	122,943,107,230	129,773,753,961	13,126,543,590	13,159,608,616	136,069,650,820	142,933,362,577	285,866,725,154	1.1%

(a) Property value information represents the combined totals of Livingston, Macomb, Oakland, Washtenaw, and Wayne counties. These counties are the member counties of the Metropark district.

(b) The State of Michigan passed a Property Tax Reform measure in 1994 which changed the basis of property taxes. Authority tax millage rates were applied to "Taxable Values" rather than "State Equalized Values" effective with the Authority's tax year 1996. Includes Single Business Tax inventory value of \$2,497,402,508 for years 2002 through 2005; this amount was eliminated by State legislation for 2006 and after. The millage rate for 2014 remained at 0.2146.

(c) Includes Single Business Tax inventory value of \$2,497,402,508 for years 2003 through 2005; this amount was eliminated by State legislation for 2006 and after.

(d) Total estimated market value is based on two times State Equalized Value figures.

Source: Livingston, Macomb, Oakland, Washtenaw, and Wayne County Assessing and Equalization Departments.

Huron-Clinton Metropolitan Authority
TAXABLE VALUATIONS BY COUNTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Year	Livingston County	% of Total	Macomb County	% of Total	Oakland County	% of Total	Washtenaw County	% of Total	Wayne County	% of Total	Total Taxable Value (b)	% of Total
2005	\$ 7,175,532,243	4.7%	\$ 27,339,641,757	18.1%	\$ 56,463,682,219	37.3%	\$ 12,946,069,847	8.6%	\$ 47,434,072,179	31.3%	\$ 151,358,998,245	100.0%
2006	7,757,534,921	4.9%	28,602,726,523	18.2%	58,862,866,940	37.5%	13,693,361,327	8.7%	48,309,100,039	30.7%	157,225,589,750	100.0%
2007	8,348,502,046	5.0%	30,373,918,359	18.3%	62,133,415,235	37.4%	14,629,742,407	8.8%	50,572,359,004	30.5%	166,057,937,051	100.0%
2008	8,793,696,047	5.1%	31,862,669,926	18.3%	64,719,908,597	37.2%	15,510,438,244	8.9%	52,996,404,797	30.5%	173,883,117,611	100.0%
2009	8,825,074,848	5.1%	31,812,886,490	18.3%	64,728,962,196	37.3%	15,650,088,801	9.0%	52,622,968,994	30.3%	173,639,981,329	100.0%
2010	8,572,010,718	5.1%	31,010,555,286	18.4%	62,411,551,405	37.1%	15,271,517,551	9.1%	50,934,805,540	30.3%	168,200,440,500	100.0%
2011	7,953,592,697	5.2%	27,895,119,373	18.4%	55,081,707,586	36.3%	14,496,599,262	9.5%	46,582,482,079	30.6%	152,009,500,997	100.0%
2012	8,195,851,938	5.8%	25,840,445,900	18.1%	50,798,540,257	35.6%	14,083,128,684	9.9%	43,605,427,141	30.6%	142,523,393,920	100.0%
2013	7,482,442,287	5.5%	24,255,702,728	17.8%	49,235,953,993	36.1%	13,976,296,665	10.2%	41,423,614,473	30.4%	136,374,010,146	100.0%
2014	7,571,057,139	5.6%	24,113,941,897	17.7%	49,235,110,306	36.2%	14,210,463,343	10.4%	40,939,078,135	30.1%	136,069,650,820	100.0%

(a) Property tax levies are not collected directly by Huron-Clinton Metropolitan Authority. Authority property tax levies are collected by local communities within the five county park district and are forwarded to each County Treasurer who distributes the Authority's tax levy to the park district. Accordingly, individual taxpayer records are not maintained by Huron-Clinton Metropolitan Authority.

(b) Includes Single Business Tax inventory value of \$2,497,402,508 for years 2002 through 2005; this amount was eliminated by State legislation for 2006 and after.

Source: Livingston, Macomb, Oakland, Washtenaw, and Wayne County Assessing and Equalization Departments.

Huron-Clinton Metropolitan Authority

PROPERTY TAX RATES
(PER \$1,000 OF VALUE)

LAST TEN FISCAL YEARS

(UNAUDITED)

<u>Year</u>	<u>Authorized Millage Rate (a)</u>
2005	0.2154
2006	0.2146
2007	0.2146
2008	0.2146
2009	0.2146
2010	0.2146
2011	0.2146
2012	0.2146
2013	0.2146
2014	0.2146

(a) Huron-Clinton Metropolitan Authority operates in five different counties encompassing many different townships, cities, and school districts. Huron-Clinton Metropolitan Authority does not collect any taxes on behalf of any other governmental entity.

Source: Livingston, Macomb, Oakland, Washtenaw, and Wayne County Assessing and Equalization Departments.

Huron-Clinton Metropolitan Authority
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Year	Initial Tax Levy (a)	Current Year Tax Collections (b)	Percent of Current Year Taxes Collected	Prior Years Tax Receivable Balances	Prior Years Tax Receivable Collections (b)	Percent of Prior Years Taxes Collected	Total Tax Collections	Percent of Total Tax Collections (c)	Outstanding Tax Receivable Balances at Year End
2005	\$ 32,594,188	\$ 31,344,360	96.2%	\$ 881,795	\$ 61,193	6.9%	\$ 31,405,553	93.8%	\$ 1,001,161
2006	33,740,612	32,550,725	96.5%	1,001,161	34,311	3.4%	32,585,036	93.8%	1,121,945
2007	35,636,033	34,444,016	96.7%	1,121,945	15,467	1.4%	34,459,483	93.7%	1,126,713
2008	35,889,988	36,102,100	100.6%	1,126,712	42,025	3.7%	36,144,125	97.6%	891,926
2009	35,875,236	36,085,090	100.6%	891,926	(130,847)	-14.7%	35,954,243	97.8%	774,623
2010	34,594,391	34,777,802	100.5%	774,623	(249,370)	-32.2%	34,528,432	97.6%	446,996
2011	31,348,452	31,179,480	99.5%	121,434	(230,372)	-189.7%	30,949,108	98.3%	239,058
2012	30,311,637	29,158,227	96.2%	63,840	(238,136)	-373.0%	28,920,092	95.2%	110,914
2013	29,093,937	28,015,682	96.3%	53,383	(209,270)	-392.0%	27,806,412	95.4%	136,760
2014	29,147,709	28,419,636	97.5%	93,563	37,629	40.2%	28,457,265	97.3%	193,154

(a) Initial tax levy amounts exclude Industrial, Commercial, Downtown Development Authority, Tax Incremental Financing Authority tax abatement properties, Board of Review, and State Tax Tribunal adjustments.

(b) Tax collection amounts are net of refunds ordered by Boards of Review and the State Tax Tribunal.

(c) Compares total tax collections to initial tax levy and prior years tax receivable balances at year end.

Source: Huron-Clinton Metropolitan Authority and various County collection records.

Huron-Clinton Metropolitan Authority
 PRINCIPAL PROPERTY TAXPAYERS (UNAUDITED)
 CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2014			2005		
	Taxable Value (a)	Rank	Percent of Total Authority Taxable Value	Taxable Value (a)	Rank	Percent of Total Authority Taxable Value
Detroit Edison Corp.	\$ 1,949,475,759	1	1.41%	\$ 1,717,629,950	2	1.20%
Ford Motor Company	1,258,753,428	2	0.94%	2,015,324,884	1	1.41%
Chrysler/Daimler/Cerberus	913,859,903	3	0.64%	1,664,994,198	3	1.16%
General Motors Corp.	673,605,019	4	0.52%	1,634,355,373	4	1.14%
Marathon Oil/Ashland Petroleum	638,526,411	5	0.47%	-	-	-
Consumers Power/Energy	368,313,715	6	0.28%	306,897,913	7	0.21%
International Transmission	358,771,473	7	0.26%	-	-	-
Severstal Steel Company	328,255,000	8	0.24%	-	-	-
Vanguard Health Systems	228,344,724	9	0.17%	-	-	-
MGM Grand Detroit LLC	210,047,463	10	0.15%	-	-	-
Michigan Consolidated Gas	-	-	-	429,589,228	6	0.30%
Visteon	-	-	-	589,747,008	5	0.41%
Twelve Oaks/Taubman, et.al	-	-	-	197,490,300	9	0.14%
Pfizer Global	-	-	-	258,095,363	8	0.18%
Rouge Steel Company	-	-	-	144,403,309	10	0.10%
Total Ten Largest Taxpayers	\$ 1,949,475,759		5.08%	\$ 1,717,629,950		6.25%

(a) Taxable values include Industrial Facility Act 198 properties and Commercial Facility Act 255 properties. Taxable values have been combined if the taxpayer has locations in more than one county.

Source: Livingston, Macomb, Oakland, Washtenaw, and Wayne County Assessing and Equalization Departments.

Huron-Clinton Metropolitan Authority

DEMOGRAPHIC STATISTICS

(UNAUDITED)

Total Population by County

Year	Livingston	Macomb	Oakland	Washtenaw	Wayne	Total
1940	26,725	107,638	254,068	80,810	2,015,623	2,484,864
1950	38,233	184,961	396,001	134,606	2,435,235	3,189,036
1960	38,233	405,804	690,259	172,440	2,666,297	3,973,033
1970	58,967	626,204	907,871	234,103	2,670,368	4,497,513
1980	100,289	694,600	1,011,793	264,748	2,337,891	4,409,321
1990	115,645	717,400	1,083,592	282,937	2,111,687	4,311,261
2000	156,951	788,149	1,194,156	322,895	2,061,162	4,523,313
2010 (a)	180,967	840,978	1,202,362	344,791	1,820,584	4,389,682
2013 (b)	182,402	845,197	1,213,406	348,560	1,804,507	4,394,072

Number of Households by County (b)

Livingston	Macomb	Oakland	Washtenaw	Wayne	Total
67,691	332,818	486,332	135,800	670,987	1,693,628

Household Income by County (b)

Income	Livingston	Macomb	Oakland	Washtenaw	Wayne	Total
Less than \$10,000	2,201	19,994	26,420	10,586	84,806	144,007
\$10,000 to \$14,999	1,623	15,824	18,520	5,460	46,664	88,091
\$15,000 to \$24,999	4,864	35,548	42,698	12,858	87,462	183,430
\$25,000 to \$34,999	4,911	36,458	41,853	13,097	75,606	171,925
\$35,000 to \$49,999	8,525	48,197	57,775	16,667	93,108	224,272
\$50,000 to \$74,999	13,155	63,074	83,615	22,210	109,497	291,551
\$75,000 to \$99,999	11,088	46,195	64,386	16,216	69,507	207,392
\$100,000 to \$149,999	13,051	45,226	78,774	20,709	65,506	223,266
\$150,000 to \$199,999	5,045	14,659	34,832	9,125	22,702	86,363
\$200,000 or more	3,228	7,643	37,459	8,872	16,129	73,331

Median Household Income (b)

Livingston	Macomb	Oakland	Washtenaw	Wayne
\$72,359	\$53,451	\$65,594	\$59,055	\$41,184

Ethnicity by County (b)

Ethnicity	Livingston	Macomb	Oakland	Washtenaw	Wayne	Total
White	176,376 96.70%	715,360 84.64%	936,853 77.21%	259,878 74.56%	954,450 52.89%	3,042,917 69.25%
Black or African American	790 0.43%	78,952 9.34%	165,652 13.65%	42,400 12.16%	721,705 39.99%	1,009,499 22.97%
American Indian & Alaska Native	472 0.26%	2,179 0.26%	3,088 0.25%	1,043 0.30%	6,396 0.35%	13,178 0.30%
Asian	1,602 0.88%	27,423 3.24%	71,143 5.86%	27,858 7.99%	48,823 2.71%	176,849 4.02%
Native Hawaiian/Other Pacific	92 0.05%	222 0.03%	267 0.02%	7 0.00%	279 0.02%	867 0.02%
Other Race	404 0.22%	4,441 0.53%	7,869 0.65%	2,980 0.85%	31,469 1.74%	47,163 1.07%
Two or More Races	2,666 1.46%	16,620 1.97%	28,534 2.35%	14,394 4.13%	41,385 2.29%	103,599 2.36%
	<u>182,402</u>	<u>845,197</u>	<u>1,213,406</u>	<u>348,560</u>	<u>1,804,507</u>	<u>4,394,072</u>

Age by County (b)

Age	Livingston	Macomb	Oakland	Washtenaw	Wayne	Total
under 5	9,678 5.31%	47,627 5.64%	68,231 5.62%	18,899 5.42%	117,534 6.51%	261,969 5.96%
5 through 9	12,132 6.65%	51,254 6.06%	76,350 6.29%	19,669 5.64%	121,113 6.81%	280,518 6.38%
10 through 14	14,491 7.94%	57,173 6.76%	82,704 6.82%	20,202 5.80%	127,885 7.21%	302,455 6.88%
15 through 19	13,474 7.39%	55,430 6.56%	81,491 6.72%	30,911 8.87%	135,088 7.77%	316,394 7.20%
20 through 24	8,994 4.93%	51,320 6.07%	65,901 5.43%	42,946 12.32%	125,475 6.70%	294,636 6.71%
25 through 34	17,787 9.75%	102,608 12.14%	146,046 12.04%	49,040 14.07%	219,546 12.17%	535,027 12.18%
35 through 44	25,014 13.71%	115,464 13.66%	166,775 13.74%	43,203 12.39%	237,451 13.43%	587,907 13.38%
45 through 54	32,237 17.67%	132,191 15.64%	195,391 16.10%	46,438 13.32%	262,074 14.66%	668,331 15.21%
55 through 59	14,459 7.93%	58,703 6.95%	90,351 7.45%	21,473 6.16%	124,197 6.74%	309,183 7.04%
60 through 64	10,829 5.94%	49,633 5.87%	73,446 6.05%	18,654 5.35%	100,473 5.29%	253,035 5.76%
65 through 74	14,259 7.82%	64,507 7.63%	90,745 7.48%	21,278 6.10%	122,440 6.52%	313,229 7.13%
75 through 84	6,559 3.60%	39,564 4.68%	51,485 4.24%	10,725 3.08%	76,235 4.28%	184,568 4.20%
85 and over	2,489 1.36%	19,723 2.33%	24,490 2.02%	5,122 1.47%	34,996 1.91%	86,820 1.98%
	<u>182,402</u>	<u>845,197</u>	<u>1,213,406</u>	<u>348,560</u>	<u>1,804,507</u>	<u>4,394,072</u>

(a) Data from 2010 U.S. Census - State & County Quick Facts

(b) Data from U.S. Census - American Fact Finder 2013 - American Community Survey 5 Year Estimates

Huron-Clinton Metropolitan Authority
 FULL-TIME EQUIVALENT EMPLOYEES BY LOCATION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

Location	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Administration Office	27	30	28	29	32	33	34	35	34	34
Engineering/Planning	23	23	26	27	19	19	18	17	15	16
Lake St. Clair Metropark	51	57	55	55	59	64	65	65	67	65
Kensington Metropark	82	80	81	85	95	100	98	101	98	99
Lower Huron Metropark	47	47	47	47	53	51	50	39	37	36
Hudson Mills Metropark	28	32	35	33	34	36	35	34	37	38
Stoney Creek Metropark	53	55	53	55	58	61	59	60	50	50
Willow/Oakwoods Metroparks	36	37	38	39	41	40	42	48	50	54
Lake Erie Metropark	45	48	48	47	51	53	53	56	58	59
Wolcott Mill Metropark	16	16	19	20	21	22	25	24	25	25
Indian Springs Metropark	24	22	22	24	26	26	25	27	30	30
Huron Meadows Metropark	11	11	12	14	17	18	17	18	19	19
Total	<u>443</u>	<u>458</u>	<u>464</u>	<u>475</u>	<u>506</u>	<u>523</u>	<u>521</u>	<u>524</u>	<u>520</u>	<u>525</u>

Huron-Clinton Metropolitan Authority

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

(UNAUDITED)

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Number of Regional Parks	13	13	13	13	13	13	13	13	13	13
Acres										
Developed	4,890	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800
Undeveloped	18,960	18,355	18,355	18,355	18,310	18,310	18,055	18,044	18,044	18,139
Under Recreational Lease to Other Agencies	1,045	600	600	600	600	600	600	600	600	600
Total	<u>24,895</u>	<u>24,755</u>	<u>24,755</u>	<u>24,755</u>	<u>24,710</u>	<u>24,710</u>	<u>24,455</u>	<u>24,444</u>	<u>24,444</u>	<u>24,539</u>
Attendance	7,939,916	8,420,298	8,866,125	8,434,169	9,203,225	9,174,119	8,917,076	9,065,729	8,742,396	9,028,243
Basketball Courts	18	19	19	19	19	19	18	18	18	18
Boat Launch Ramps	46	44	44	44	44	44	44	44	44	44
Boat/ Canoe Rental Facilities	5	6	6	6	5	5	5	5	5	5
Buildings										
Number of Buildings Maintained	320	321	321	321	319	319	315	318	315	315
Square Footage of Buildings Maintained	703,120	705,395	705,395	703,120	697,520	697,520	700,475	700,724	656,170	656,170
Cross Country Ski Trails - Number of Miles	81	80	80	80	75	75	66	59	59	59
Disc Golf										
Courses	5	5	5	5	5	5	5	5	5	5
Holes	126	123	123	120	120	123	120	120	96	96
Equestrian Trails - Number of Miles	53	53	53	53	53	53	29	29	29	29
Excursion Boat	1	1	1	1	1	1	1	1	1	1
General Grounds Maintenance - Acres Mowed Annually	3,099	2,261	2,261	2,281	2,694	2,699	2,807	2,982	3,032	3,032
Golf Courses										
Regulation 18 Hole Courses	8	8	8	8	8	8	8	8	8	8
Number of Golf Rounds	169,157	182,333	187,868	184,837	204,839	206,271	221,338	231,599	241,832	248,071
Par 3 Courses	2	2	2	2	2	2	2	2	2	2
Number of Golf Rounds	12,971	17,238	19,829	17,879	24,858	32,920	30,915	31,546	31,273	34,734
Driving Ranges	6	5	5	5	5	5	5	5	5	5
Ice Skating Rinks - Outdoor	7	7	7	7	9	9	9	9	9	9

Huron-Clinton Metropolitan Authority

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM - CONTINUED

LAST TEN FISCAL YEARS

(UNAUDITED)

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Interpretive Centers										
Environmental Discovery Center	1	1	1	1	1	1	1	1	1	1
Farm Centers	2	2	2	2	2	2	2	2	2	2
Grist Mill	1	1	1	1	1	1	1	1	1	1
Nature Centers	6.0	6	6	6	6	6	6	6	6	6
Mobile Metropark	1	1	1	1	1	1	1	1	1	1
Number of Visitors	1,459,000	1,549,800	1,657,759	1,681,737	1,761,071	1,757,499	1,608,000	1,636,410	1,543,225	1,472,963
Number of Interpretive Programs	7,175	7,478	9,706	10,181	10,106	10,458	10,261	9,696	9,822	10,009
Hike/ Bike Trails (paved) - Number of Miles of Paved Trails	66	61	61	61	55	55	54	54	54	53
Marinas - Number of Boat Slips	498	509	509	553	553	505	564	564	554	554
Miles of Shoreline	94	94	94	94	100	100	100	100	100	100
Nature Trails - Number of Miles	75	75	75	75	56	56	53	53	53	53
Outdoor Dance Centers	2	2	2	2	1	1	1	2	2	2
Number of Patrol Vehicles	36	36	39	39	37	37	33	32	34	33
Number of Law Violations										
Arrests	24	20	19	13	28	41	58	40	43	31
Traffic Violations	225	221	175	232	305	366	461	493	644	463
Other Violations	75	49	56	129	120	148	160	168	310	131
Parking Lots - Square Yards Maintained	768,191	768,191	796,191	794,691	833,428	833,428	833,428	814,428	814,428	814,428
Picnicking										
Number of Picnic Areas	88	88	89	90	85	85	85	85	85	85
Number of Picnic Shelters	91	91	91	92	87	86	84	83	82	82
Play Areas/ Tot Lots	51	50	50	49	45	45	45	45	45	45
Road System - Number of Lane Miles Maintained	165	162	162	162	166	166	166	166	166	166
Skate Parks	1	1	1	1	1	1	1	1	1	1
Sledding/ Toboggan Hills	19	19	18	18	18	18	18	18	18	18
Swimming										
Beaches	5	5	5	5	5	5	5	5	5	5
Pools	4	4	4	4	4	4	5	4	4	4
Spray Pads	4	4	4	4	4	4	4	3	2	1
Tennis Courts	8	8	8	8	8	8	8	8	9	9

Source: Huron-Clinton Metropolitan Authority

Huron-Clinton Metropolitan Authority

METROPARK GENERAL GOVERNMENTAL EXPENDITURES BY TYPE

LAST TEN FISCAL YEARS

(UNAUDITED)

Year	Engineering & Planning	Capital Improvements	Equipment	Land Acquisition	Major Maintenance	General Administration	General Planning & Engineering	Park Operations	Capital Projects Fund	Debt Service	Total
2005	\$ 1,015,643	\$ 6,525,798	\$ 2,164,707	\$ 2,554,122	\$ 760,249	\$ 5,166,242	\$ 1,022,421	\$ 28,506,499	\$ 871,169	\$ 43,920	\$ 48,630,770
2006	723,530	9,663,892	2,497,008	213,825	693,405	5,337,720	1,068,791	29,616,888	1,526,645	25,620	51,367,324
2007	769,138	9,264,959	3,006,105	12,850	761,662	5,470,820	1,164,439	30,885,676	763,973	-	52,099,622
2008	1,124,337	5,979,580	1,910,491	624,843	1,043,507	5,403,979	1,255,596	32,609,363	1,036,103	-	50,987,799
2009	790,872	8,556,305	1,821,169	1,603,169	1,442,499	5,649,403	1,309,292	32,062,269	309,183	-	53,544,161
2010	591,541	3,902,851	1,972,142	10,423	1,131,938	5,571,405	1,517,456	32,131,822	190,332	-	47,019,910
2011	444,112	3,070,795	965,066	565,997	1,106,658	5,590,120	1,485,499	31,717,979	1,078,344	-	46,024,570
2012	622,220	1,869,223	1,170,104	2,350	1,553,104	5,960,101	1,578,084	29,706,692	1,930,912	-	44,392,790
2013	385,097	4,683,394	1,531,932	28,819	704,328	5,428,715	1,561,877	28,829,491	292,196	-	43,445,849
2014	597,404	4,282,100	1,225,463	269,846	1,243,362	6,398,487	1,241,565	29,119,023	574,615	-	44,951,865

Huron-Clinton Metropolitan Authority

METROPARK GENERAL GOVERNMENTAL EXPENDITURES BY TYPE - CONTINUED

LAST TEN FISCAL YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Total
Engineering and Planning											
Lake St. Clair Metropark	\$ 90,856	\$ 29,396	\$ 169,151	\$ 226,443	\$ 191,717	\$ 31,768	\$ 65,865	\$ 249,643	\$ 91,460	\$ 146,171	\$ 1,292,470
Kensington Metropark	145,424	122,709	244,555	566,445	166,182	279,487	115,197	64,780	45,020	105,128	1,854,927
Lower Huron Metropark	444,519	356,315	140,359	35,809	23,493	21,066	9,869	25,859	14,659	34,885	1,106,833
Dexter/Delhi/Hudson Mills Metroparks	58,317	10,620	24,912	16,261	60,523	41,147	124,485	94,744	22,463	43,430	496,902
Stony Creek Metropark	104,522	88,882	82,984	88,833	99,341	99,128	67,909	70,100	56,886	68,450	827,035
Willow/Oakwoods Metroparks	9,120	18,741	18,783	78,671	141,979	34,167	18,280	39,271	20,464	44,997	424,473
Lake Erie Metropark	36,914	23,094	18,949	26,634	48,925	43,245	20,793	23,085	37,367	56,718	335,724
Wolcott Mill Metropark	21,944	18,118	12,990	27,361	13,440	13,032	14,417	13,152	11,547	20,803	166,804
Indian Springs Metropark	98,067	39,969	44,893	41,539	16,818	17,533	4,752	12,340	27,644	49,786	353,341
Huron Meadows Metropark	5,960	15,686	11,562	16,341	28,454	10,968	2,545	29,246	57,587	27,036	205,385
Total	1,015,643	723,530	769,138	1,124,337	790,872	591,541	444,112	622,220	385,097	597,404	7,063,894
Capital Improvements											
Administrative Office	-	-	-	-	-	-	-	-	15,070	45,000	60,070
Lake St. Clair Metropark	202,995	65,937	579,934	1,663,625	2,878,453	747,685	99,031	252,109	3,296,641	100,882	9,887,292
Kensington Metropark	1,986,107	2,360,510	718,955	1,406,898	3,741,137	711,910	2,302,440	211,064	78,175	1,903,828	15,421,024
Dexter-Delhi Metropark	-	-	9,360	10,554	21,776	-	119,345	-	-	-	161,035
Lower Huron Metropark	176,055	2,374,332	6,786,970	284,454	100,187	386,464	25,856	65,802	66,928	8,258	10,275,306
Hudson Mills Metropark	40,756	49,281	89,457	646,408	43,114	283,701	34,170	3,002	502,690	259,980	1,952,559
Stony Creek Metropark	835,754	3,567,273	612,747	935,552	117,560	245,207	67,419	1,112,403	69,050	169,359	7,732,324
Willow/Oakwoods Metroparks	132,920	238,977	14,716	259,562	970,874	422,154	230,253	164,820	428,853	13,541	2,876,670
Lake Erie Metropark	1,053,897	309,228	14,763	139,394	172,549	670,824	97,224	13,195	18,420	294,648	2,784,142
Wolcott Mill Metropark	382,150	343,871	42,869	202,251	96,573	16,367	-	21,880	66,997	39,232	1,212,190
Indian Springs Metropark	1,688,696	307,415	288,883	370,166	356,373	294,642	36,513	24,948	139,984	276,170	3,783,790
Huron Meadows Metropark	26,468	32,159	97,693	45,466	57,709	123,897	529	-	586	1,171,202	1,555,709
Cost Share Other Agencies	-	14,909	8,612	15,250	-	-	-	-	-	-	38,771
Total	6,525,798	9,663,892	9,264,959	5,979,580	8,556,305	3,902,851	3,012,780	1,869,223	4,683,394	4,282,100	57,740,882

Huron-Clinton Metropolitan Authority

METROPARK GENERAL GOVERNMENTAL EXPENDITURES BY TYPE - CONTINUED

LAST TEN FISCAL YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Total
Equipment											
Administrative Office	\$ 139,760	\$ 96,951	\$ 77,084	-	\$ 24,615	\$ 27,166	\$ 80,967	\$ 44,227	\$ 61,120	\$ 598,486	\$ 1,150,376
Central Pool Equipment	28,726	9,364	123,749	145,325	31,768	140,327	193,628	63,586	111,643	31,635	879,751
Lake St. Clair Metropark	127,354	157,643	179,688	217,608	97,496	236,282	113,685	213,150	109,896	142,484	1,595,286
Kensington Metropark	460,615	337,725	439,613	282,956	288,600	453,310	140,575	318,761	230,212	149,257	3,101,624
Lower Huron Metropark	59,829	164,618	37,796	178,822	212,888	116,360	71,228	75,837	62,266	68,439	1,048,083
Hudson Mills Metropark	65,252	326,217	224,144	185,257	133,418	85,560	40,422	12,656	117,115	82,700	1,272,741
Stony Creek Metropark	175,402	219,227	1,014,991	143,396	131,759	282,333	67,235	257,776	282,583	46,107	2,620,809
Willow/Oakwoods Metroparks	213,683	499,262	275,013	218,333	272,597	72,601	189,437	57,047	32,710	1,320	1,832,003
Lake Erie Metropark	196,337	234,135	377,222	113,109	147,267	111,636	16,638	1,250	358,709	10,558	1,566,861
Wolcott Mill Metropark	256,663	125,892	67,964	131,732	60,477	19,071	22,966	8,906	11,095	35,050	739,816
Indian Springs Metropark	129,416	185,499	151,405	161,696	304,666	77,778	28,285	94,408	91,409	17,537	1,242,099
Huron Meadows Metropark	311,670	140,475	37,436	132,257	115,618	349,718	-	22,500	63,174	41,890	1,214,738
Total	2,164,707	2,497,008	3,006,105	1,910,491	1,821,169	1,972,142	965,066	1,170,104	1,531,932	1,225,463	18,264,187
Land Acquisition											
Lake St. Clair Metropark	-	-	-	-	-	-	-	-	19,456	72,859	92,315
Kensington Metropark	-	-	-	-	-	-	-	-	2,950	-	2,950
Wolcott Mill Metropark	2,553,622	-	11,850	2,950	5,650	8,400	287,884	2,350	6,414	196,737	3,075,857
Indian Springs Metropark	500	213,825	1,000	252,544	1,593,769	23	273,813	-	-	-	2,335,474
Huron Meadows	-	-	-	212,524	2,800	2,000	-	-	-	-	217,324
Other Metroparks	-	-	-	156,825	950	-	4,300	-	-	250	162,325
Total	2,554,122	213,825	12,850	624,843	1,603,169	10,423	565,997	2,350	28,820	269,846	5,886,245
Major Maintenance											
Administrative Office - Engineering/ General Planning	31,961	52,128	38,154	73,215	179,437	69,367	166,374	76,319	90,486	74,754	852,195
Lake St. Clair Metropark	39,450	213,324	63,025	90,431	129,104	37,271	177,368	67,827	170,388	226,800	1,214,988
Kensington Metropark	177,996	106,745	219,079	142,425	169,523	101,468	321,623	127,031	31,511	282,058	1,679,459
Lower Huron Metropark	54,396	-	-	24,032	11,674	78,736	19,678	259,791	-	71,932	520,239
Hudson Mills Metropark	23,739	12,486	30,038	75,829	235,922	55,458	19,178	338,736	-	38,651	830,037
Stony Creek Metropark	129,910	113,320	175,530	148,948	164,651	570,546	83,260	236,918	38,138	228,158	1,889,379
Willow Metropark	96,297	68,959	85,355	329,629	157,656	10,614	96,960	169,677	38,958	205,890	1,259,995
Oakwoods Metropark	22,378	-	-	-	208,919	-	43,496	-	-	-	274,793
Lake Erie Metropark	169,882	41,393	81,453	59,798	185,613	76,122	110,656	125,456	248,430	176,948	1,275,751
Wolcott Mill Metropark	14,240	36,825	32,032	54,086	-	-	40,458	45,053	18,572	4,250	245,516
Indian Springs Metropark	-	11,080	-	45,114	-	6,632	26,645	48,053	63,979	126,076	327,579
Huron Meadows Metropark	-	37,145	36,996	-	-	125,724	964	58,243	3,866	-	262,938
Total	760,249	693,405	761,662	1,043,507	1,442,499	1,131,938	1,106,658	1,553,104	704,328	1,435,517	10,632,867

Huron-Clinton Metropolitan Authority

METROPARK GENERAL GOVERNMENTAL EXPENDITURES BY TYPE - CONCLUDED

LAST TEN FISCAL YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Total
General Administration											
Administrative Office	\$ 5,166,242	\$ 5,337,720	\$ 5,470,820	\$ 5,403,979	\$ 5,649,403	\$ 5,571,405	\$ 5,590,120	\$ 5,960,101	\$ 5,428,715	\$ 6,398,487	\$ 55,976,992
General Planning/Engineering	1,022,421	1,068,791	1,164,439	1,255,596	1,309,292	1,517,456	1,485,499	1,578,084	1,561,877	1,241,565	13,205,019
Park Operations											
Lake St. Clair Metropark	3,705,877	3,855,113	3,912,779	4,070,235	4,064,908	3,951,050	3,784,910	3,500,206	3,518,212	3,476,787	37,840,077
Kensington Metropark	5,616,835	5,826,464	6,131,556	6,542,370	6,443,579	6,529,008	6,486,029	6,163,819	5,942,347	6,009,375	61,691,382
Lower Huron Metropark	2,156,031	2,331,405	2,398,765	3,088,809	2,715,389	2,864,790	2,835,583	2,637,966	2,686,876	2,618,459	26,334,073
Dexter/Delhi/Hudson Mills Metroparks	2,469,310	2,618,337	2,536,332	2,616,276	2,794,242	2,747,588	2,981,726	2,741,822	2,463,982	2,444,480	26,414,095
Stony Creek Metropark	3,106,486	3,276,287	4,116,165	4,179,179	4,195,573	4,230,227	4,058,406	3,959,094	3,816,608	3,896,686	38,834,711
Willow/Oakwoods Metroparks	3,008,507	2,947,233	2,944,961	3,062,129	2,706,856	2,925,664	2,905,149	2,732,313	2,628,005	2,622,992	28,483,809
Lake Erie Metropark	3,442,800	3,571,218	3,509,711	3,571,164	3,591,422	3,425,448	3,379,534	3,356,082	3,393,851	3,313,518	34,554,748
Wolcott Mill Metropark	1,674,284	1,738,010	1,754,438	1,824,048	1,737,968	1,755,269	1,775,100	1,604,023	1,398,932	1,548,474	16,810,546
Indian Springs Metropark	1,889,840	1,974,781	1,962,749	2,094,248	2,116,133	2,194,572	2,052,636	1,844,228	1,825,913	1,924,048	19,879,148
Huron Meadows Metropark	1,027,218	1,048,674	1,072,271	1,058,438	1,144,033	1,199,291	1,055,361	837,024	855,213	943,075	10,240,598
Central Warehouse/Garage/Other	409,311	429,366	545,949	502,467	552,167	308,915	403,546	330,115	299,552	321,129	4,102,517
Total	28,506,499	29,616,888	30,885,676	32,609,363	32,062,270	32,131,822	31,717,979	29,706,692	28,829,491	29,119,023	305,185,702
Debt Service											
Principal	40,178	24,953	-	-	-	-	-	-	-	-	65,131
Interest	3,742	667	-	-	-	-	-	-	-	-	4,409
	43,920	25,620	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	69,540
Capital Projects Fund (b)											
Kensington Metropark	(7,000)	-	-	-	19,580	152,040	716,501	1,712,310	53,180	-	2,646,610
Lower Huron Metropark	130,277	1,474,985	672,466	238,677	(83,175)	-	-	-	-	-	2,433,230
Stony Creek Metropark	-	-	-	-	17,771	33,752	361,844	218,602	239,016	382,460	1,253,445
Oakwoods Metropark	-	51,660	91,507	797,426	355,007	4,540	-	-	-	-	1,300,140
Lake Erie Metropark	747,892	-	-	-	-	-	-	-	-	-	747,892
Total	871,169	1,526,645	763,973	1,036,103	309,183	190,332	1,078,344	1,930,912	292,196	382,460	8,381,317
Total Expenditures	\$ 48,630,770	\$ 51,367,324	\$ 52,099,622	\$ 50,987,799	\$ 53,544,162	\$ 47,019,910	\$ 45,966,555	\$ 44,392,790	\$ 43,445,850	\$ 44,951,865	\$ 482,406,646

Huron-Clinton Metropolitan Authority

METROPARK GENERAL GOVERNMENTAL REVENUES BY SOURCE

LAST TEN FISCAL YEARS

(UNAUDITED)

Year	Property Tax	Park Operations	Interest	Grants	Gifts	Miscellaneous	Other Financing Sources	Capital Projects Fund	Total
2005	\$ 31,398,443	\$ 13,247,181	\$ 1,328,532	\$ 58,453	\$ 43,756	\$ 187,920	\$ 479,627	\$ 1,138,589	\$ 47,882,501
2006	32,597,201	12,814,635	1,736,966	78,989	128,136	1,517,962	533,977	1,034,570	50,442,436
2007	34,547,937	13,807,794	1,891,920	59,890	306,885	52,467	259,564	929,849	51,856,306
2008	36,053,277	14,480,210	1,386,929	501,584	91,929	208,335	382,240	1,073,328	54,177,832
2009	35,953,354	13,764,068	717,457	2,029,548	101,219	73,384	280,543	586,306	53,505,879
2010	34,528,432	14,715,827	384,922	317,491	57,065	24,161	411,926	525,621	50,965,445
2011	30,691,073	14,151,725	266,837	351,412	110,423	28,460	126,880	426,633	46,153,443
2012	28,384,628	15,027,250	133,184	409,538	127,231	513,164	204,213	623,420	45,422,628
2013	27,662,759	14,519,872	198,255	2,050,630	167,123	27,567	223,069	316,736	45,166,011
2014	28,125,677	16,316,176	277,461	215,614	87,407	97,013	43,551	251,281	45,414,180

(a) Includes General Fund and Capital Projects Fund.

Huron-Clinton Metropolitan Authority

METROPARK OPERATING REVENUES BY PARK

LAST TEN FISCAL YEARS

(UNAUDITED)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Total
Lake St. Clair Metropark	\$ 1,776,918	\$ 1,678,727	\$ 1,683,188	\$ 1,608,432	\$ 1,605,390	\$ 1,767,070	\$ 1,639,040	\$ 1,677,510	\$ 1,605,222	\$ 1,753,366	\$ 16,794,863
Kensington Metropark	2,512,743	2,466,744	2,719,304	2,743,827	2,608,246	2,896,630	2,802,315	2,959,722	3,007,259	3,481,846	28,198,636
Lower Huron Metropark	479,665	477,587	455,934	1,317,792	1,236,339	1,496,553	1,544,161	1,577,205	1,299,958	1,465,153	11,350,347
Dexter/Delhi/Hudson Mills Metroparks	1,111,870	1,013,139	966,415	955,416	964,219	969,111	887,294	826,820	867,709	964,791	9,526,784
Stony Creek Metropark	1,531,285	1,524,353	2,381,566	2,358,584	2,334,081	2,514,918	2,535,163	2,846,775	2,989,230	3,362,441	24,378,396
Willow/ Oakwoods Metroparks	1,285,544	1,280,234	1,289,490	1,328,555	1,004,439	1,131,561	804,158	1,028,790	931,113	1,064,566	11,148,450
Lake Erie Metropark	1,864,892	1,777,956	1,703,153	1,641,958	1,601,021	1,576,391	1,572,925	1,553,867	1,395,317	1,521,141	16,208,621
Wolcott Mill Metropark	590,325	584,720	607,896	603,100	485,383	471,291	469,845	588,431	534,381	539,505	5,474,877
Indian Springs Metropark	955,438	953,005	961,002	933,591	895,761	870,566	811,109	904,808	953,775	1,079,093	9,318,148
Huron Meadows Metropark	951,820	912,367	867,706	816,058	822,933	807,926	760,210	702,974	689,334	773,048	8,104,376
Resident House/Land Leases Other	129,258	135,285	159,827	163,998	185,012	177,489	170,522	190,986	198,093	195,165	1,705,635
Administrative Office	57,423	10,518	12,313	8,899	21,244	36,321	154,983	169,355	48,481	116,061	635,598
Total	\$ 13,247,181	\$ 12,814,635	\$ 13,807,794	\$ 14,480,210	\$ 13,764,068	\$ 14,715,827	\$ 14,151,725	\$ 15,027,243	\$ 14,519,872	\$ 16,316,176	\$ 142,844,731

Huron-Clinton Metropolitan Authority
METROPARK OPERATING REVENUES BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Type of Revenue	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	Total
Food Service	\$ 857,018	\$ 825,334	\$ 825,921	\$ 951,338	\$ 814,336	\$ 803,573	\$ 778,782	\$ 730,059	\$ 774,520	\$ 1,201,877	\$ 8,562,757
Bathhouse/ Pools/Lockers	549,641	535,703	718,952	1,364,533	1,112,798	1,418,185	1,572,314	1,508,333	1,317,560	1,443,720	11,541,738
Dockage/ Boat Storage	449,014	429,671	418,323	405,316	373,705	390,105	396,478	371,748	366,101	362,701	3,963,163
Boat Rentals	216,580	212,216	234,121	266,152	273,220	275,897	326,887	338,251	357,399	389,421	2,890,145
Excursion Boat	28,157	27,503	30,867	40,037	37,532	38,555	44,441	44,668	49,598	49,634	390,992
Cross Country Skiing	31,277	1,929	10,526	27,255	41,744	45,513	55,021	26,076	48,047	86,234	373,621
Toll Collection	4,732,695	4,636,860	4,735,495	4,621,742	4,796,269	5,690,581	5,358,278	5,722,407	5,547,951	6,991,270	52,833,550
Sundries	150,577	133,270	138,831	135,387	120,056	125,336	104,699	119,669	115,538	109,392	1,252,755
Games/Equipment Rental	68,045	57,314	54,693	53,525	41,141	38,712	4,375	17,463	28,875	32,390	396,533
Activity Center	55,950	75,005	74,030	97,396	120,408	122,608	132,997	145,918	123,194	127,407	1,074,913
Reserved Picnics	254,985	281,353	301,071	310,195	320,730	342,550	338,830	351,044	405,270	369,415	3,275,443
Golf Course	5,247,066	4,994,534	5,626,147	5,491,384	4,930,968	4,636,348	4,041,661	4,518,659	4,332,837	4,137,391	47,956,995
Adventure/ Disc Golf	45,635	46,406	47,215	93,736	187,062	202,599	172,470	183,330	185,184	167,969	1,331,607
Special Events	118,680	40,320	58,342	29,997	21,141	25,760	48,829	41,301	83,653	56,331	524,353
Resident House/Land/Leases	84,369	90,180	106,774	112,178	118,857	107,025	113,597	131,925	137,138	127,157	1,129,199
Livestock Sales	55,712	73,329	66,471	80,887	52,685	49,695	96,137	135,185	96,875	104,436	811,411
Hay Rides	47,728	42,587	43,621	48,917	38,047	37,794	37,803	34,612	42,069	48,301	421,478
Site Location Fee	15,510	25,170	16,990	35,133	29,155	18,785	24,980	16,269	30,760	38,244	250,996
Interpretive	120,157	161,041	181,254	179,196	177,548	184,658	217,775	252,338	268,279	257,623	1,999,868
Miscellaneous	107,570	110,363	101,279	118,619	136,780	155,911	136,454	115,857	42,020	145,239	1,170,093
Other Park Revenues (a)	10,816	14,548	16,870	17,287	19,886	5,637	148,918	222,138	167,004	70,024	693,128
Total	\$ 13,247,181	\$ 12,814,635	\$ 13,807,794	\$ 14,480,210	\$ 13,764,068	\$ 14,715,827	\$ 14,151,725	\$ 15,027,250	\$ 14,519,872	\$ 16,316,176	\$ 142,844,737

(a) Other Park Revenues include camping, overnight parking, Environmental Discovery Center, event, in-kind advertising and trackless train.