IRON COUNTY, MICHIGAN

FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2021

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INDEPENDENT AUDITORS' REPORT

County Board
Iron County, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Iron County, Michigan (the County) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based upon our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Iron County Road Commission and the Iron County Medical Care Facility which represent 96%, 106% and 90% respectively, of the assets, net position and revenues, of the aggregate discretely presented component units as of December 31, 2021, and the respective changes in financial position for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Iron County Road Commission and the Iron County Medical Care Facility, are based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 11, the budgetary comparison information and the schedules relating to pensions and other postemployment benefits on pages 92 through 111 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The budgetary comparison schedule for the 2012 refunding bond debt service fund, the combining fund financial statements and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*] are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the budgetary comparison schedule for the 2012 refunding bond debt service fund, the combining fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 1, 2022, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Green Bay, Wisconsin
August 1, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the County of Iron, we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2021.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows or resources as of December 31, 2021, by $9,161,088. The County's *unrestricted net position* was $5,335,369.

- The County's total net position increased by $2,270,648, with business-type activities increasing $11,741 and governmental activities increasing $2,258,907.

- As of December 31, 2021, the County's governmental funds reported combined ending fund balances of $6,999,766. Approximately $5,493,881 is *available for spending* at the County's discretion (*committed and unassigned fund balance*). The unassigned general fund balance was $3,040,292 or approximately 62% of 2021 general fund expenditures.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains supplemental 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 County's finances, in a manner similar to a private-sector business.

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

The *statement of activities* presents information showing how the County'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 only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, highway and transportation, health and welfare, culture and recreation, and community development. The business-type activities of the County include the collection of delinquent taxes and the construction code department.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate Road Commission, Health District Department, and Medical Care Facility. Financial information for the *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 13 - 15 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, 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 County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

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 County'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 County maintains 39 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Maintenance of Effort – Medicare, Central Dispatch, the 2012 Refunding Debt Service Fund and the American Rescue Plan Act, all of which are considered to be major funds. Data from the other 34 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for its governmental funds. As part of the basic governmental fund financial statements, budgetary comparison statements have been provided for the general fund and the major special revenue fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 16 - 21 of this report.

Proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Tax Revolving and Construction Code Enterprise Funds, both of which are considered to be major funds of the County.

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

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

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

Component units. Iron County Road Commission, Dickinson-Iron Health Department, and Iron County Medical Care Facility are reported as component units of Iron County.

The component units financial statements can be found on pages 27 - 29 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 30 - 90 of this report.

Other information. The required supplementary information and the combining statements referred to earlier in connection with nonmajor governmental funds, detailed comparisons of general fund budgeted and actual revenues and expenditures are presented immediately following the notes to the basic financial statements. These statements and schedules can be found on pages 92 - 135.

Government-Wide Financial Analysis

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The County's total net position was $9,161,088 at the close of 2021, as summarized below.

IRON COUNTY, MICHIGAN
Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	$ 10,828,739	$ 9,159,506	$ 3,332,349	$ 3,404,982	$ 14,161,088	$ 12,564,488
Capital Assets	3,720,151	3,585,843	87,132	51,224	3,807,283	3,637,067
Total Assets	14,548,890	12,745,349	3,419,481	3,456,206	17,968,371	16,201,555
Deferred Outflows of Resources	149,466	217,744	-	-	149,466	217,744
Long-Term Liabilities Outstanding	4,657,803	6,108,148	-	-	4,657,803	6,108,148
Other Liabilities	954,477	345,703	109,952	158,418	1,064,429	504,121
Total Liabilities	5,612,280	6,453,851	109,952	158,418	5,722,232	6,612,269
Deferred Inflows of Resources	3,234,517	2,916,590	-	-	3,234,517	2,916,590
Net Position:						
Net Investment in Capital Assets	2,402,205	2,016,824	87,132	51,224	2,489,337	2,068,048
Restricted	1,336,382	1,185,352	-	-	1,336,382	1,185,352
Unrestricted (Deficit)	2,112,972	390,476	3,222,397	3,246,564	5,335,369	3,637,040
Total Net Position	$ 5,851,559	$ 3,592,652	$ 3,309,529	$ 3,297,788	$ 9,161,088	$ 6,890,440

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

An additional portion of the County's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* is a balance of $5,335,369.

Change in net position. Governmental activities increased the County's net position by $2,258,907 and business-type activities increased $11,741. Key elements of this increase are as follows:

IRON COUNTY, MICHIGAN
Change in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program Revenues:						
Charges for Services	$ 1,275,321	$ 1,391,427	$ 703,261	$ 462,040	$ 1,978,582	$ 1,853,467
Operating Grants and Contributions	1,122,973	1,394,653	-	-	1,122,973	1,394,653
Capital Grants and Contributions	12,961	46,613	-	-	12,961	46,613
General Revenues:						
Property Taxes	6,214,509	5,519,151	-	-	6,214,509	5,519,151
Other Taxes	877,305	686,864	-	-	877,305	686,864
Grants and Contributions not Restricted to Specific Programs	749,421	470,616	-	-	749,421	470,616
Other	87,156	75,934	7,101	26,183	94,257	102,117
Total Revenues	10,339,646	9,585,258	710,362	488,223	11,050,008	10,073,481
Expenses:						
General Government	3,240,253	3,505,315	656,621	268,405	3,896,874	3,773,720
Public Safety	3,045,857	3,075,891	-	-	3,045,857	3,075,891
Highw ay and Transportation	10,284	14,128	-	-	10,284	14,128
Health and Welfare	1,253,644	1,016,529	-	-	1,253,644	1,016,529
Culture and Recreation	384,971	344,160	-	-	384,971	344,160
Interest on Long-Term Debt	-	-	-	-	-	-
Community Development	70,028	4,463	-	-	70,028	4,463
Interest and Fiscal Charges	117,702	147,035	-	-	117,702	147,035
Total Expenses	8,122,739	8,107,521	656,621	268,405	8,779,360	8,375,926
Change in Net Position Before Transfers	2,216,907	1,477,737	53,741	219,818	2,270,648	1,697,555
Transfers	42,000	192,000	(42,000)	(192,000)	-	-
Change in Net Position	2,258,907	1,669,737	11,741	27,818	2,270,648	1,697,555
Net Position - Beginning of Year	3,592,652	1,922,915	3,297,788	3,269,970	6,890,440	5,192,885
Net Position - End of Year	$ 5,851,559	$ 3,592,652	$ 3,309,529	$ 3,297,788	$ 9,161,088	$ 6,890,440

Financial Analysis of the County's Funds

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

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

As of December 31, 2021, the County's governmental funds (consisting of the general fund, special revenue, debt service, and capital project funds as detailed on pages 16 - 21 reported combined ending fund balances of $6,999,766, an increase of $1,129,223 in comparison with the prior year. Of this amount, $3,040,292 constitutes *unassigned fund balance*, which is available for spending at the County's discretion. $2,453,589 of fund balance is committed. Fund balance of $1,346,875 is *restricted* to indicate that it is not available for new spending because it has already been restricted for specific spending. The remainder of fund balance of $159,010 is nonspendable as it is not in spendable form (inventory and prepaid items).

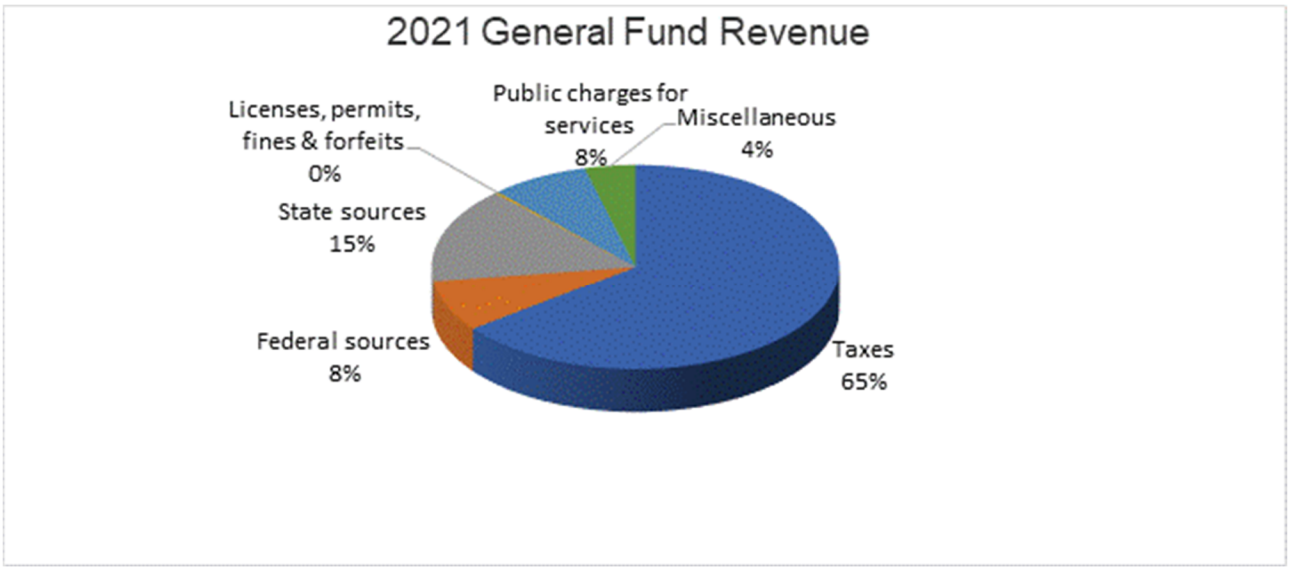
General Fund

The General Fund is the main operating fund of the County. At the end of the current year, unassigned fund balance of the general fund was $3,040,292. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 62% of total general fund expenditures. Committed fund balance of the general fund is $749,431 which is committed for budget stabilization.

The County's general fund balance increased $756,460.

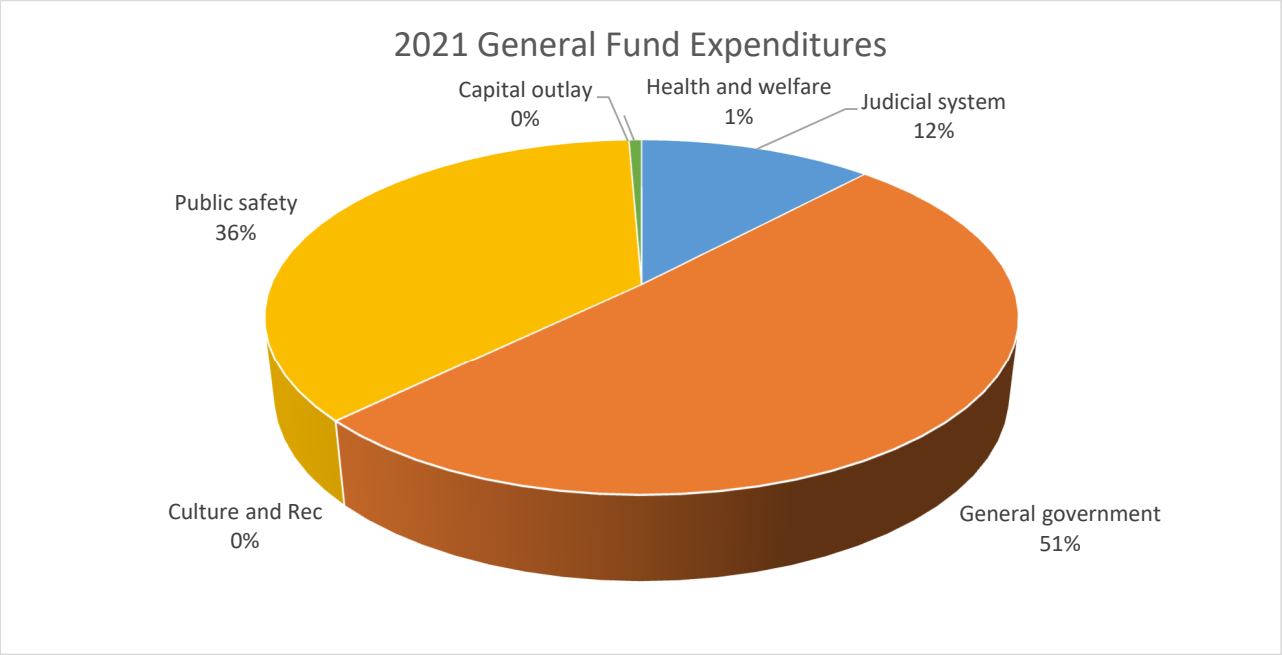
Actual revenue including transfers in was $5,948,299 as compared with final budgeted revenue of $5,851,387 resulted in a positive variance of $96,912 or 1.7%.

Below is a graph illustrating the sources of revenues for the general fund:



The final expenditures including transfers out were $5,191,839 compared with final budgeted expenditures of $6,600,713 resulting in a positive variance of $1,408,874 or 26%.

Below is a graph illustrating the classifications of expenditures for the general fund:



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

Unrestricted net position of Tax Revolving Fund at the end of the year was $3,035,153. The total increase in net position was $21,527.

Unrestricted net position of the Construction Code Fund at the end of the year amounted to $187,244. The total decrease in net position was $9,786.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of December 31, 2021 amounts to $3,807,283 (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery and equipment, and infrastructure. The County's investment in capital assets increased $170,216 for the year.

IRON COUNTY, MICHIGAN
(net of accumulated depreciation)

	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
Land	$ 189,118	$ 189,118	$ -	$ -	$ 189,118	$ 189,118
Construction in Progress	76,004	77,050	-	-	76,004	77,050
Buildings	7,154,909	7,027,624	-	-	7,154,909	7,027,624
Machinery and Equipment	2,303,943	2,067,904	111,725	88,027	2,415,668	2,155,931
Infrastructure	575,191	575,191	-	-	575,191	575,191
Subtotal	10,299,165	9,936,887	111,725	88,027	10,410,890	10,024,914
Less: Accumulated Depreciation	6,579,014	6,351,044	24,593	36,803	6,603,607	6,387,847
Net Capital Assets	$ 3,720,151	$ 3,585,843	$ 87,132	$ 51,224	$ 3,807,283	$ 3,637,067

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of $2,883,000.

IRON COUNTY, MICHIGAN
General Obligation Debt and Revenue Bonds

	Governmental Activities		Business-Type Activities		Totals	
	2021	2020	2021	2020	2021	2020
General Obligation Debt:						
2003 Limited Tax Bond	$ 223,000	$ 237,000	$ -	$ -	$ 223,000	$ 237,000
2015 Unlimited Tax Refunding Bond	2,225,000	2,940,000	-	-	2,225,000	2,940,000
2017 Limited Tax Special Assessment Bonds	435,000	460,000	-	-	435,000	460,000
Total	$ 2,883,000	$ 3,637,000	$ -	$ -	$ 2,883,000	$ 3,637,000

The County's total debt decreased by $754,000 (21%) during the current fiscal year.

Economic Factors and Next Year's Budgets and Rates

- The economic condition and outlook of the County has remained fairly stable based on a relatively healthy mix of manufacturing, tourism, service industry, and retail activities which support our tax base.

- Inflationary trends in our region compare favorably to national indices.

All of these factors were considered in preparing the County's budget for the 2022 fiscal year.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to County Board of Commissioners, County of Iron, 2 South Sixth Street, Suite 7, Crystal Falls, Michigan 49920-1413.

BASIC FINANCIAL STATEMENTS

IRON COUNTY, MICHIGAN
STATEMENT OF NET POSITION
DECEMBER 31, 2021

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and Investments	$ 7,172,532	$ 2,653,864	$ 9,826,396	$ 8,947,550
Receivables:				
Property Taxes	2,888,360	-	2,888,360	232,098
Delinquent Taxes	-	593,362	593,362	-
Accounts, Net	42,178	-	42,178	1,408,231
Special Assessments	227,270	-	227,270	-
Loans	1,520	-	1,520	-
Other	-	84,745	84,745	-
Due from Other Governments	337,869	-	337,869	1,089,990
Inventories and Prepaid Items	159,010	378	159,388	743,021
Assets Limited as to Use	-	-	-	3,209,556
Other Current Assets	-	-	-	381,394
Restricted Assets:				
Capital Assets, Nondepreciable	265,122	-	265,122	153,896
Capital Assets, Depreciable	3,455,029	87,132	3,542,161	42,382,744
Total Assets	14,548,890	3,419,481	17,968,371	58,548,480
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Amounts	149,466	-	149,466	3,653,795
Other Postemployment Related Amounts	-	-	-	217,057
Total Deferred Outflows of Resources	149,466	-	149,466	3,870,852
LIABILITIES				
Accounts Payable	169,907	6,147	176,054	2,136,992
Accrued and Other Current Liabilities	70,873	1,161	72,034	815,047
Due to Other Governments	-	102,644	102,644	879
Accrued Interest Payable	12,013	-	12,013	120,986
Special Deposits	91,627	-	91,627	35,409
Unearned Revenues	610,057	-	610,057	213,419
Advances from Townships	-	-	-	9,457
Advance from the State	-	-	-	465,959
Long-Term Obligations:				
Due Within One Year:				
Bonds and Notes Payable	785,000	-	785,000	5,237,320
Compensated Absences	-	-	-	1,239,372
Due in More Than One Year:				
Bonds and Notes Payable	2,098,000	-	2,098,000	6,329,031
Compensated Absences	221,862	-	221,862	380,533
Net Pension Liability	1,552,941	-	1,552,941	9,105,391
Other Postemployment Benefits	-	-	-	2,407,129
Total Liabilities	5,612,280	109,952	5,722,232	28,496,924
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for Subsequent Year	2,657,719	-	2,657,719	232,098
Pension Related Amounts	576,798	-	576,798	4,160,161
Other Postemployment Related Amounts	-	-	-	1,763,559
Total Deferred Inflows of Resources	3,234,517	-	3,234,517	6,155,818
NET POSITION				
Net Investment in Capital Assets	2,402,205	87,132	2,489,337	36,419,025
Restricted				
Long Term Care Facility	390,188	-	390,188	-
Public Safety and Corrections	14,508	-	14,508	-
Economic and Community Development	170,942	-	170,942	-
Friend of the Court and Indigent Defense	416,203	-	416,203	-
Debt Service	342,820	-	342,820	1,635,122
Senior Citizens	1,500	-	1,500	-
Public Act 302	221	-	221	-
Unrestricted	2,112,972	3,222,397	5,335,369	(10,287,557)
Total Net Position	$ 5,851,559	$ 3,309,529	$ 9,161,088	$ 27,766,590

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General Government	$ 3,240,253	$ 570,668	$ 464,318	$ -
Public Safety	3,045,857	337,470	612,443	-
Highway and Transportation	10,284	5,709	-	-
Health and Welfare	1,253,644	110,685	42,644	-
Culture and Recreation	384,971	219,205	3,568	12,961
Community Development	70,028	31,584	-	-
Interest and Fiscal Charges	117,702	-	-	-
Total Governmental Activities	8,122,739	1,275,321	1,122,973	12,961
BUSINESS-TYPE ACTIVITIES				
Tax Revolving	519,153	573,579	-	-
Construction Code	129,694	129,682	-	-
Total Business-Type Activities	648,847	703,261	-	-
Total Primary Government	$ 8,771,586	$ 1,978,582	$ 1,122,973	$ 12,961
COMPONENT UNITS	$ 31,202,644	$ 18,755,602	$ 8,986,999	$ 1,865,794

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED DECEMBER 31, 2021

Functions/Programs	Net (Expense) Revenue and Changes in Net Position			
	Governmental Activities	Business-Type Activities	Total	Component Units
GOVERNMENTAL ACTIVITIES				
General Government	$ (2,205,267)	$ -	$ (2,205,267)	$ -
Public Safety	(2,095,944)	-	(2,095,944)	-
Highway and Transportation	(4,575)	-	(4,575)	-
Health and Welfare	(1,100,315)	-	(1,100,315)	-
Culture and Recreation	(149,237)	-	(149,237)	-
Community Development	(38,444)	-	(38,444)	-
Interest and Fiscal Charges	(117,702)	-	(117,702)	-
Total Governmental Activities	(5,711,484)	-	(5,711,484)	-
BUSINESS-TYPE ACTIVITIES				
Tax Revolving	-	54,426	54,426	-
Construction Code	-	(12)	(12)	-
Total Business-Type Activities	-	54,414	54,414	-
Total Primary Government	(5,711,484)	54,414	(5,657,070)	-
COMPONENT UNITS	-	-	-	(1,594,249)
GENERAL REVENUES				
Taxes:				
Property Taxes	6,214,509	-	6,214,509	950,705
Other Taxes	877,305	-	877,305	-
Federal and State Grants and Other:				
Contributions not Restricted to Specific Functions	749,421	-	749,421	-
Interest and Investment Earnings	33,467	6,477	39,944	44,822
Forest Timber Sales	5,839	-	5,839	-
PPP Loan Forgiveness	-	-	-	2,883,133
Miscellaneous	33,817	624	34,441	19,767
Gain (Loss) on Sale of Capital Assets	14,033	(7,774)	6,259	107,476
Transfers	42,000	(42,000)	-	-
Total General Revenues and Transfers	7,970,391	(42,673)	7,927,718	4,005,903
CHANGE IN NET POSITION	2,258,907	11,741	2,270,648	2,411,654
Net Position - Beginning of Year	3,592,652	3,297,788	6,890,440	25,354,936
NET POSITION - END OF YEAR	$ 5,851,559	$ 3,309,529	$ 9,161,088	$ 27,766,590

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	General	Maintenance of Effort	Central Dispatch
ASSETS			
Cash and Investments	$ 3,490,606	$ 428,605	$ 106,754
Receivables:			
Property Taxes	230,641	830,179	553,471
Accounts, Net	33,136	-	4
Special Assessments	-	-	-
Loans	-	-	-
Due from Other Funds	261	-	-
Due from Other Governments	224,131	-	43,966
Prepaid Items	118,464	-	16,511
Total Assets	$ 4,097,239	$ 1,258,784	$ 720,706
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	$ 42,253	$ 38,417	$ 21,393
Accrued and Other Current Liabilities	55,172	-	9,795
Due to Other Funds	-	-	-
Special Deposits	91,627	-	-
Unearned Revenues	-	-	-
Total Liabilities	189,052	38,417	31,188
DEFERRED INFLOWS OF RESOURCES			
Property Taxes Levied for Subsequent Year	-	830,179	553,471
Loans Receivable	-	-	-
Special Assessments	-	-	-
Total Deferred Inflows of Resources	-	830,179	553,471
FUND BALANCES			
Nonspendable	118,464	-	16,511
Restricted	-	390,188	-
Committed	749,431	-	119,536
Unassigned	3,040,292	-	-
Total Fund Balances	3,908,187	390,188	136,047
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 4,097,239	$ 1,258,784	$ 720,706

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	2012 Refunding Bond Debt Service	American Rescue Plan Act	Other Governmental Funds	Total
ASSETS				
Cash and Investments	$ 353,910	$ 610,057	$ 2,182,600	$ 7,172,532
Receivables:				
Property Taxes	612,801	-	661,268	2,888,360
Accounts, Net	-	-	9,038	42,178
Special Assessments	-	-	227,270	227,270
Loans	-	-	1,520	1,520
Due from Other Funds	-	-	-	261
Due from Other Governments	-	-	69,772	337,869
Prepaid Items	-	-	24,035	159,010
Total Assets	$ 966,711	$ 610,057	$ 3,175,503	$ 10,829,000
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	$ -	$ -	$ 67,844	$ 169,907
Accrued and Other Current Liabilities	-	-	5,906	70,873
Due to Other Funds	-	-	261	261
Special Deposits	-	-	-	91,627
Unearned Revenues	-	610,057	-	610,057
Total Liabilities	-	610,057	74,011	942,725
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for Subsequent Year	612,801	-	661,268	2,657,719
Loans Receivable	-	-	1,520	1,520
Special Assessments	-	-	227,270	227,270
Total Deferred Inflows of Resources	612,801	-	890,058	2,886,509
FUND BALANCES				
Nonspendable	-	-	24,035	159,010
Restricted	353,910	-	602,777	1,346,875
Committed	-	-	1,584,622	2,453,589
Unassigned	-	-	-	3,040,292
Total Fund Balances	353,910	-	2,211,434	6,999,766
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 966,711	$ 610,057	$ 3,175,503	$ 10,829,000

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
DECEMBER 31, 2021

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total Fund Balances as Shown on Previous Page	$	6,999,766
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements.		3,720,151
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the fund financial statements.		228,790
Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the fund financial statements.		
Deferred Outflows Related to Pensions		149,466
Deferred Inflows Related to Pensions		(576,798)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund financial statements.		
Bonds and Notes Payable		(2,883,000)
Compensated Absences		(221,862)
Net Pension Liability		(1,552,941)
Accrued Interest on Long-Term Obligations		(12,013)
Net Position of Governmental Activities as Reported on the Statement of Net Position	$	5,851,559

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	General	Maintenance of Effort	Central Dispatch
REVENUES			
Taxes	$ 3,841,396	$ 838,288	$ 404,337
Special Assessments	-	-	-
Federal Sources	483,030	-	-
State Sources	900,014	1,258	10,549
Intergovernmental	-	-	-
Licenses and Permits	10,275	-	-
Fines and Forfeits	1,979	-	-
Public Charges for Services	465,678	-	286,926
Miscellaneous	183,927	2,627	3,742
Total Revenues	5,886,299	842,173	705,554
EXPENDITURES			
Current:			
Judicial System	595,447	-	-
General Government	2,466,372	-	-
Public Safety	1,817,899	-	697,895
Highway and Transportation	-	-	-
Health and Welfare	32,344	827,395	-
Culture and Recreation	867	-	-
Community Development	-	-	-
Debt Service:			
Principal	-	-	-
Interest and Fiscal Charges	-	-	-
Capital Outlay	-	-	16,353
Total Expenditures	4,912,929	827,395	714,248
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	973,370	14,778	(8,694)
OTHER FINANCING SOURCES (USES)			
Transfers In	62,000	-	60,000
Transfers Out	(278,910)	-	-
Total Other Financing Sources (Uses)	(216,910)	-	60,000
NET CHANGE IN FUND BALANCES	756,460	14,778	51,306
Fund Balances - Beginning of Year	3,151,727	375,410	84,741
FUND BALANCES - END OF YEAR	$ 3,908,187	$ 390,188	$ 136,047

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	2012 Refunding Bond Debt Service	American Rescue Plan Act	Other Governmental Funds	Total
REVENUES				
Taxes	$ 863,889	$ -	$ 663,548	$ 6,611,458
Special Assessments	-	-	56,951	56,951
Federal Sources	-	464,663	107,011	1,054,704
State Sources	-	-	454,851	1,366,672
Intergovernmental	1,380	-	-	1,380
Licenses and Permits	-	-	8,308	18,583
Fines and Forfeits	-	-	2,500	4,479
Public Charges for Services	-	-	275,259	1,027,863
Miscellaneous	1,469	-	122,511	314,276
Total Revenues	866,738	464,663	1,690,939	10,456,366
EXPENDITURES				
Current:				
Judicial System	-	-	-	595,447
General Government	-	380,035	458,242	3,304,649
Public Safety	-	64,628	190,078	2,770,500
Highway and Transportation	-	-	10,284	10,284
Health and Welfare	-	-	399,176	1,258,915
Culture and Recreation	-	-	307,235	308,102
Community Development	-	20,000	50,102	70,102
Debt Service:				
Principal	715,000	-	39,000	754,000
Interest and Fiscal Charges	94,175	-	26,257	120,432
Capital Outlay	-	-	160,359	176,712
Total Expenditures	809,175	464,663	1,640,733	9,369,143
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	57,563	-	50,206	1,087,223
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	267,594	389,594
Transfers Out	-	-	(68,684)	(347,594)
Total Other Financing Sources (Uses)	-	-	198,910	42,000
NET CHANGE IN FUND BALANCES	57,563	-	249,116	1,129,223
Fund Balances - Beginning of Year	296,347	-	1,962,318	5,870,543
FUND BALANCES - END OF YEAR	$ 353,910	$ -	$ 2,211,434	$ 6,999,766

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net Change in Fund Balances as Shown on Previous Page	$	1,129,223
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital Assets Reported as Capital Outlay in Governmental Fund Statements		431,865
Depreciation Expense Reported in the Statement of Activities		(297,557)
Governmental funds do not present revenues that are not available to pay current obligations. in contrast, such revenues are reported in the Statement of Activities when earned.		(43,916)
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of Net Position.		
Principal Repaid		754,000
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:		
Accrued Interest on Long-Term Debt		2,730
Compensated Absences		(12,470)
Net Pension Liability		708,815
Deferred Outflows of Resources Related to Pensions		(68,278)
Deferred Inflows of Resources Related to Pensions		(345,505)
Change in Net Position of Governmental Activities as Reported in the Statement of Activities	$	2,258,907

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2021

	Tax Revolving	Construction Code	Total
ASSETS			
Current Assets:			
Cash and Investments	$ 2,465,553	$ 188,311	$ 2,653,864
Receivables:			
Other	84,745	-	84,745
Inventories and Prepaid Items	-	378	378
Total Current Assets	2,550,298	188,689	2,738,987
Noncurrent Assets:			
Delinquent Taxes Receivable	593,362	-	593,362
Capital Assets:			
Depreciable	24,359	62,773	87,132
Total Assets	3,168,019	251,462	3,419,481
LIABILITIES			
Current Liabilities:			
Accounts Payable	5,863	284	6,147
Accrued and Other Current Liabilities	-	1,161	1,161
Due to Other Governments	102,644	-	102,644
Total Liabilities	108,507	1,445	109,952
NET POSITION			
Investment in Capital Assets	24,359	62,773	87,132
Unrestricted	3,035,153	187,244	3,222,397
Total Net Position	$ 3,059,512	$ 250,017	$ 3,309,529

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	Tax Revolving	Construction Code	Total
OPERATING REVENUES			
Charges for Services	$ 437,923	$ 129,480	$ 567,403
Penalties and Interest on Taxes	136,280	-	136,280
Total Operating Revenues	574,203	129,480	703,683
OPERATING EXPENSES			
Operation and Maintenance	514,577	115,384	629,961
Depreciation	4,576	14,310	18,886
Total Operating Expenses	519,153	129,694	648,847
OPERATING INCOME (LOSS)	55,050	(214)	54,836
NONOPERATING REVENUES			
Interest Income	6,477	-	6,477
Gain (Loss) on Disposal of Capital Assets	-	(7,774)	(7,774)
Other Nonoperating Revenues	-	202	202
Total Nonoperating Revenues	6,477	(7,572)	(1,095)
INCOME (LOSS) BEFORE TRANSFERS	61,527	(7,786)	53,741
Transfers Out	(40,000)	(2,000)	(42,000)
CHANGE IN NET POSITION	21,527	(9,786)	11,741
Net Position - Beginning of Year	3,037,985	259,803	3,297,788
NET POSITION - END OF YEAR	$ 3,059,512	$ 250,017	$ 3,309,529

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	Tax Revolving	Construction Code	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	$ 661,568	$ 129,480	$ 791,048
Cash Paid for Employee Wages and Benefits	-	(61,116)	(61,116)
Cash Paid to Suppliers and Service Providers	(563,222)	(54,099)	(617,321)
Net Cash Provided by Operating Activities	98,346	14,265	112,611
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Other income	-	202	202
Transfers Out	(40,000)	(2,000)	(42,000)
Net Cash Used by Noncapital Financing Activities	(40,000)	(1,798)	(41,798)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of Capital Assets	(18,684)	(43,884)	(62,568)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	6,477	-	6,477
CHANGE IN CASH AND CASH EQUIVALENTS	46,139	(31,417)	14,722
Cash and Cash Equivalents - Beginning of Year	2,419,414	219,728	2,639,142
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 2,465,553	$ 188,311	$ 2,653,864
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income (Loss)	$ 55,050	$ (214)	$ 54,836
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation	4,576	14,310	18,886
Effect of Changes In Operating Assets and Liabilities:			
Other Accounts Receivable	14,679	-	14,679
Delinquent Taxes Receivable	72,686	-	72,686
Inventories and Prepaid Items	-	(10)	(10)
Accounts Payable	(3,630)	11	(3,619)
Accrued and Other Current Liabilities	(45,015)	168	(44,847)
Net Cash Provided by Operating Activities	$ 98,346	$ 14,265	$ 112,611

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	Private Purpose Trust Fund Youth Camp	Custodial Funds
ASSETS		
Cash and Investments	$ 2,673	$ 548,379
LIABILITIES		
Accounts Payable	-	169,591
Due to Other Governments	-	334,451
Total Liabilities	-	504,042
FIDUCIARY NET POSITION		
Restricted for Scholarships	2,673	-
Restricted for Individuals, Organizations and Other Governments	-	44,337
TOTAL NET POSITION	$ 2,673	$ 44,337

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2021

	Private Purpose Trust Fund Youth Camp	Custodial Funds
ADDITIONS		
Interest on Investments	$ 7	$ -
Library Fees	-	51,339
Taxes and Special Charges Collected	-	8,084,363
Fees Collected	-	983,458
Payments Collected	-	102,827
Total Additions	7	9,221,987
DEDUCTIONS		
Payments to Library	-	34,027
Payments to Other Districts	-	8,084,363
Payments to Other Governments	-	983,458
Other Payments	-	75,802
Total Deductions	-	9,177,650
CHANGE IN NET POSITION	7	44,337
Fiduciary Net Position - Beginning of Year	2,666	-
FIDUCIARY NET POSITION - END OF YEAR	$ 2,673	$ 44,337

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
DECEMBER 31, 2021

	Road Commission	District Health	Medical Care Facility	Totals
ASSETS				
Cash and Investments	$ 2,446,585	$ 1,489,444	$ 5,011,521	$ 8,947,550
Receivables:				
Property Taxes	232,098	-	-	232,098
Accounts	2,832	76,871	1,328,528	1,408,231
Due from Other Governments	1,089,990	-	-	1,089,990
Inventories and Prepaid Items	743,021	-	-	743,021
Assets Limited as to Use	-	-	3,209,556	3,209,556
Other Current Assets	6,985	-	374,409	381,394
Capital Assets, Nondepreciable	109,857	-	44,039	153,896
Capital Assets, Depreciable	23,761,181	552,264	18,069,299	42,382,744
Total Assets	28,392,549	2,118,579	28,037,352	58,548,480
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Amounts	358,175	-	3,295,620	3,653,795
Other Postemployment Related Amounts	118,086	-	98,971	217,057
Total Deferred Outflows of Resources	476,261	-	3,394,591	3,870,852
LIABILITIES				
Accounts Payable	312,707	89,904	1,734,381	2,136,992
Accrued and Other Current Liabilities	90,259	64,443	660,345	815,047
Due to Other Governments	879	-	-	879
Accrued Interest Payable	-	-	120,986	120,986
Special Deposits	-	-	35,409	35,409
Unearned Revenues	213,419	-	-	213,419
Advances from Townships	9,457	-	-	9,457
Advances from the State	370,244	95,715	-	465,959
Long-Term Obligations:				
Due Within One Year:				
Bonds and Notes Payable	202,219	-	5,035,101	5,237,320
Compensated Absences	65,000	33,971	1,140,401	1,239,372
Due In More Than One Year:				
Bonds and Notes Payable	1,080,295	-	5,248,736	6,329,031
Compensated Absences	186,214	194,319	-	380,533
Net Pension Liability	5,140,433	2,791,204	1,173,754	9,105,391
Other Postemployment Benefits	2,224,423	-	182,706	2,407,129
Total Liabilities	9,895,549	3,269,556	15,331,819	28,496,924
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for Subsequent Year	232,098	-	-	232,098
Pension Related Amounts	743,087	635,819	2,781,255	4,160,161
Other Postemployment Related Amounts	709,254	-	1,054,305	1,763,559
Total Deferred Inflows of Resources	1,684,439	635,819	3,835,560	6,155,818
NET POSITION				
Net Investment in Capital Assets	22,588,524	552,264	13,278,237	36,419,025
Restricted for Debt Service	-	-	1,635,122	1,635,122
Unrestricted	(5,299,702)	(2,339,060)	(2,648,795)	(10,287,557)
Total Net Position	$ 17,288,822	$ (1,786,796)	$ 12,264,564	$ 27,766,590

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF ACTIVITIES
COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2021

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Road Commission	$ 6,960,167	$ 2,172,374	$ 4,207,445	$ 1,865,794
District Health	2,953,899	452,464	1,999,828	-
Medical Care Facility	21,288,578	16,130,764	2,779,726	-
Total Component Units	$ 31,202,644	$ 18,755,602	$ 8,986,999	$ 1,865,794

See accompanying Notes to Basic Financial Statements.

IRON COUNTY, MICHIGAN
STATEMENT OF ACTIVITIES (CONTINUED)
COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2021

	Net (Expense) Revenue and Changes in Net Position			
	Road Commission	District Health	Medical Care Facility	Totals
Road Commission	$ 1,285,446	$ -	$ -	$ 1,285,446
District Health	-	(501,607)	-	(501,607)
Medical Care Facility	-	-	(2,378,088)	(2,378,088)
Total Component Units	1,285,446	(501,607)	(2,378,088)	(1,594,249)
GENERAL REVENUES				
Taxes:				
Property Taxes	231,011	719,694	-	950,705
Interest and Investment Earnings	-	4,865	39,957	44,822
PPP Loan Forgiveness	-	-	2,883,133	2,883,133
Miscellaneous	-	19,767	-	19,767
Gain on Sale of Capital Assets	107,476	-	-	107,476
Total General Revenues	338,487	744,326	2,923,090	4,005,903
CHANGE IN NET POSITION	1,623,933	242,719	545,002	2,411,654
Net Position - Beginning of Year	15,664,889	(2,029,515)	11,719,562	25,354,936
NET POSITION - END OF YEAR	$ 17,288,822	$ (1,786,796)	$ 12,264,564	$ 27,766,590

See accompanying Notes to Basic Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of Iron County, Michigan (the County), have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the County are described below:

A. Reporting Entity

The County is a municipal corporation governed by an elected five-member board. In accordance with U.S. GAAP, the basic financial statements are required to include the County and any separate component units that have a significant operational or financial relationship with the County. The County has identified the following component units that are required to be included in the basic financial statements.

Iron County Road Commission

Iron County Road Commission (the Commission), which was established pursuant to the County Road Law, (MCL 224.1), is governed by an elected five-member Board of County Road Commissioners. The Commission may not issue debt without the approval of the Iron County Board of Commissioners. Property taxes, as approved by the county electors, would be levied under the taxing authority of the County. Complete financial statements of the Commission can be obtained directly from the Commission's administrative office at 800 West Franklin Street, Iron River, MI 49935.

Dickinson-Iron District Health Department

The Dickinson-Iron District Health Department (the District) is governed by an appointed 6-member Board of Health, jointly appointed by the Iron County Board of Commissioners and the Dickinson County Board of Commissioners. The District's operations and capital budgets are approved by both of the County Board of Commissioners. Separate financial statements of the District are not issued.

Iron County Medical Care Facility

Iron County Medical Care Facility (the Facility) is a 200-bed, long-term medical care unit owned and operated by Iron County, Michigan. The Facility also operates a 25-bed assisted living unit. It is governed by the Iron County Department of Human Services Board. This Board consists of three members, two of whom are appointed by the Iron County Board of Commissioners, and one appointed by the Michigan governor. Further, the Iron County Board of Commissioners approves the budget for the Facility. Complete financial statements of the Facility can be obtained directly from the Facility's administrator's office at 1523 U.S. Highway 2, Crystal Falls, MI 49920.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Jointly Governed Organizations

Northpointe Behavioral Healthcare Systems Authority

Iron County entered into an inter-local agreement with Dickinson and Menominee Counties on October 26, 1994 for the purpose of establishing an Authority to govern community mental health programs. The Northpointe Behavioral Healthcare Systems Authority was established pursuant to the Michigan Constitution of 1963, Article 7, Section 28, the Mental Health Code, 1974 PA 258, as amended, and the Urban Cooperation Act, 1967 PA 7 and is governed by a 12-member board. The board is made up of five members each from Menominee and Dickinson Counties and two members from Iron County. The County does not have an ongoing financial interest, or an ongoing financial responsibility in Northpointe, but did make an appropriation in the amount of $44,113. Complete financial statements of Northpointe Behavioral Healthcare Systems Authority can be obtained directly from their administrative office at 715 Pyle Drive, Kingsford, MI 49802.

C. Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Governmental funds include general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise and internal service funds. The County has no internal service funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements (Continued)

The County reports the following major funds:

General Fund

This is the County's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

Maintenance of Effort Special Revenue Fund

This fund accounts for the maintenance of effort activities of the Medical Care Facility. The primary revenue source is property taxes.

Central Dispatch Special Revenue Fund

This fund accounts for the operations of the Public Safety Dispatching for the County. The primary revenue source is property taxes and public charges of services.

American Rescue Plan Act Special Revenue Fund

This fund accounts for recording the funds received and spent from the American Rescue Plan Act. The primary revenue source of the fund is federal aid.

2012 Refunding Bond Debt Service Fund

This fund accounts for the activity related to the 2012 refunding bond debt issuance.

The County reports the following major enterprise funds:

Tax Revolving Proprietary Fund

This fund accounts for the purchase and collection of delinquent property taxes from cities and townships of the County.

Construction Code Proprietary Fund

This fund accounts for inspections for municipalities within Iron County.

Additionally, the County reports the following fund types:

- Custodial funds are used to account for assets held by the or as an agent for individuals, private organizations, other governments.

- The County uses a private purpose trust fund to account for assets held under a trust agreement.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

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

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

Revenues susceptible to accrual include intergovernmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, fines and forfeits and miscellaneous revenues are recognized when received in cash or when measurable and available.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, and fees and fines, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's proprietary funds are charges to customers for services. Operating expenses for proprietary funds include the costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance

1. Cash and Investments

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less from date of acquisition are considered to be cash equivalents.

2. Property Taxes

The County General Fund property tax is levied on each July 1st and other County approved millage are levied on December 1st on the taxable valuation of the property located in the County as of the preceding March 31st and December 31st, respectively. The extra voted millage of the County's 2021 ad valorem taxes are levied and collectible on December 1, 2020. It is the County policy to recognize revenues from the current tax levy in the subsequent fiscal year when the proceeds from this levy are budgeted and made available for the financing of the extra voted millage purposes. The County also levies all of its operating millage on July 1st, these amounts are recognized as revenue when collected as well as the amount the County expects to receive as part of the tax settlement which is usually within 180 days of the end of the County's fiscal year-end.

The 2020 taxable valuation of Iron County amounted to $539,541,442 on which ad valorem taxes of .4967 mills were levied for Youth Camp; 1.4902 mills for MCF Operations; .2682 mills for Senior Citizens, .4172 mills for Health Department; .4967 mills for County Road Commission; 1.10 mills for 2012 Refunding Bond Debt, .0745 for Veterans, .1490 mills for County Ambulance, .9935 for Dispatch, .0993 for Meals on Wheels, and .0993 for Healthcare Assistance. The 2021 taxable valuation of Iron County amounted to $555,092,117 on which the County levied 6.3882 mills as part of the July 1st levy.

For fiscal year 2021, the December 2020 tax levy raised approximately $268,590 for Youth Camp; $805,900 for MCF Operations; $144,970 for Senior Citizens; $225,590 for Health Department; $268,590 for County Road Commission, including amounts remitted to other municipalities; $832,730 for 2012 Refunding Bond Debt; $40,260 for Veterans; $80,520 for County Ambulance; $393,600 for Dispatch; $53,710 for Meals on Wheels, and $53,710 for Healthcare Assistance. The July 2021 tax levy raised approximately $3,515,000 for general fund operations.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

2. Property Taxes (Continued)

The December 1, 2021 tax levy for all of the County's extra voted millage will be recorded as taxes receivable and deferred inflows of resources and is anticipated to raise the following tax revenue for fiscal year 2022: Youth Camp $276,710; MCF Operations $830,180; Senior Citizens $149,410; Health Department $232,420; County Road Commission $276,710; 2012 Refunded Bond Retirement $612,800; Veterans $41,500; County Ambulance $83,010; 911 Dispatch $553,470; Meals on Wheels $55,320 and Healthcare Assistance $55,320.

3. Special Assessments

In 2017, the County assessed property owners who benefited from improvements made at Indian Lake. Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are collected on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are due and collectible within the period of availability.

4. Loans Receivable

The County records a loan receivable and expenditure when the loan has been made and the funds disbursed. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements. In the governmental funds, the County records a deferred inflow of resources for the net amount of the receivable. As the loans are repaid, revenue is recognized.

5. Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" and "due to other funds" in the fund financial statements.

The amount reported on the statement of net position for internal balances, if any, represents the residual balance outstanding between the governmental and business-type activities.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

6. Inventories

Inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure/expense at the time individual inventory items are consumed rather than when purchased.

Inventories of governmental funds in the fund financial statements are classified as nonspendable fund balance to indicate that they do not represent spendable available financial resources.

7. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items and are expensed in the period benefiting.

Prepaid items of governmental funds in the fund financial statements are classified as nonspendable fund balance to indicate that they do not represent spendable available financial resources.

8. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of $5,000 or higher and an estimated useful life in excess of a year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition 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 asset lives are not capitalized.

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

Assets	Governmental Activities	Business-Type Activities
	Years	
Buildings and Improvements	20 to 50	-
Machinery and Equipment	3 to 20	3 to 20
Infrastructure	40	-

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

9. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick leave benefits in accordance with employee handbook policies and/or bargaining unit agreements. All vacation and sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds in the fund financial statements only if they have matured, for example, as a result of employee resignations and retirements.

10. Deferred Outflows/Inflows of Resources

Deferred outflows of resources are a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the government that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses or expenditures and revenues are deferred until the future periods to which the outflows and inflows are applicable.

Governmental funds may report deferred inflows of resources for unavailable revenues. The County reports unavailable revenues for special assessments and loan receivables. These inflows are recognized as revenues in the government-wide financial statements.

11. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

12. Pensions

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

13. Fund Equity

Governmental Fund Financial Statements

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- **Nonspendable Fund Balance.** Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.

- **Restricted Fund Balance.** Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.

- **Committed Fund Balance.** Amounts that are constrained for specific purposes by action of the County Board of Commissioners. These constraints can only be removed or changed by the County Board using the same action that was used to create them.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

13. Fund Equity (Continued)

Governmental Fund Financial Statements (Continued)

- **Assigned Fund Balance.** Amounts that are constrained for specific purposes by action of County management. The County Board has authorized the County Board of Commissioners to assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.

- **Unassigned Fund Balance.** Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The County has adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. Where applicable, the policy requires restricted funds to be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

Government-Wide and Proprietary Fund Statements

Equity is classified as net position and displayed in three components:

- **Net Investment in Capital Assets.** Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.

- **Restricted Net Position.** Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

- **Unrestricted Net Position.** Net position that is neither classified as restricted nor as net investment in capital assets.

F. Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

NOTE 2 STEWARDSHIP AND COMPLIANCE

A. Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the basic financial statements:

1. In mid-year, a proposed operating budget for the fiscal year commencing the following January 1st is submitted to the County Board of Commissioners. The operating budget includes proposed expenditures and the means of financing them.

2. Numerous opportunities exist for public comment during the budget process including at least one formal public hearing conducted at the Courthouse to obtain taxpayer comment.

3. Pursuant to statute, prior to commencement of a year, the budget for the ensuing year is legally enacted through adoption by the County Board of Commissioners.

4. The general statute governing County budgetary activity is the Uniform Budgeting and Accounting Act.

5. Iron County adopts its annual budget on a line item basis. The budget structure consists of level of detail as follows:

    a. Resources
    b. General appropriation and functional groups
    c. Departmental appropriations

    At each level of detail, governmental operations are summarized into revenue or expenditure account groups. Budgetary control exists at the level adopted by the Board of Commissioners. Accounting classification controls, reside at the line item detail level.

6. Annual budgets are adopted on a basis consistent with generally accepted accounts principles for the general and special revenue funds. All annual appropriations lapse at year-end. The legal level of budgetary control is the activity level in the general fund and the functional level for special revenue funds. The County did not adopt a budget for the American Rescue Plan Act for 2021.

7. Budgets of certain funds reflect utilization of a portion of beginning fund balance. Only the appropriated beginning fund balance amount is reflected in the budgets under the caption Fund Balance, beginning of year.

8. Budgets have been amended during 2021. All budget amendments are presented to the Finance Committee. In December, the Board of Commissioners approved the final amendments to the annual budget.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

The Iron County treasurer maintains bank deposits for the County and its component units. The carrying amount of the bank deposits held by the County treasurer totaled $21,565,945 on December 31, 2021 as summarized below:

Petty Cash and Cash on Hand	$ 3,085
Deposits with Financial Institutions	21,562,860
Total	$ 21,565,945
Government-Wide Statement of Net Position	
Cash and Investments	$ 9,826,396
Fiduciary Fund Statement of Net Position	
Cash and Investments	551,052
Subtotal	10,377,448
Component Units:	
Road Commission	1,895,758
Dickinson-Iron Health District	1,489,444
Medical Care Facility	7,803,295
Total	$ 21,565,945

The amounts reflected above for the Component Units includes cash and assets limited as to use for the Medical Care Facility are held by the County.

Fair Value Measurements

The County categorizes its fair value measurements within the fair value hierarchy established by U.S. GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The County currently has no investments that are subject to fair value.

Deposits and investments of the County and its component units are subject to various risks. Component units maintain additional deposit accounts in addition to the cash held by the County treasurer. Presented below and included with component unit disclosures is a discussion of the County and its component units' cash and investments and related risks.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The County does not have an additional custodial credit policy.

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Custodial Credit Risk (Continued)

Deposits with financial institutions within the state of Michigan are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of $250,000 for the combined amount of all time and savings deposits and $250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the state of Michigan are insured by the FDIC in the amount of $250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of $250,000 per credit union member.

As of December 31, 2021, $20,920,940 of the County and its component units' deposits with financial institutions were in excess of federal depository insurance limits. No amounts were collateralized.

B. Capital Assets

Capital asset activity for the year ended December 31, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Nondepreciable:				
Land	$ 189,118	$ -	$ -	$ 189,118
Construction in Progress	77,050	76,004	77,050	76,004
Total Capital Assets, Nondepreciable	266,168	76,004	77,050	265,122
Capital Assets, Depreciable:				
Buildings and Improvements	7,027,624	127,285	-	7,154,909
Machinery and Equipment	2,067,904	305,626	69,587	2,303,943
Infrastructure	575,191	-	-	575,191
Subtotals	9,670,719	432,911	69,587	10,034,043
Less Accumulated Depreciation for:				
Buildings and Improvements	4,603,660	127,356	-	4,731,016
Machinery and Equipment	1,519,016	147,382	69,587	1,596,811
Infrastructure	228,368	22,819	-	251,187
Subtotals	6,351,044	297,557	69,587	6,579,014
Total Capital Assets, Depreciable, Net	3,319,675	135,354	-	3,455,029
Governmental Activities Capital Assets, Net	$ 3,585,843	$ 211,358	$ 77,050	3,720,151
Less: Capital Related Debt				1,317,946
Net Investment in Capital Assets				$ 2,402,205

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets, Depreciable:				
Machinery and Equipment	$ 88,027	$ 62,568	$ 38,870	$ 111,725
Less Accumulated Depreciation for:				
Machinery and Equipment	36,803	18,886	31,096	24,593
Total Capital Assets, Depreciable, Net	51,224	43,682	7,774	87,132
Business-Type Activities Capital Assets, Net	$ 51,224	$ 43,682	$ 7,774	$ 87,132

Depreciation expense was charged to functions of the County as follows:

Governmental Activities:	
General Government	$ 158,237
Public Safety	104,975
Culture and Recreation	34,345
Total Depreciation Expense - Governmental Activities	$ 297,557
Business-Type Activities:	
Tax Revolving	$ 4,576
Construction Code	14,310
Total Depreciation Expense - Business-Type Activities	$ 18,886

C. Interfund Receivable, Payables, and Transfers

Interfund receivables and payables between individual funds of the County, as reported in the fund financial statements, as of December 31, 2021 are detailed below:

	Interfund Receivables	Interfund Payables
Temporary Cash Advances:		
Governmental Funds:		
General	$ 261	$ -
Other Governmental Funds:		
Drug Court Grant Program	-	261
Totals	$ 261	$ 261

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Interfund Receivable, Payables, and Transfers (Continued)

Interfund transfers for the year ended December 31, 2021 were as follows:

Funds	Transfer In	Transfer Out
Governmental Funds:		
General	$ 62,000	$ 278,910
Other Governmental Funds:		
Special Revenue Funds:		
County Parks	-	2,500
Friend of the Court Incentive	10,000	-
Central Dispatch	60,000	-
Law Library	10,000	-
Drug Court Grant Program	7,500	-
Alcohol Assessment	-	12,500
Soldiers Relief	1,400	-
Plat Book Fund	-	10,000
Courthouse Repair Fund	95,000	
Airport	5,000	-
Forestry Management	-	2,500
Michigan Indigent Defense	73,437	-
Capital Projects Fund:		
Indian Lake Capital Projects	-	41,184
Debt Service Funds:		
2003 Courthouse Debt Retirement	24,073	-
2017 Indian Lake Debt Retirement	41,184	-
Enterprise Funds:		
Tax Revolving	-	40,000
Construction Code	-	2,000
Totals	$ 389,594	389,594
Less: Interfund Eliminations		347,594
Transfers Per Statement of Activities		$ 42,000

Interfund transfers were made for the following purposes:

Quarterly Apportionments from the General Fund to Central Dispatch, Friend of the Court Incentive, Law Library, Soldiers Relief, and Airport Fund	$ 86,400
Cover General Fund Operational Expenditures for County Parks, Forestry, Alcohol Assessment, Plat Book and Construction Code	22,000
Cover Operation Expenditures for Indigent Defense Fund that Was Originally Budgeted for in the General Fund	73,437
Move Funds to Drug Court from Alcohol Assessment	7,500
Payment on GO Debt from the General Fund	24,073
Payment for Indian Lake Bond	41,184
Move general fund money to Courthouse Repair Fund	95,000
Delinquent Tax Revolving Fund Recovered Payment to General Fund	40,000
Total	$ 389,594

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Long-Term Obligations

The following is a summary of changes in long-term obligations of the County for the year ended December 31, 2021:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Debt:					
Bonds	$ 3,637,000	$ -	$ 754,000	$ 2,883,000	$ 785,000
Compensated Absences	209,392	12,470	-	221,862	-
Governmental Activities Long-Term Obligations	$ 3,846,392	$ 12,470	$ 754,000	$ 3,104,862	$ 785,000

Total interest paid during the year on long-term debt totaled $119,636.

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/21
General Obligation Bonds	08/19/03	08/01/33	4.25%	$ 400,000	$ 223,000
General Obligation Tax Refunding Bonds	03/08/12	06/01/33	2.75	7,285,000	2,225,000
General Obligation Bonds	12/21/17	06/01/37	2.65%-4.30%	510,000	435,000
Total					$ 2,883,000

Annual principal and interest maturities of the outstanding general obligation debt of $2,883,000 on December 31, 2021 are detailed below:

	Governmental Activities		
Year Ended December 31,	Principal	Interest	Total
2022	$ 785,000	$ 89,136	$ 874,136
2023	155,000	71,211	226,211
2024	156,000	66,344	222,344
2025	161,000	61,326	222,326
2026	162,000	56,041	218,041
2027-2031	923,000	188,761	1,111,761
2032-2036	511,000	35,404	546,404
2037	30,000	645	30,645
Total	$ 2,883,000	$ 568,869	$ 3,451,869

For governmental activities, the other long-term liabilities are generally funded by the general fund.

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Pension Plan – General County

1. Plan Description

The County's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple-employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmich.com or in writing at 1134 Municipal Way, Lansing, Michigan 48917.

2. Benefits Provided

Benefit provisions used in the December 31, 2021 valuation were as follows:

	01-General Closed	02-Sheriff Closed	10-AFSCME Courthouse EE Closed	11-911 Dispatchers Closed	20-Sheriff & Undersheriff Closed
Benefit Multiplier	2.25% (80% Max)	2.25% (80% Max)	2.25% (80% Max)	2.25% (80% Max)	2.25% (80% Max)
Normal Retirement Age	60	60	60	60	60
Vesting	6 years	6 years	6 years	6 years	6 years
Early Retirement (Unreduced)	55/15	55/15	55/15	55/15	55/15
Early Retirement (Reduced)	50/25	50/25	50/25	50/25	50/25
Final Average Compensation	5 years	5 years	5 years	5 years	5 years
Employee Contributions	0%	0%	0%	0%	0%
Act 88	Yes	Yes	Yes	Yes	Yes

3. Employees Covered by Benefit Terms

At the December 31, 2021 valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	67
Inactive Employees Entitled to but not Yet Receiving Benefits	12
Active Employees	9
Total	88

4. Contributions

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Pension Plan – General County (Continued)

4. Contributions (Continued)

The required monthly contributions for the year ended December 31, 2021 for closed divisions is shown as a monthly dollar contribution as follows:

01 - General	$ 21,626
02 - Sheriff	4,575
10 - AFSCME Courthouse EE	14,304
11 - 911 Dispatchers	1,264
20 - Sheriff and Undersheriff	3,364

During the year ended December 31, 2021, the County's contributions to MERS totaled $721,176.

5. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net position liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021.

Changes in net pension liability during the measurement year ended December 31, 2021 are as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances - Beginning of Year	$ 9,113,222	$ 6,851,466	$ 2,261,756
Changes for the Year:			
Service Cost	44,393	-	44,393
Interest on Total Pension Liability	636,647	-	636,647
Difference Between Expected and Actual Experience	(8,759)	-	(8,759)
Changes in Assumptions	298,932	-	298,932
Contributions - Employer	-	721,176	(721,176)
Employee Contributions	-	-	-
Net Investment Income	-	969,976	(969,976)
Benefit Payments, Including Refunds	(708,154)	(708,154)	-
Administrative Expenses	-	(11,124)	11,124
Other Changes	-	-	-
Net Changes	263,059	971,874	(708,815)
Balances - End of Year	$ 9,376,281	$ 7,823,340	$ 1,552,941

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Pension Plan – General County (Continued)

5. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For the year ended December 31, 2021 the County recognized pension expense of $426,144.

At December 31, 2021, the County reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ 4,379
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	-	572,419
Changes in Assumptions	149,466	-
Total	$ 149,466	$ 576,798

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

Year Ended December 31,	Expense
2022	$ 59,514
2023	(225,693)
2024	(163,492)
2025	(98,061)
Total	$ (427,732)

6. Actuarial Assumptions

The total pension liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5% In the Long-Term
Salary Increases	3.00% Average, Including Inflation
Investment Rate of Return	7.00%, Net of Investment Expense, Including Inflation

Mortality rates were based on the Pub-2010 and full generational MP-2019 Healthy based upon the experience study dated February 14, 2020

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Pension Plan – General County (Continued)

6. Actuarial Assumptions (Continued)

The actuarial assumptions used in the December 31, 2021 actuarial valuation were based on the results of the most recent actuarial experience study dated February 14, 2020.

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 best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	60.00%	5.25%
Global Fixed Income	20.00%	1.25%
Private Investments	20.00%	7.25%

Discount Rate

The discount rate used to measure the total pension liability is 7.25% for 2021. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine total pension liability. The discount rate was changed in the current year actuarial valuation from 7.60% previously.

Sensitivity of the County's Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the Net Pension Liability of the County, calculated using the discount rate of 7.25%, as well as what the Commission's Net Pension Liability would be using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate.

	1% Decrease to Discount Rate (6.25%)	Current Discount Rate (7.25%)	1% Increase to Discount Rate (8.25%)
Net Pension Liability	$ 2,504,501	$ 1,552,941	$ 739,820

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Pension Plan – General County (Continued)

7. Payables to the Pension Plan

At December 31, 2021, the County reported a payable of $52,083 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2021.

F. Defined Contribution Plan Description

Iron County participates in a defined contribution plan administered by the Municipal Employee's Retirement System (MERS). The retirement plan covers regular full-time and part-time employees hired after April 1, 2004.

For full-time employees, the County agrees to fund 6% of the gross employee earnings per pay period into a Section 401(a) Defined contribution individual retirement account. To encourage full-time employees to participate, the County agrees to match individual pre-tax contributions into a section 457 Deferred Compensation Program, 50% employer and 50% employee, up to an additional 6% (3% employer and 3% employee) for a total of 12% (9% employer and 3% employee).

For part-time employees, the County agrees to fund 4% of the gross employee earnings per pay period into a Section 401(a) defined contribution individual retirement account. To encourage part-time employees to participate, the County agrees to match individual pre-tax contributions into a section 457 Deferred Compensation Program, 50% employer and 50% employee, up to an additional 6% (3% employer and 3% employee) for a total of 10% (7% employer and 3% employee).

Both full-time and part-time employees have the option of providing additional unmatched pre-tax contributions to their individual Section 457 retirement account as authorized by the plan. A vesting schedule gives employees 20% vesting per year and at the end of the fifth year employees will be 100% vested on the employer's contribution portion. Employees are always 100% vested on the employee contribution portion.

During the 2021 fiscal year, employer contributions relating to the defined contribution plan were $189,674. The County received $55,805 from MERS in forfeitures that occurred during the year.

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Equity

Nonspendable Fund Balance

In the fund financial statements, portions of the governmental fund balances are amounts that cannot be spent because they are either 1) not in spendable form or 2) legally or contractually required to be maintained intact. At December 31, 2021, nonspendable fund balance was as follows:

General Fund:		
Prepaid Items	$	118,464
Central Dispatch:		
Prepaid Items		16,511
Other Non-Major Governmental Funds:		
Prepaid Items		24,035
Total Nonspendable Fund Balance	$	159,010

Restricted Fund Balance

In the fund financial statements, portions of governmental fund balances are not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2021, restricted fund balance was as follows:

Maintenance of Effort:		
Restricted for:		
Maintenance of Effort of Long-Term Care Facility	$	390,188
2012 Refunding Bond Debt Service:		
Restricted for:		
Debt Service		353,910
Other Governmental Funds:		
Restricted for:		
Public Safety Equipment		3,290
Probation and Correction Holds		11,218
Friend of The Court		57,157
Economic Development Loans		78,143
Community Development		91,279
Senior Citizen Centers		1,500
Public Act 302		221
Michigan Indigent Defense		359,046
Debt Service		923
Subtotal		602,777
Total Restricted Fund Balance	$	1,346,875

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Equity (Continued)

Committed Fund Balance

In the fund financial statements, portions of government fund balances are committed by County Board action. At December 31, 2021, government fund balance was committed as follows:

General Fund:		
Committed for:		
Budget Stabilization	$	749,431
Capital Projects Funds:		
Indian Lake		213,414
Special Revenue Funds:		
Committed for:		
County Youth Camp		265,219
Family Counseling		21,076
County Parks		135,385
Register of Deeds Automation		142,111
Central Dispatch		119,536
Correction Officer Training		20,650
Concealed Weapon Permits		37,361
Drug Forfeiture		1,529
Law Library		1,116
Drug Court		19,474
Alcohol Assessment		35,927
Child Care		36,665
Soldiers Relief		1,586
Veterans Trust		151
Plat Books		46,610
Sheriff Equipment		98,226
Courthouse Repairs		156,374
Airport		12,534
Forest Management		308,990
Ambulance		20,811
Health Care Assistance		926
Meals on Wheels		926
Invasive Species		7,561
Subtotal		1,490,744
Total Committed Fund Balance	$	2,453,589

Minimum General Fund Balance Policy

With the implementation of GASB 54, budget stabilization funds are required to be reported within the General Fund, and beginning and ending fund balances are reflected within the fund balances of the General Fund as of year-end.

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Equity (Continued)

Minimum General Fund Balance Policy (Continued)

The County has a minimum fund balance policy whereas the unassigned balance should exceed 17% of the current year's general fund budgeted expenditures. See the current year's minimum fund balance below:

Current 2021 General Fund Budgeted Expenditures	$	5,372,477
Minimum Fund Balance %		(x) 17%
Minimum Fund Balance Amount	$	913,321

The general fund's unassigned balance as of December 31, 2021 is $3,040,292, which is greater than the minimum required.

NOTE 4 OTHER INFORMATION

A. Component Units

This report contains the Iron County Road Commission (the Commission), the Dickinson-Iron Health District (the District), and the Iron County Medical Care Facility (the Facility) which are included as discretely presented component units. Financial information for the year ended December 31, 2021 is presented aggregately in the statement of net position and the statement of activities. Additional disclosures for each component unit follows:

Iron County Road Commission

1. Cash and Investments

The Commission's investment policy, adopted by the Board, follows Michigan law with respect to the authorized cash and investments. The Commission's investment policy does not contain specific provisions to limit the Commission's exposure to interest rate risk or impose limitations on the amount that can be invested in any one issuer. The Commission's deposits and investment policy are in accordance with statutory authority.

As of December 31, 2021, the carrying amount of the Commission's cash and investments totaled $2,446,585 and consisted of bank deposits of $2,446,385 and petty cash of $200.

The bank balance of the Commission's deposits is $2,461,961, of which $750,000 is covered by Federal depository insurance. The remaining $1,711,961 is uncollateralized. The Commission's investment policy contains asset diversification requirements that limit, to some extent, exposure to custodial credit risk for deposits.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

2. Capital Assets

A summary of changes in the Commission's capital assets for the year ended December 31, 2021 follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Nondepreciable:				
Land	$ 26,568	$ -	$ -	$ 26,568
Construction in Progress	150,537	45,714	112,962	83,289
Total Capital Assets, Nondepreciable	177,105	45,714	112,962	109,857
Capital Assets, Depreciable:				
Buildings and Improvements	3,486,052	-	-	3,486,052
Equipment	5,795,242	791,517	1,119,112	5,467,647
Infrastructure	34,214,616	2,392,501	-	36,607,117
Total Capital Assets, Depreciable	43,495,910	3,184,018	1,119,112	45,560,816
Less Accumulated Depreciation for:				
Buildings and Improvements	1,874,591	114,997	-	1,989,588
Equipment	4,911,591	374,461	641,644	4,644,408
Infrastructure	13,428,003	1,737,636	-	15,165,639
Subtotals	20,214,185	2,227,094	641,644	21,799,635
Total Capital Assets, Depreciable, Net	23,281,725	956,924	477,468	23,761,181
Capital Assets, Net	$ 23,458,830	$ 1,002,638	$ 590,430	23,871,038
Less: Capital Related Debt				1,282,514
Net Investment in Capital Assets				$ 22,588,524

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

3. Long-Term Obligations

A summary of changes in the Commission's long-term obligations for the year ended December 31, 2021 follows:

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
Michigan Transportation Fund:					
Refunding Bonds	$ 1,245,000	$ -	$ 85,000	$ 1,160,000	$ 90,000
Installment Notes	107,529	242,813	227,828	122,514	112,219
Compensated Absences	222,085	129,274	100,145	251,214	65,000
Total Long-Term Obligations	$ 1,574,614	$ 372,087	$ 412,973	$ 1,533,728	$ 267,219

Long-term debt outstanding as of December 31, 2021 follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/21
Michigan Transportation Fund					
Refunding Bonds	04/03/12	08/01/32	1.20% - 3.25%	$ 1,880,000	$ 1,160,000
Installment Note	01/15/21	01/15/23	1.80%	242,813	122,514
Total Outstanding Debt					$ 1,282,514

Annual principal and interest maturities of the outstanding debt of $1,282,514 on December 31, 2021 are detailed below:

Year Ended	Bonds Payable		Installment Note Payable		Totals	
December 31,	Principal	Interest	Principal	Interest	Principal	Interest
2022	$ 90,000	$ 35,688	$ 112,219	$ 1,194	$ 202,219	$ 36,882
2023	95,000	32,987	10,295	16	105,295	33,003
2024	100,000	30,137	-	-	100,000	30,137
2025	95,000	27,138	-	-	95,000	27,138
2026	100,000	24,288	-	-	100,000	24,288
2027-2031	560,000	73,750	-	-	560,000	73,750
2032	120,000	3,900	-	-	120,000	3,900
Total	$ 1,160,000	$ 227,888	$ 122,514	$ 1,210	$ 1,282,514	$ 229,098

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

4. Pension Plan

Plan Description

The Commission's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple-employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmich.com.

Benefits Provided

Benefit provisions used in the December 31, 2020 valuation were as follows:

	01-Commisioner Non-Union Closed	10-Union Closed	11-Hourly Non-Union Closed	12-Non-Union after 10-14 & Union after 10/11 Open
Benefit Multiplier	2.50% (80% Max)	2.50% (80% Max)	2.50% (80% Max)	1.70% (No Max)
Normal Retirement Age	60	60	60	60
Vesting	10 years	10 years	10 years	10 years
Early Retirement (Unreduced)	55/20	-	55/20	-
Early Retirement (Reduced)	50/25; 55/15	50/25; 55/15	50/25; 55/15	50/25; 55/15
Final Average Compensation	3 years	5 years	3 years	5 years
COLA for Future Retirees	2.5% (Non-Compound)	2.5% (Non-Compound)	2.5% (Non-Compound)	-
COLA for Current Retirees	2.5% (Non-Compound)	2.5% (Non-Compound)	2.5% (Non-Compound)	-
Employee Contributions	0%	0%	0%	0%
Act 88	Yes	Yes	Yes	Yes

Employees Covered by Benefit Terms

At the December 31, 2020 valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	43
Inactive Employees Entitled to but not Yet Receiving Benefits	2
Active Employees	21
Total	66

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

4. Pension Plan (Continued)

Contributions

The Commission is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The required employer contribution for the year ended December 31, 2021 for open divisions is shown as a percent of pay contribution and for closed divisions is shown as a monthly contribution as follows.

01 - Comm/Sal/Non-Union	$	7,556
10 - Union		31,776
11 - Hourly Non-Union		24,533
12 - Non-Union after 10/14: Union after 10/11		8.18%

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

The net pension liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. Update procedures were used to roll forward the total pension liability to the measurement date of December 31, 2021.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

4. Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Changes in net pension liability during the measurement year ended December 31, 2021 are as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances - Beginning of Year	$ 13,533,498	$ 7,268,967	$ 6,264,531
Changes for the Year:			
Service Cost	117,392	-	117,392
Interest on Total Pension Liability	996,271	-	996,271
Difference Between Expected and Actual Experience	(260,471)	-	(260,471)
Changes in Assumptions	342,982	-	342,982
Contributions - Employer	-	1,278,424	(1,278,424)
Net Investment Income	-	1,036,219	(1,036,219)
Benefit Payments, Including Employee Refunds	(966,743)	(966,743)	-
Administrative Expenses	-	(11,884)	11,884
Other Changes	(17,513)	-	(17,513)
Net Changes	211,918	1,336,016	(1,124,098)
Balances - End of Year	$ 13,745,416	$ 8,604,983	$ 5,140,433

For the year ended December 31, 2021, the Commission recognized pension revenue of ($711,589).

At December 31, 2021, the Commission reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ 196,712
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	-	546,375
Changes in Assumptions	358,175	-
Total	$ 358,175	$ 743,087

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

4. Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

Year Ended December 31,	Expense
2022	$ 61,131
2023	(191,413)
2024	(160,153)
2025	(94,477)
Total	$ (384,912)

Actuarial Assumptions

The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	2.5%
Salary Increases:	3.00% In the Long-Term
Investment Rate of Return:	7.35%, Net of Investment and Administrative Expenses Including Inflation

Mortality rates used were a version of Pub-2010 and fully generational MP-2019, based upon the experience study dated February 14, 2020.

The actuarial assumptions used in the December 31, 2020 actuarial valuation were based on the results of the most recent actuarial experience study in 2014-2018.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

4. Pension Plan (Continued)

Actuarial Assumptions (Continued)

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 best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	60.00%	3.15%
Global Fixed Income	20.00%	0.25%
Private Investments	20.00%	1.45%

Discount Rate. The discount rate used to measure the total pension liability is 7.60% for the valuation on December 31, 2020. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine total pension liability.

Sensitivity of the Commission's Net Pension Liability to Changes in the Discount Rate. The following presents the Net Pension Liability of the Commission, calculated using the discount rate of 7.60%, as well as what the Commission's Net Pension Liability would be using a discount rate that is 1 percentage point lower (6.60%) or 1 percentage point higher (8.60%) than the current rate.

	1% Decrease to Discount Rate (6.60%)	Current Discount Rate (7.60%)	1% Increase to Discount Rate (8.60%)
Net Pension Liability	$ 6,463,356	$ 5,140,433	$ 4,004,703

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

5. Other Postemployment Benefits

Plan Description

The Iron County Road Commission Retiree Medical Plan is a single employer plan administered by Iron County Road Commission and can be amended at its discretion. The plan provides postemployment health care benefits and life insurance benefits, in accordance with the provision of Article 50, Section 9, and Article 51, Section 2 of the union agreement, to specified retired employees and/or their spouse.

Health care benefits are provided upon retirement as follows: Medical is provided from age 60 with 10 years of service or age 55 with 15 years of service. Employees hired prior to February 1, 1986 will receive benefits for the retiree's lifetime. Employees hired after February 1, 1986 will receive fully paid pre-65 benefits for one year. Life insurance will be provided from age 60 and 10 years of service and hired prior to September 13, 2011. The Commission will provide Blue Cross/Blue Shield pre 65 insurance coverage, plan coverage complementary to Medicare and life insurance of $8,000. No coverage is offered for spouses. If retiring at or after age 60, no retiree contribution is required. If hired prior to February 1, 1986 and retiring prior to age 60, employee contribution shall be ½ of 1% for every month of retirement prior to age 60; for those who retire prior to age 60, coverage and contributions commence at age 60 and end when the retiree reaches age 70.

Employees covered by benefit terms. At December 31, 2021, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	22
Active Plan Members	23
Total	45

Contributions

The Iron County Road Commission Retiree Medical Plan was established and is being funded under the authority of the Commission and under agreements with the unions representing various classes of employees. The plan's funding policy is to pay expected plan benefits from general operating funds on a "pay-as-you-go" basis. Active participants do not make contributions to pre-fund the Plan. There are no long-term contracts for contributions to the plan. The plan has no legally required reserves. During the year, the Commission contributed $119,946 for the benefit.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

5. Other Postemployment Benefits (Continued)

Net OPEB Liability

The Commission's net OPEB liability was measured as of December 31, 2021. The December 31, 2021 total OPEB liability was determined by an actuarial valuation performed as of December 31, 2020 and rolled forward to December 31, 2021.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of December 31, 2020 and the following actuarial assumptions, applied to all periods included in the measurement.

Inflation	N/A; Plan is not Pre-funded
Salary Increases	3.00%
Investment Rate of Return	N/A; Plan is not Pre-funded
20-Year Aa Municipal bond Rate	2.25%
Mortality	2010 Public General Employees and Health Retirees, Headcount Weighted
Investment Scale	MP-2021

As the plan is not pre-funded, no long-term expected rate of return on plan investments was determined.

Discount Rate

The discount rate used to measure the total OPEB liability was 1.93%. Because the plan does not have a dedicated OPEB trust, there are not assets projected to be sufficient to make projected future benefit payments of current plan members. For projected benefits that are covered by projected assets, the long-term expected rate was used to discount the projected benefits. From the year that benefits payments were not projected to be covered by the projected assets (the depletion date), projected benefits were discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. The discount rate used for the December 31, 2020 actuarial valuation was 1.93%.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

5. Other Postemployment Benefits (Continued)

Changes in OPEB Liability

	Total OPEB Liability
Balance - Beginning of Year	$ 2,389,545
Changes for the Year:	
Service Cost	30,570
Interest on Total OPEB Liability	45,551
Difference Between Expected and Actual Experience	(12,310)
Changes in Assumptions	(108,987)
Benefit Payments, Including Employee Refunds	(119,946)
Net Changes	(165,122)
Balance - End of Year	$ 2,224,423

Sensitivity of the OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Commission, calculated using the discount rate of 1.93%, as well as what the Commission's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease to Discount Rate (0.93%)	Current Discount Rate (1.93%)	1% Increase to Discount Rate (2.93%)
Total OPEB Liability	$ 2,471,565	$ 2,224,423	$ 2,016,677

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

5. Other Postemployment Benefits (Continued)

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

The following presents the OPEB liability of the Commission, calculated using the healthcare cost trend rate of 1%, as well as what the Commission's OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	$ 2,006,677	$ 2,224,423	$ 2,483,028

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2021, the Commission recognized OPEB expense of ($234,365). At December 31, 2021, the Commission reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ -	$ 623,705
Changes in Assumptions	118,086	85,549
Total	$ 118,086	$ 709,254

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

Year Ending December 31,	Expense
2022	$ (190,540)
2023	(194,015)
2024	(189,656)
2025	(16,957)
Total	$ (591,168)

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Road Commission (Continued)

6. Risk Management

The Road Commission is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries, as well as medical benefits provided to employees. The Road Commission has purchased commercial insurance for medical benefits claims and participates in the Michigan County Road Commission Self-Insurance Pool (Pool) for claims relating to general liability, excess liability, auto liability, trunkline liability, errors and omissions, physical damage (equipment, buildings and contents) and workers' compensation. The Road Commission's maximum deductible for property and liability coverage, and automobile coverage is $1,000 per occurrence. The maximum liability for the property and liability coverage is $10,500,000 per occurrence. The automobile coverage provides for limits of liability of $250,000 per person, $500,000 per accident and $1,000,000 in total. Settled claims for the commercial insurance have not exceeded the amount of insurance coverage in any of the past 3 years.

The county road commissions in the state of Michigan established and created a trust fund, known as the Pool pursuant to the provisions of Public Act 138 of 1982. The Pool is to provide for joint and cooperative action relative to members' financial and administrative resources for the purpose of providing risk management services along with property and liability protection.

Membership is restricted to road commissions and related road commission activities with the State. The Road Commission became a member of the Pool for liability and property coverage in 1991 and for workers' compensation coverage in 1993. The Pool program operates as a common risk-sharing management program for road commissions in Michigan. Member premiums are used to purchase excess insurance coverage and to pay member claims in excess of deductible amounts.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department

1. Cash and Investments

As of December 31, 2021, the carrying amount of the District's cash and investments totaled $1,489,444 and consisted of bank deposits of $1,488,283 and petty cash of $1,161.

The bank balance of the District's deposits is $1,511,480, of which $523,748 is covered by Federal depository insurance. The remaining $987,732 is uninsured and uncollateralized.

2. Capital Assets

A summary of changes in capital assets for the year ended December 31, 2021 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Depreciable:				
Equipment	$ 872,880	$ -	$ -	$ 872,880
Less: Accumulated Depreciation	272,258	48,358	-	320,616
Capital Assets, Net	$ 600,622	$ (48,358)	$ -	552,264
Net Investment in Capital Assets				$ 552,264

3. Long-Term Obligations

The following is a summary of changes in long-term obligations of the District for the year ended December 31, 2021:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Direct Borrowing - Bank Note	$ 179,571	$ -	$ 179,571	$ -	$ -
Compensated Absences	231,427	-	3,137	228,290	33,971
Total Long-Term Obligations	$ 410,998	$ -	$ 182,708	$ 228,290	$ 33,971

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department (Continued)

4. Pension Plan

Plan Description

The District's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple-employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmichigan.com or in writing at 1134 Municipal Way, Lansing, Michigan 48917.

Benefits Provided

Benefit provisions used in the December 31, 2021 valuation were as follows:

	01-MNA Open	10-AFSCME Closed	11-Non-Union Closed	13-Medical Director Closed
Benefit Multiplier	2.50% (80% Max)	2.50% (80% Max)	2.50% (80% Max)	2.50% (80% Max)
Normal Retirement Age	60	60	60	60
Vesting	8 years	8 years	8 years	8 years
Early Retirement (Unreduced)	55/15	55/15	55/15	55/15
Early Retirement (Reduced)	50/25	50/25	50/25	50/25
Final Average Compensation	5 years	5 years	5 years	5 years
Employee Contributions	1%	1%	1%	1%
Act 88	Yes	Yes	Yes	Yes

Employees Covered by Benefit Terms

At the December 31, 2021 valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	55
Inactive Employees Entitled to but not Yet Receiving Benefits	16
Active Employees	16
Total	87

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department (Continued)

4. Pension Plan (Continued)

Contributions

The District is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Health Department may establish contribution rates to be paid by its covered employees.

The required employer contribution at December 31, 2021 for open divisions is shown as a percent of pay contribution and for closed divisions is shown as a monthly contribution as follows:

01 - MNA Employee	$	12,481
10 - AFSCME		11,375
11 - Non-Union		39,119
20 - Medical Director		82

During the year ended December 31, 2021, the District's contributions to MERS totaled $753,796.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department (Continued)

4. Pension Plan (Continued)

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

The net position liability was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021.

Changes in net pension liability during the measurement year ended December 31, 2021 are as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance - Beginning of Year	$ 11,028,620	$ 7,601,477	$ 3,427,143
Changes for the Year::			
Service Cost	92,539	-	92,539
Interest on Total Pension Liability	777,101	-	777,101
Difference Between Expected and Actual Experience	(58,666)	-	(58,666)
Changes in Assumptions	380,676	-	380,676
Contributions - Employer	-	753,796	(753,796)
Contributions - Employee	-	9,640	(9,640)
Net Investment Income	-	1,076,501	(1,076,501)
Benefit Payments, Including Employee Refunds	(712,513)	(712,513)	-
Administrative Expenses	-	(12,348)	12,348
Net Changes	479,137	1,115,076	(635,939)
Balance - End of Year	$ 11,507,757	$ 8,716,553	$ 2,791,204

For the year ended December 31, 2021 the District recognized pension expense of $502,649. The District reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	$ -	$ 635,819

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department (Continued)

4. Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

Year Ended December 31,	Expense
2022	$ (97,264)
2023	(248,756)
2024	(181,190)
2025	(108,609)
Total	$ (635,819)

Actuarial Assumptions

The total pension liability in the December 31, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5% In the Long-Term
Salary Increases	3.00% Average, Including Inflation
Investment Rate of Return	7.00%, Net of Investment Expense, Including Inflation

Mortality rates used were a version of Pub-2010 and fully generational MP-2019, based upon the experience study dated February 14, 2020.

The actuarial assumptions used in the December 31, 2021 actuarial valuation were based on the results of the most recent actuarial experience study dated February 14, 2020.

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 best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department (Continued)

4. Pension Plan (Continued)

Actuarial Assumptions (Continued)

Long-Term Expected Return on Plan Assets (Continued). The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	60.00%	5.25%
Global Fixed Income	20.00%	1.25%
Private Investments	20.00%	7.25%

Single Discount Rate. The discount rate used to measure the total pension liability is 7.25% for 2021. The projection of cash flows used to determine the discount rate assumes that employer and employee contributions will be made at the rates agreed upon for employees and the actuarially determined rates for employers. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine total pension liability. The Discount rate was changed from the previous year from 7.6%

Sensitivity of the District's Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Net Pension Liability of the Health Department, calculated using the discount rate of 7.25%, as well as what the District's Net Pension Liability would be using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate.

	1% Decrease to Discount Rate (6.25%)	Current Discount Rate (7.25%)	1% Increase to Discount Rate (8.25%)
Net Pension Liability	$ 4,003,708	$ 2,791,204	$ 1,756,174

Payables to the Pension Plan

At December 31, 2021, the District reported a payable of $62,668 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2021.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Dickinson-Iron District Health Department (Continued)

5. Defined Contribution Plan

Effective January 1, 2006, the Dickinson-Iron District Health Department adopted a Defined Contribution Plan administered by the Municipal Employees Retirement System (MERS). AFSCME (Division #10) and Non-Union (Division #11) employees and eligible employees for MERS memberships hired after January 1, 2006, or who have previously not participated in MERS eligible to participate in the plan. Normal retirement age under the plan shall be age 60 (not to exceed age 65).

Defined contribution plan contribution provisions are as follows:

Employer Contributions	Required Employee Contributions
5%	0%
6%	1%
7%	2%

Defined contribution plan vesting provisions are as follows:

Years of Service Completed	Specified Vesting Requirements
0	0%
1	20%
2	40%
3	60%
4	80%
5 or more	100%

During the 2021 fiscal year, employer and employee contributions relating to the defined contribution plan were $35,353 and $9,638, respectively. Forfeiture of nonvested amounts is used to reduce future employer contributions. There were no forfeitures in 2021; however, there were forfeiture balances available for use by the Department in the amount of $5,693.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility

1. Cash and Investments

As of December 31, 2021, the Facility had the following cash and cash equivalents and assets limited as to use:

	Cash and Cash Equivalents	Assets Limited as to Use
Deposits:		
County Treasurer	$ 4,460,727	$ 722,911
Bank	550,252	327,649
Petty Cash	542	-
Money Market Funds	-	2,158,996
Total	$ 5,011,521	$ 3,209,556

The Facility does not have a deposit policy for custodial credit risk and the Facility's investment policy does not restrict investment maturities. At December 31, 2021, the Facility had approximately $4,461,000 of funds not commingled with other county deposits that were uninsured and uncollateralized. The Facility believes that, due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. As a result, the Facility evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

Assets limited as to use include assets held by trustees under indenture agreements and designated assets set aside by the board for future capital improvements, over which the board retains control and may, at its discretion, subsequently use for other purposes.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

2. Capital Assets

A summary of changes in the Facility's capital assets for the year ended December 31, 2021 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Nondepreciable:				
Construction in Progress	$ 318,358	$ 299,723	$ 574,042	$ 44,039
Capital Assets, Depreciable:				
Land Improvements	949,296	-	-	949,296
Buildings	26,955,966	53,563	-	27,009,529
Fixed Equipment	4,112,791	720,918	-	4,833,709
Moveable Equipment	2,638,978	56,359	-	2,695,337
Subtotals	34,657,031	830,840	-	35,487,871
Less: Accumulated Depreciation for:				
Land Improvements	509,460	64,105	-	573,565
Buildings	12,125,763	769,977	-	12,895,740
Fixed Equipment	1,706,009	250,008	-	1,956,017
Moveable Equipment	1,829,741	163,509	-	1,993,250
Subtotals	16,170,973	1,247,599	-	17,418,572
Total Capital Assets, Depreciable, Net	18,486,058	(416,759)	-	18,069,299
Capital Assets, Net	$ 18,804,416	$ (117,036)	$ 574,042	18,113,338
Less: Capital Related Debt				4,835,101
Net Investment in Capital Assets				$ 13,278,237

3. Long-Term Debt

	Beginning Balance	Issued	Retired	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Debt:					
Bonds Payable:	$ 10,889,443	$ -	$ 579,342	$ 10,310,101	$ 5,035,101
Direct Borrowings	2,883,133	-	2,883,133	-	-
Total General Obligation Debt	13,772,576	-	3,462,475	10,310,101	5,035,101
Debt Discount	(27,647)	-	(1,383)	(26,264)	-
Total Long-Term Debt	$ 13,744,929	$ -	$ 3,461,092	$ 10,283,837	$ 5,035,101

Total interest paid during the year on long-term debt totaled $396,298.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

3. Long-Term Debt (Continued)

Bonds payable currently outstanding is detailed as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/21
Series 2012 Bonds Payable	07/12/12	08/01/22	3.10%	$ 7,900,000	$ 4,835,101
Series 2018 Pension Bonds	12/20/18	10/01/40	3.17% - 3.45%	6,000,000	5,475,000
Total Outstanding General Obligation Debt					$ 10,310,101

Annual principal and interest maturities of the outstanding bonds payable of $13,151,033 on December 31, 2021 are detailed below:

Year Ended December 31,	Principal	Interest	Total
2022	$ 5,035,101	$ 377,485	$ 5,412,586
2023	205,000	223,978	428,978
2024	210,000	217,213	427,213
2025	220,000	209,968	429,968
2026	230,000	201,960	431,960
Thereafter	4,410,000	1,610,328	6,020,328
Total	$ 10,310,101	$ 2,840,932	$ 13,151,033

Paycheck Protection Program

During the year ended December 31, 2020, the Facility received a Paycheck Protection Program (PPP) loan in the amount of $2,883,133. The PPP loan program was created under the CARES Act and is administered by the Small Business Administration (SBA). Under the terms of this program, the loan may be fully or partially forgiven if the loan proceeds are spent on qualifying expenses and if staffing level and salary maintenance requirements are met. The Facility may use the funds on qualifying expenses over a covered period of up to 24 weeks. At the conclusion of the covered period, any balance that is not forgiven by the SBA will be repaid over a period of five years, with interest accruing at a rate of 1% and monthly payments of principal and interest beginning 10 months after the conclusion of the covered period.

The Facility submitted a request for forgiveness of the PPP loan and received notice of forgiveness from the SBA on July 21, 2021. When the Facility received forgiveness for the loan in 2021, income related to the forgiveness of the PPP loan was recorded as nonoperating income on the statement of revenue, expenses, and changes in net position in the amount of $2,883,133. As the PPP loan was not forgiven as of December 31, 2020, the Facility recorded the PPP loan as direct borrowings and direct placement – notes payable within debt for $2,883,133 at December 31, 2020.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

3. Long-Term Debt (Continued)

Paycheck Protection Program (Continued)

Any request for forgiveness is subject to review and approval by the lender and the SBA, including review of qualifying expenditures and staffing and salary levels. In addition, because the Facility's loan exceeds $2 million, the SBA will review the Facility's loan file, which will include review of the Facility's eligibility for the program and the good-faith certification of the necessity of the loan.

Even though management considered it probable that the Facility was initially eligible for the loan and that the loan would be forgiven, the SBA has the ability to review the Facility's loan file for a period of six years subsequent to the date when the loan was forgiven and could request additional documentation to support the Facility's initial eligibility for the loan and request for loan forgiveness.

If the SBA determines the Facility was not initially eligible under the program or concludes that the Facility did not have an adequate basis for making the good-faith certification of the necessity of the loan at the time of application, the loan could become payable on demand. The results of any review could result in the SBA requesting additional documentation to support the Facility's initial eligibility for the loan, with the potential for the SBA to pursue legal remedies at its discretion.

4. Defined Benefit Pension Plan

Plan Description

The Facility's defined benefit pension plan provides certain retirement, disability and death benefits to plan members and beneficiaries. The employer participates in the Municipal Employees Retirement System (MERS) of Michigan. MERS is an agent multiple-employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member Retirement Board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained accessing the MERS website at www.mersofmichigan.com or in writing at 1134 Municipal Way, Lansing, Michigan 48917.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

4. Defined Benefit Pension Plan (Continued)

Benefits Provided

The plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. PA 427 of 1984, as amended, established and amends the benefit provisions of the participants in MERS.

The MERS plan covered substantially all employees of the Facility through March 1, 2017 when certain divisions were closed to new entrants. All remaining divisions of the Facility's plan were closed to new entrants starting on September 1, 2018.

Retirement benefits for employees are calculated ranging from 1.7 percent to 2.5 percent of the employee's final 5-year average salary times the employee's years of service. Normal retirement age is 60, with early retirement at 55 with 25 years of service. The vesting period is 6 to 10 years. Employees are eligible for nonduty disability benefits after meeting the vesting requirement and for duty-related disability benefits upon hire. Disability retirement benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. Death benefits to the surviving spouse are the greater of a lifetime benefit of at least 85 percent of the defined benefit formula or the survivor benefit payment option. If the employee does not have a surviving spouse, unmarried children under 21 would be eligible to receive 50 percent of the straight-line benefit. An employee who leaves service may withdraw his or her contributions plus any accumulated interest.

Benefit terms provide for annual cost of living adjustments to each employee's retirement allowance subsequent to the employee's retirement date, limited to increases in the Consumer Price Index.

Benefit terms, within the parameters established by MERS, are generally established and amended by authority of the County after negotiations of these terms with the affected unions.

Employees Covered by Benefit Terms

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	154
Inactive Employees Entitled to but not Yet Receiving Benefits	43
Active Employees	219
Total	416

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

4. Defined Benefit Pension Plan (Continued)

Contributions

Article 9, Section 24 of the state of Michigan Constitution requires that financial benefits arising on account of employee service rendered in each year be funded during that year. Accordingly MERS retains an independent actuary to determine the annual contribution. The employer is required to contribute amounts at least equal to the actuarially determined rates as established by the MERS retirement board. The actuarially determined rate is the estimated amount to finance any unfunded accrued liability. The employer may establish contribution rates to be paid by its covered employees.

For the year ended December 31, 2021, the average active employee contribution rate ranged from 4.94% to 5.94%. For the year ended December 31, 2021, the Facility's overall contribution rate was 4.25%.

The Facility's required and actual contributions to the plan for the year ended December 31, 2021 was $931,275.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

4. Defined Benefit Pension Plan (Continued)

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

The net pension liability reported at December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of December 31, 2020. Update procedures were used to roll forward the total pension liability to the measurement date of December 31, 2020.

Changes in net pension liability during the measurement year ended December 31, 2020 are as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance - Beginning of Year	$ 37,805,627	$ 35,739,037	$ 2,066,590
Changes for the Year:			
Service Cost	868,667	-	868,667
Interest	2,828,567	-	2,828,567
Changes in Benefits	(80,264)	-	(80,264)
Difference Between Expected and Actual Experience	7,111	-	7,111
Changes in Assumptions	2,224,986	-	2,224,986
Contributions - Employer	-	1,193,928	(1,193,928)
Contributions - Employee	-	527,955	(527,955)
Net Investment Income	-	5,092,099	(5,092,099)
Benefit Payments, Including Refunds	(2,043,944)	(2,043,944)	-
Administrative Expenses	-	(72,079)	72,079
Other Changes	-	-	-
Net Changes	3,805,123	4,697,959	(892,836)
Balance - End of Year	$ 41,610,750	$ 40,436,996	$ 1,173,754

For the year ended December 31, 2021 the Facility recognized pension expense of $935,803.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

4. Defined Benefit Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At December 31, 2021, the Facility reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 569,099	$ 938,841
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	-	1,842,414
Changes in Assumptions	1,795,246	-
Employer Contributions Subsequent to the Measurement Date	931,275	-
Total	$ 3,295,620	$ 2,781,255

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows. These amounts are exclusive of the employer contributions to the plan made subsequent to the measurement date of $931,275 which will impact the net pension plan liability for the year ended December 31, 2022, rather than pension expense.

Year Ended December 31,	Expense
2022	$ 449,565
2023	407,205
2024	(812,482)
2025	(461,198)
Total	$ (416,910)

Actuarial Assumptions

The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5% In the Long-Term
Salary Increases	3.00% Average, Including Inflation
Investment Rate of Return	7.6%, Net of Investment Expense, Including Inflation

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

4. Defined Benefit Pension Plan (Continued)

Actuarial Assumptions (Continued)

In the December 31, 2020 actuary report, the mortality rates were based on a blend of the Pub-2010 Mortality Tables.

These assumptions were applied to all periods included in the measurement periods and are based on an experience study dated February 14, 2020 for the period from January 1, 2014 to December 31, 2018.

The changes in assumptions for the December 31, 2020 actuary reports were a result of changes in the mortality rates from the RP-2014 Healthy Annuitant table to a blend of the Pub-2010 Mortality Tables.

Long-Term Expected Return on Plan Assets. The long-term expected rate of return on pension plan investments was determined using a model in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return as of the December 31, 2020 measurement date for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	60.00%	5.25%
Global Fixed Income	20.00%	1.25%
Private Investments	20.00%	7.25%

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

4. Defined Benefit Pension Plan (Continued)

Actuarial Assumptions (Continued)

Discount Rate. The discount rate used to measure the total pension liability was 7.60% for the measurement period ended December 31, 2020. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current contribution rate and that employer contributions will be made at the rates equal to the difference between actuarially determined contribution rates and the employee rate.

Based on these assumptions, the pension plan's fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine total pension liability.

Sensitivity of the Facilities Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the Net Pension Liability of the Facility, calculated using the discount rate of 7.60%, as well as what the Facilities Net Pension Liability would be using a discount rate that is 1 percentage point lower (6.60%) or 1 percentage point higher (8.60%) than the current rate.

	1% Decrease to Discount Rate (6.60%)	Current Discount Rate (7.60%)	1% Increase to Discount Rate (8.60%)
Net Pension Liability (Asset)	$ 6,527,487	$ 1,173,754	$ (3,247,003)

Pension Plan Fiduciary Net Position

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

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

5. Other Postemployment Benefits

The Facility participates in a single employer, defined benefit other postemployment benefits plan (OPEB). Substantially all employees hired before January 15, 2017 may become eligible for benefits if they reach retirement age while working at the Facility. All investments are held in the MERS of Michigan Retiree Health Funding Vehicle, MERS issues a publicly available financial report. This report can be obtained at www.mersofmichigan.com, or in writing to MERS at 1134 Municipal Way, Lansing, MI 48917.

Benefits Provided

The OPEB plan provides medical, dental, and vision benefits for eligible retirees. Benefits are provided through the Facility's self-insurance program, and 60% of the cost are paid by the Facility.

Employees Covered by Benefit Terms

At the December 31, 2021 measurement date, the following employees were covered by the OPEB plan:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	11
Active Plan Members	140
Total	151

Contributions

Retiree health care costs are paid by the Facility on a "pay-as-you-go" basis. For the year ended December 31, 2020, the Facility paid postemployment health care premiums of $100,077; plus, it contributed $180,000 into a prefunded retiree healthcare fund held with MERS.

Net OPEB Liability

The Facility has chosen December 31 as its measurement date for the net OPEB liability. The December 31, 2021 fiscal year-end reported net OPEB liability was determined using a measure of the total OPEB liability and OPEB net position as of the December 31, 2021 measurement date. The December 31, 2021 total OPEB liability was determined by an actuarial valuation performed as of December 31, 2020, which used updated procedures to roll forward the estimated liability to December 31, 2021.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

5. Other Postemployment Benefits (Continued)

Net OPEB Liability (Continued)

Changes to the net OPEB liability during the measurement year were as follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance - Beginning of Year	$ 1,269,038	$ 636,887	$ 632,151
Changes for the Year:			
Service Cost	15,597	-	15,597
Interest	85,876	-	85,876
Difference Between Expected and Actual Experience	(260,852)	-	(260,852)
Changes in Assumptions	88,517	-	88,517
Contributions - Employer	-	280,077	(280,077)
Net Investment Loss	-	98,506	(98,506)
Benefit Payments, Including Refunds	(100,077)	(100,077)	-
Net Changes	(170,939)	278,506	(449,445)
Balance - End of Year	$ 1,098,099	$ 915,393	$ 182,706

For the year ended December 31, 2021, the Facility recognized OPEB income of $99,379.

At December 31, 2021 the Facility reported deferred outflows of resources and deferred inflows of resources related to the OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 13,476	$ 626,668
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	-	68,043
Changes in Assumptions	85,495	359,594
Total	$ 98,971	$ 1,054,305

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

5. Other Postemployment Benefits (Continued)

Net OPEB Liability (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the OPEB plan will be recognized in operating expense as follows:

Year Ended December 31,	Expense
2022	$ (149,971)
2023	(151,781)
2024	(148,756)
2025	(140,187)
2026	(130,663)
Thereafter	(233,976)
Total	$ (955,334)

Actuarial Assumptions

At the December 31, 2021 measurement date, the entry age actuarial cost method was used. The actuarial assumptions included 7.0% investment rate of return; a health care cost trend of 7.50% to 3.50% for the medical/drug component initially, reduced to an ultimate rate of 3.5% over 12 years; and the mortality rates are based on the Pub-2010 Mortality Tables with generational mortality improvement using Scale MP-2019.

Changes in assumptions related to the December 31, 2021 measurement date relate to changes in the health care cost trend, which decreased from 8.25 percent to 7.50 percent, and changes to the mortality tables, from RP-2014 tables to the Pub-2010, in the actuarial valuation performed as of December 31,2020, which used update procedures to roll forward the estimated liability to December 31, 2021.

Discount Rate

The discount rate used to measure the total OPEB liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that Facility contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate.

Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

5. Other Postemployment Benefits (Continued)

Investment Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a model in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of arithmetic real rates of return as of December 31, 2021 for each major asset class included in the OPEB plan's target asset allocation are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	60.00%	5.25%
Global Fixed Income	20.00%	1.25%
Private Investments	20.00%	7.25%

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

The following presents the net OPEB liability of the Facility, calculated using the discount rate of 7.0%, as well as what the Facility's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease to Discount Rate (6.0%)	Current Discount Rate (7.0%)	1% Increase to Discount Rate (8.0%)
Net OPEB Liability	$ 271,252	$ 182,706	$ 104,066

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

5. Other Postemployment Benefits (Continued)

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

The following presents the net OPEB liability of the Facility, calculated using the healthcare cost trend rate of 1%, as well as what the Facility's net OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Current Health Care Cost Trend Rate	1% Increase
Net OPEB Liability	$ 91,479	$ 182,706	$ 287,691

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB fiduciary net position is not available in separately issued financial report. For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the plan's fiduciary net position and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by MERS. Investments are stated at fair value. Contribution revenue is recorded as contributions are due pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

6. Defined Contribution Retirement Plan

The Facility provides a defined contribution savings plan for certain employees. The deferred compensation plan is a defined contribution plan under Section 457(b) of the Internal Revenue Code and is administered by MERS of Michigan. The plan provides for the Facility to make a required nonmatching contribution and a matching contribution. Participants become fully vested in the Facility's contributions to their respective accounts after five years of service. Contributions made by the Facility and the employees of the plan were not significant for the year ended December 31, 2021.

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Component Units (Continued)

Iron County Medical Care Facility (Continued)

Risk Management

The Facility is exposed to various risks of loss related to property loss, torts, and errors and omissions, as well as medical benefits provided to employees. The Facility has purchased commercial insurance for malpractice, general liability claims, and employee medical benefit claims. The Facility is self-funded for workers' compensation claims with excess liability insurance through an insurance carrier. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The Facility is insured against potential professional liability claims under an occurrence basis policy, whereby all claims resulting from incidents that occur during the policy period are covered up to insurance limits, regardless of when the claims are reported to the carrier. There are no known outstanding or pending claims at December 31, 2021.

The Facility records workers' compensation claims as they are processed by the claims administrator and records a liability for estimated outstanding claims at year-end in accrued compensation and related liabilities on the statement of financial position. The Facility has also purchased stop-loss insurance for claims that exceed $400,000 at December 31, 2021. Changes in the estimated liability for the year ended December 31, 2021 was as follows: the liability recorded as of December 31, 2021 was $11,959, the estimated claims incurred, including change in estimate, were $1,321, and claim payments were $77,208.

B. Contingencies

The County participates in a number of federal grant programs. These programs are subject to program compliance audits by the grantors or their representatives. An audit under the Uniform Guidance has been conducted but final acceptance is still pending. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

From time to time, the County is party to other various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the County Attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management

Iron County participates as a member in the Michigan Municipal Risk Management Authority. The Authority is a municipal self-insurance entity operating pursuant to the state of Michigan Public Act 138 of 1982. The purpose of the Authority is to administer a risk management fund, which provides members with loss protection for general and auto liability, motor vehicle physical damage, and property.

The Authority has entered into reinsurance agreements providing for loss coverage in excess of the amounts to be retained by the Authority and individual members. An individual member's maximum retention on general liability and auto liability is $100,000 per person and $250,000 per occurrence. The limits on vehicle physical damage are $1,500,000. The retention limits for property coverage are subject to a $250 deductible. Some members have individual retention levels different than ones previously stated.

The member must satisfy all deductibles before any payments are made from the member's self-insured retention by MMRMA.

All costs including damages and allocated loss adjustment expenses are on an occurrence basis and must be paid first from the member's self-insured retention. The member's self-insured retention and deductibles must be satisfied fully before MMRMA will be responsible for any payments. The most MMRMA will pay is the difference between the member's self-insured retention and the Limits of Coverage.

Iron County agrees to maintain, at all times, on account with MMRMA, sufficient funds to pay its self-insured retention obligations. The member agrees to abide by all MMRMA rules, regulations, and administrative procedures pertaining to the member's self-insured retention.

At December 31, 2021 the County had no outstanding claims, which exceed the plan's limits and there has been no significant reduction in insurance coverage over the past three years. Settled claims have not exceeded the amount of insurance coverage in any of the past three fiscal years.

REQUIRED SUPPLEMENTARY INFORMATION

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

GENERAL COUNTY

	2021	2020	2019	2018
TOTAL PENSION LIABILITY				
Service Cost	$ 44,393	$ 45,930	$ 52,442	$ 55,483
Interest	636,647	636,956	668,949	658,345
Difference Between Expected and Actual Experience	(8,759)	54,296	(19,460)	71,108
Changes in Assumptions	298,932	363,501	-	-
Benefit Payments, Including Refund of Member Contributions	(708,154)	(690,987)	(668,093)	(633,630)
Other	-	-	-	-
NET CHANGE IN TOTAL PENSION LIABILITY	263,059	409,696	33,838	151,306
Total Pension Liability - Beginning	9,113,222	8,703,526	8,669,688	8,518,382
TOTAL PENSION LIABILITY - ENDING	$ 9,376,281	$ 9,113,222	$ 8,703,526	$ 8,669,688
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	$ 721,176	$ 624,996	$ 515,196	$ 445,440
Net Investment Income	969,976	790,755	748,846	(230,576)
Benefit Payments, Including Refunds of Member Contributions	(708,154)	(690,987)	(668,093)	(633,630)
Administrative Expenses	(11,124)	(12,371)	(12,903)	(11,522)
Other	-	(1)	-	(13,899)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	971,874	712,392	583,046	(444,187)
Plan Fiduciary Net Position - Beginning	6,851,466	6,139,074	5,556,028	6,000,215
PLAN FIDUCIARY NET POSITION - ENDING	$ 7,823,340	$ 6,851,466	$ 6,139,074	$ 5,556,028
COUNTY'S NET PENSION LIABILITY - ENDING	$ 1,552,941	$ 2,261,756	$ 2,564,452	$ 3,113,660
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83%	75%	71%	64%
Covered Payroll	460,002	507,388	573,459	608,304
County's Net Pension Liability as a Percentage of Covered Payroll	338%	446%	447%	512%

* The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The County is required to present the last ten fiscal years of data; however, accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)
LAST 10 FISCAL YEARS*

GENERAL COUNTY (CONTINUED)

	2017	2016	2015
TOTAL PENSION LIABILITY			
Service Cost	$ 56,770	$ 62,655	$ 68,015
Interest	659,730	635,176	609,763
Difference Between Expected and Actual Experience	44,238	94,310	-
Changes in Assumptions	-	410,735	-
Benefit Payments, Including Refund of Member Contributions	(615,934)	(596,107)	(594,309)
Other	(152,627)	(46,390)	(2,833)
NET CHANGE IN TOTAL PENSION LIABILITY	(7,823)	560,379	80,636
Total Pension Liability - Beginning	8,526,205	7,965,826	7,885,190
TOTAL PENSION LIABILITY - ENDING	$ 8,518,382	$ 8,526,205	$ 7,965,826
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	$ 375,324	$ 296,140	$ 253,110
Net Investment Income	720,096	584,761	(81,936)
Benefit Payments, Including Refunds of Member Contributions	(615,934)	(596,107)	(594,309)
Administrative Expenses	(11,416)	(11,556)	(12,182)
Other	-	-	-
NET CHANGE IN PLAN FIDUCIARY NET POSITION	468,070	273,238	(435,317)
Plan Fiduciary Net Position - Beginning	5,532,145	5,258,907	5,694,224
PLAN FIDUCIARY NET POSITION - ENDING	$ 6,000,215	$ 5,532,145	$ 5,258,907
COUNTY'S NET PENSION LIABILITY - ENDING	$ 2,518,167	$ 2,994,060	$ 2,706,919
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70%	65%	66%
Covered Payroll	608,304	693,264	744,458
County's Net Pension Liability as a Percentage of Covered Payroll	414%	432%	364%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST 10 FISCAL YEARS*

GENERAL COUNTY

	2021	2020	2019
Actuarially Determined Contribution	$ 323,244	$ 576,240	$ 541,596
Contributions in Relation to the Actuarially Determined Contribution	721,176	624,996	515,196
Contribution Excess (Deficiency)	$ 397,932	$ 48,756	$ (26,400)
Covered Payroll	$ 460,002	$ 507,388	$ 573,459
Contributions as a Percentage of Covered Payroll	157%	123%	90%

NOTES TO SCHEDULE

Actuarial Valuation Information Relative to the Determination of Contributions:

Valuation Date	December 31, 2021 Actuarially determined contributions rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates for Fiscal Year Ending December 31, 2021:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Option A, Level Dollar Contribution, Closed
Remaining Amortization Period	10 Years
Asset Valuation Method	5 Years Smoothed Value
Inflation	2.5% in the Long-Term
Salary Increases	3.00% Average, Including Inflation
Investment Rate of Return	7.00%
Retirement Age	Age 60. In the 2014 Actuarial valuation, expected retirement ages of general employees were adjusted to more closely reflect actual experience.
Mortality	Assumptions were based on the MP-2019 Health Annuitant Mortality Tables Based upon experience study dated February 14, 2020

* The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The County is required to present the last ten fiscal years of data; however, accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)
LAST 10 FISCAL YEARS*

GENERAL COUNTY (CONTINUED)

	2018	2017	2016	2015
Actuarially Determined Contribution	$ 445,440	$ 322,809	$ 296,028	$ 253,110
Contributions in Relation to the Actuarially Determined Contribution	445,440	375,324	296,028	253,110
Contribution Excess (Deficiency)	$ -	$ 52,515	$ -	$ -
Covered Payroll	$ 608,304	$ 608,304	$ 693,264	$ 744,458
Contributions as a Percentage of Covered Payroll	73%	62%	43%	34%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

COUNTY ROAD COMMISSION – COMPONENT UNIT

	2021	2020	2019
TOTAL PENSION LIABILITY			
Service Cost	$ 117,392	$ 124,064	$ 116,214
Interest	996,271	1,010,980	997,058
Changes in Benefits	-	-	-
Difference Between Expected and Actual Experience	(260,471)	(69,194)	33,458
Changes in Assumptions	342,982	388,562	-
Benefit Payments, Including Refund of Member Contributions	(966,743)	(964,490)	(954,162)
Other Changes	(17,513)	(13,885)	(17,312)
NET CHANGE IN TOTAL PENSION LIABILITY	211,918	476,037	175,256
Total Pension Liability - Beginning	13,533,498	13,057,461	12,882,205
TOTAL PENSION LIABILITY - ENDING	$ 13,745,416	$ 13,533,498	$ 13,057,461
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	$ 1,278,424	$ 1,202,676	$ 1,149,772
Contributions - Employee	-	-	-
Net Investment Income (Loss)	1,036,219	834,143	725,225
Benefit Payments, Including Refunds	(966,743)	(964,490)	(954,162)
Administrative Expenses	(11,884)	(12,652)	(12,511)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	1,336,016	1,059,677	908,324
Plan Fiduciary Net Position - Beginning	7,268,967	6,209,290	5,300,966
PLAN FIDUCIARY NET POSITION - ENDING	$ 8,604,983	$ 7,268,967	$ 6,209,290
COMMISSION'S NET PENSION LIABILITY - ENDING	$ 5,140,433	$ 6,264,531	$ 6,848,171
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63%	54%	48%
Covered Payroll	$ 1,172,525	$ 1,248,520	$ 1,116,800
Commission's Net Pension Liability as a Percentage of Covered Payroll	438%	502%	613%

Notes to the Schedule
* There were no benefit changed or changes in assumptions of methods affecting the 2021 valuation
* Above dates are based on measurement date, which may not necessarily tir to the fiscal year
* The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The County Road Commission is required to present the last ten fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)
LAST 10 FISCAL YEARS*

COUNTY ROAD COMMISSION – COMPONENT UNIT (CONTINUED)

	2018	2017	2016	2015
TOTAL PENSION LIABILITY	$ 108,076	$ 100,440	$ 87,857	$ 81,979
Service Cost	975,547	959,506	923,580	892,034
Interest	-	-	-	-
Changes in Benefits				
Difference Between Expected and Actual Experience	157,448	80,984	96,319	-
Changes in Assumptions	-	-	647,163	-
Benefit Payments, Including Refund of Member Contributions	(945,017)	(954,157)	(946,161)	(956,535)
Other Changes	(26,652)	5,343	(12,133)	18,875
NET CHANGE IN TOTAL PENSION LIABILITY	269,402	192,116	796,625	36,353
Total Pension Liability - Beginning	12,612,803	12,420,687	11,624,062	11,587,709
TOTAL PENSION LIABILITY - ENDING	$ 12,882,205	$ 12,612,803	$ 12,420,687	$ 11,624,062
PLAN FIDUCIARY NET POSITION	$ 1,062,080	$ 900,438	$ 769,702	$ 715,164
Contributions - Employer	-	-	-	-
Contributions - Employee	(217,621)	633,114	501,474	(69,679)
Net Investment Income (Loss)	(945,017)	(954,157)	(946,161)	(956,535)
Benefit Payments, Including Refunds	(10,549)	(10,019)	(9,907)	(10,334)
Administrative Expenses	(111,107)	569,376	315,108	(321,384)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	5,412,073	4,842,697	4,527,589	4,848,973
Plan Fiduciary Net Position - Beginning	$ 5,300,966	$ 5,412,073	$ 4,842,697	$ 4,527,589
PLAN FIDUCIARY NET POSITION - ENDING	$ 7,581,239	$ 7,200,730	$ 7,577,990	$ 7,096,473
COMMISSION'S NET PENSION LIABILITY - ENDING				
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	41%	43%	39%	39%
Covered Payroll	$ 1,034,380	$ 894,469	$ 830,390	$ 785,115
Commission's Net Pension Liability as a Percentage of Covered Payroll	733%	805%	913%	904%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST 10 FISCAL YEARS*

COUNTY ROAD COMMISSION – COMPONENT UNIT

	2021	2020	2019	2018	2017
Actuarially Determined Contribution	$ 798,425	$ 669,772	$ 582,080	$ 540,440	$ 475,164
Contributions in Relation to the Actuarially Determined Contribution	1,278,425	1,149,772	1,062,080	900,440	715,164
Contribution Excess (Deficiency)	$ 480,000	$ 480,000	$ 480,000	$ 360,000	$ 240,000
Covered Payroll	$ 1,172,525	$ 1,116,800	$ 1,034,380	$ 894,469	785,115
Contributions as a Percentage of Covered Payroll	109%	103%	103%	101%	91%

NOTES TO SCHEDULE

Actuarial Valuation Information Relative to the Determination of Contributions:

Valuation Date	Actuarially determined contributions rates are calculated as of December 31 each year, which is 18 months prior to the beginning of the fiscal year in which the contributions are required.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level Percentage of Payroll, Open
Remaining Amortization Period	18 Years
Asset Valuation Method	5 Year Smoothed Value
Inflation	2.5%
Salary Increases	3.00%, Including Inflation
Investment Rate of Return	7.35%
Retirement Age	Experienced- based table of rates that are specific to the type of eligibility condition
Mortality	MP-2019 scale applied fully generationally from the Pub-2010 base year of 2010

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)
LAST 10 FISCAL YEARS*

COUNTY ROAD COMMISSION – COMPONENT UNIT (CONTINUED)

	2016	2015	2014	2013	2012
Actuarially Determined Contribution	$ 499,702	$ 491,842	$ 474,371	$ 383,147	$ 305,858
Contributions in Relation to the Actuarially Determined Contribution	769,702	731,842	714,371	583,147	350,858
Contribution Excess (Deficiency)	$ 270,000	$ 240,000	$ 240,000	$ 200,000	$ 45,000
Covered Payroll	$ 830,390	$ 769,548	$ 699,417	$ 673,318	$ 899,881
Contributions as a Percentage of Covered Payroll	93%	95%	102%	87%	39%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

DICKINSON-IRON DISTRICT HEALTH DEPARTMENT – COMPONENT UNIT

	2021	2020	2019	2018
TOTAL PENSION LIABILITY				
Service Cost	$ 92,539	$ 92,493	$ 86,839	$ 84,553
Interest	777,101	760,470	764,152	750,191
Difference Between Expected and Actual Experience	(58,666)	43,177	(6,031)	17,212
Changes in Assumptions	380,676	515,496	297,768	-
Benefit Payments, Including Refund of Member Contributions	(712,513)	(685,885)	(696,691)	(660,504)
Other	-	-	-	-
NET CHANGE IN TOTAL PENSION LIABILITY	479,137	725,751	446,037	191,452
Total Pension Liability - Beginning	11,028,620	10,302,869	9,856,832	9,665,380
TOTAL PENSION LIABILITY - ENDING	$ 11,507,757	$ 11,028,620	$ 10,302,869	$ 9,856,832
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	$ 753,796	$ 664,692	$ 610,571	$ 512,501
Contributions - Employee	9,640	10,228	9,291	9,398
Net Investment Income	1,076,501	875,041	816,258	(249,406)
Benefit Payments, Including Refunds of Member Contributions	(712,513)	(685,885)	(696,691)	(660,504)
Administrative Expenses	(12,348)	(13,637)	(14,064)	(12,398)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	1,115,076	850,439	725,365	(400,409)
Plan Fiduciary Net Position - Beginning	7,601,477	6,751,038	6,025,673	6,426,082
PLAN FIDUCIARY NET POSITION - ENDING	$ 8,716,553	$ 7,601,477	$ 6,751,038	$ 6,025,673
DISTRICT'S NET PENSION LIABILITY - ENDING	$ 2,791,204	$ 3,427,143	$ 3,551,831	$ 3,831,159
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	76%	69%	66%	61%
Covered Payroll	$ 963,995	$ 974,131	$ 925,573	$ 896,043
District's Net Pension Liability as a Percentage of Covered Payroll	290%	352%	384%	428%

* The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The District Health Department is required to present the last ten fiscal years of data; however, accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)
LAST 10 FISCAL YEARS*

DICKINSON-IRON DISTRICT HEALTH DEPARTMENT – COMPONENT UNIT (CONTINUED)

	2017	2016	2015
TOTAL PENSION LIABILITY			
Service Cost	$ 87,535	$ 90,130	$ 92,152
Interest	729,924	687,635	649,835
Difference Between Expected and Actual Experience	(20,665)	152,328	-
Changes in Assumptions	-	434,793	-
Benefit Payments, Including Refund of Member Contributions	(599,706)	(578,502)	(530,732)
Other	88,153	14,605	25,668
NET CHANGE IN TOTAL PENSION LIABILITY	285,241	800,989	236,923
Total Pension Liability - Beginning	9,380,139	8,579,150	8,342,227
TOTAL PENSION LIABILITY - ENDING	$ 9,665,380	$ 9,380,139	$ 8,579,150
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	$ 453,018	$ 469,455	$ 430,584
Contributions - Employee	9,568	9,517	10,388
Net Investment Income	763,883	603,003	(82,487)
Benefit Payments, Including Refunds of Member Contributions	(599,706)	(578,502)	(530,732)
Administrative Expenses	(12,094)	(11,898)	(12,018)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	614,669	491,575	(184,265)
Plan Fiduciary Net Position - Beginning	5,811,413	5,319,838	5,504,103
PLAN FIDUCIARY NET POSITION - ENDING	$ 6,426,082	$ 5,811,413	$ 5,319,838
DISTRICT'S NET PENSION LIABILITY - ENDING	$ 3,239,298	$ 3,568,726	$ 3,259,312
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66%	62%	62%
Covered Payroll	$ 941,525	$ 985,911	$ 1,026,051
District's Net Pension Liability as a Percentage of Covered Payroll	344%	362%	318%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)
LAST 10 FISCAL YEARS*

DICKINSON-IRON DISTRICT HEALTH DEPARTMENT – COMPONENT UNIT

	2021	2020	2019
Actuarially Determined Contribution	$ 516,672	$ 652,644	$ 586,571
Contributions in Relation to the Actuarially Determined Contribution	753,796	664,692	610,571
Contribution Excess (Deficiency)	$ 237,124	$ 12,048	$ 24,000
Covered Employee Payroll	$ 963,995	$ 974,131	$ 925,573
Contributions as a Percentage of Covered Payroll	78%	68%	66%

NOTES TO SCHEDULE

Actuarially determined contributions rates are calculated as of December 31, two years prior to the end of the fiscal year in which contributions are reported.

Actuarial Cost Method	Entry Age
Amortization Method	Level Percent
Remaining Amortization Period	17 Years
Asset Valuation Method	5 Years Smoothed Value
Inflation	2.5% in the Long-Term
Salary Increases	3.00% Average, Including Inflation
Investment Rate of Return	7.00%
Retirement Age	Age 60
Mortality	Assumptions were based on the MP-2019 Health Annuitant Mortality Tables Based upon experience study dated February 14, 2020

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IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)
LAST 10 FISCAL YEARS*

DICKINSON-IRON DISTRICT HEALTH DEPARTMENT – COMPONENT UNIT (CONTINUED)

	2018	2017	2016	2015
Actuarially Determined Contribution	$ 476,958	$ 405,398	$ 349,455	$ 310,584
Contributions in Relation to the Actuarially Determined Contribution	512,501	453,018	469,455	430,584
Contribution Excess (Deficiency)	$ 35,543	$ 47,620	$ 120,000	$ 120,000
Covered Employee Payroll	$ 896,043	$ 941,525	$ 985,911	$ 1,026,051
Contributions as a Percentage of Covered Payroll	57%	48%	48%	42%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

MEDICAL CARE FACILITY – COMPONENT UNIT

	2021	2020	2019
TOTAL PENSION LIABILITY			
Service Cost	$ 868,667	$ 1,043,441	$ 1,012,010
Interest	2,828,567	2,744,633	2,652,887
Changes in Benefits	(80,264)	(66,154)	(76,488)
Difference Between Expected and Actual Experience	7,111	72,927	(825,445)
Changes in Assumptions	2,224,986	1,122,122	-
Benefit Payments, Including Refunds	(2,043,944)	(1,689,078)	(1,574,627)
Other	-	(52,991)	-
NET CHANGE IN TOTAL PENSION LIABILITY	3,805,123	3,174,900	1,188,337
Total Pension Liability - Beginning of Year	37,805,627	34,630,727	33,442,390
TOTAL PENSION LIABILITY - ENDING OF YEAR	$ 41,610,750	$ 37,805,627	$ 34,630,727
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	$ 1,193,928	$ 1,054,025	$ 7,008,284
Contributions - Employee	527,955	578,532	571,133
Net Investment Income	5,092,099	4,304,775	(1,101,042)
Benefit Payments, Including Refunds	(72,079)	(1,689,078)	(52,420)
Administrative Expenses	(2,043,944)	(74,221)	(1,574,627)
Other	-	-	13,650
NET CHANGE IN PLAN FIDUCIARY NET POSITION	4,697,959	4,174,033	4,864,978
Plan Fiduciary Net Position - Beginning of Year	35,739,037	31,565,004	26,700,026
PLAN FIDUCIARY NET POSITION - ENDING OF YEAR	$ 40,436,996	$ 35,739,037	$ 31,565,004
FACILITY'S NET PENSION LIABILITY - ENDING	$ 1,173,754	$ 2,066,590	$ 3,065,723
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.18%	94.53%	91.15%
Covered Payroll	$ 8,195,210	$ 10,318,639	$ 10,327,243
Facility's Net Pension Liability as a Percentage of Covered Payroll	14.32%	20.03%	29.69%

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IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF NET PENSION LIABILITY AND RELATED RATIOS (CONTINUED)
LAST 10 FISCAL YEARS*

MEDICAL CARE FACILITY – COMPONENT UNIT (CONTINUED)

	2018	2017	2016	2015
TOTAL PENSION LIABILITY	$ 1,099,669	$ 1,058,633	$ 941,341	$ 1,018,214
Service Cost	2,505,990	2,408,898	2,293,670	1,980,798
Interest	(78,908)	40,585	(131,532)	-
Changes in Benefits				
Difference Between Expected and Actual Experience	(207,259)	(1,096,880)	493,921	-
Changes in Assumptions	-	-	1,468,177	-
Benefit Payments, Including Refunds	(1,304,315)	(1,131,880)	(986,107)	(862,397)
Other	-	-	-	-
NET CHANGE IN TOTAL PENSION LIABILITY	2,015,177	1,279,356	4,079,470	2,136,615
Total Pension Liability - Beginning of Year	31,427,213	30,147,857	26,068,387	23,931,772
TOTAL PENSION LIABILITY - ENDING OF YEAR	$ 33,442,390	$ 31,427,213	$ 30,147,857	$ 26,068,387
PLAN FIDUCIARY NET POSITION	$ 1,047,554	$ 996,710	$ 1,017,632	$ 904,991
Contributions - Employer	556,606	443,414	449,754	398,939
Contributions - Employee	3,121,644	2,384,547	(318,924)	1,209,231
Net Investment Income	(1,304,315)	(1,131,880)	(986,107)	(862,397)
Benefit Payments, Including Refunds	(49,319)	(47,003)	(45,726)	(34,702)
Administrative Expenses	(250)	-	-	-
Other				
NET CHANGE IN PLAN FIDUCIARY NET POSITION	3,371,920	2,645,788	116,629	1,616,062
Plan Fiduciary Net Position - Beginning of Year	23,328,106	20,682,318	20,565,689	18,949,627
PLAN FIDUCIARY NET POSITION - ENDING OF YEAR	$ 26,700,026	$ 23,328,106	$ 20,682,318	$ 20,565,689
FACILITY'S NET PENSION LIABILITY - ENDING	$ 6,742,364	$ 8,099,107	$ 9,465,539	$ 5,502,698
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.84%	74.23%	68.60%	78.89%
Covered Payroll	$ 10,108,191	$ 10,586,927	$ 10,592,684	$ 11,286,499
Facility's Net Pension Liability as a Percentage of Covered Payroll	66.70%	76.50%	89.36%	48.75%

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST 10 FISCAL YEARS*

MEDICAL CARE FACILITY – COMPONENT UNIT

	2021	2020	2019	2018	2017
Actuarially Determined Contribution	$ 931,275	$ 1,193,877	$ 1,053,975	$ 1,160,220	$ 1,047,554
Contributions in Relation to the Actuarially Determined Contribution	931,275	1,193,877	1,053,975	7,008,284	1,047,554
Contribution Excess	$ -	$ -	$ -	$ 5,848,064	$ -
Covered Employee Payroll	$ 8,818,445	$ 10,318,639	$ 10,327,243	$ 10,108,191	$ 10,586,927
Contributions as a Percentage of Covered Payroll	10.6%	11.6%	10.2%	69.3%	9.9%

NOTES TO SCHEDULE

Actuarial Valuation Information Relative to the Determination of Contributions:

Valuation Date	Actuarially determined contributions rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level Percentage of Payroll
Remaining Amortization Period	8 to 20 Years, Depending on Division
Asset Valuation Method	10 Years Smoothed Value
Inflation	2.5%
Salary Increases	3.75% Average, Including Inflation
Investment Rate of Return	8.00%
Retirement Age	Normal at 60 with 10-year vesting schedule, early at 55 with 25 years of service for unreduced benefits or 50 with 25 years of service and 55 with 15 years of service for reduced benefits.
Mortality	Assumptions were based on the RP-2014 Health Annuitant Mortality Tables (with rate multiplied by 105%), the RP-2014 Employee Mortality Tables, and the RP-2014 Juvenile Mortality Tables using 50% male and 50% female blend.
Other Information	None

IRON COUNTY, MICHIGAN
EMPLOYEE RETIREMENT AND BENEFIT SYSTEMS
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)
LAST 10 FISCAL YEARS*

MEDICAL CARE FACILITY – COMPONENT UNIT (CONTINUED)

	2016	2015	2014	2013	2012
Actuarially Determined Contribution	$ 996,710	$ 1,017,632	$ 904,991	$ 823,690	$ 787,274
Contributions in Relation to the Actuarially Determined Contribution	996,710	1,017,632	904,991	823,690	787,274
Contribution Excess	$ -	$ -	$ -	$ -	$ -
Covered Employee Payroll	$ 10,592,684	$ 11,286,499	$ 10,620,069	$ 9,420,005	$ 9,543,129
Contributions as a Percentage of Covered Payroll	9.4%	9.0%	8.5%	8.7%	8.2%

IRON COUNTY, MICHIGAN
SCHEDULE OF NET OPEB LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

COUNTY ROAD COMMISSION – COMPONENT UNIT

	2021	2020	2019	2018
TOTAL OPEB LIABILITY				
Service Cost	$ 30,570	$ 26,355	$ 26,809	$ 26,028
Interest	45,551	104,588	93,720	97,531
Difference Between Expected and Actual Experience	(12,310)	(1,030,186)	(272)	-
Changes in Assumptions	(108,987)	177,903	35,412	-
Benefit Payments, Including Employee Refunds	(119,946)	(141,967)	(164,480)	(173,802)
NET CHANGE IN TOTAL OPEB LIABILITY	(165,122)	(863,307)	(8,811)	(50,243)
Total OPEB Liability - Beginning of Year	2,389,545	3,252,852	3,261,663	3,311,906
TOTAL OPEB LIABILITY - ENDING OF YEAR	$ 2,224,423	$ 2,389,545	$ 3,252,852	$ 3,261,663
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0%	0%	0%	0%
Covered Employee Payroll	$ 1,431,395	$ 1,239,215	$ 1,173,342	$ 1,116,801
Road Commission's Total OPEB Liability as a Percentage of Covered Employee Payroll	155%	193%	277%	292%

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IRON COUNTY, MICHIGAN
SCHEDULE OF OTHER POSTEMPLOYMENT BENEFITS CONTRIBUTIONS
LAST 10 FISCAL YEARS*

COUNTY ROAD COMMISSION – COMPONENT UNIT

	2021	2020	2019	2018
Actuarially Determined Contribution	$ 296,207	$ 383,855	$ 409,980	$ 384,752
Contributions in Relation to the Actuarially Determined Contribution	119,946	141,967	164,480	173,802
Contribution Excess (Deficiency)	$ (176,261)	$ (241,888)	$ (245,500)	$ (210,950)
Covered Employee Payroll	$ 1,431,395	$ 1,239,215	$ 1,173,242	$ 1,116,801
Contributions as a Percentage of Covered Employee Payroll	8%	11%	14%	16%

NOTES TO SCHEDULE

Actuarial Valuation Information Relative to the Determination of Contributions:

Valuation Date	December 31, 2020
Measurement Date	December 31, 2021

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level Percentage of Pay
Discount Rate	1.93%
20-Year Aa Municipal Bond Rate	2.25% - Current Bond Rate
Inflation	N/A - Plan is not Pre-Funded
Salary Increases	3.0%
Mortality	2010 Public General Employee and Health Retirees, Headcount Weighted
Improvement Scale	MP-2021

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IRON COUNTY, MICHIGAN
SCHEDULE OF NET OPEB LIABILITY AND RELATED RATIOS
LAST 10 FISCAL YEARS*

MEDICAL CARE FACILITY – COMPONENT UNIT

	2021	2020	2019	2018
TOTAL OPEB LIABILITY				
Service Cost	$ 15,597	$ 22,185	$ 23,984	$ 71,043
Interest	85,876	86,041	123,241	78,700
Difference Between Expected and Actual Experience	(260,852)	12,373	(552,796)	5,893
Changes in Assumptions	88,517	-	7,579	(610,750)
Benefit Payments, Including Refunds	(100,077)	(139,242)	(125,838)	(150,981)
NET CHANGE IN OPEB LIABILITY	(170,939)	(18,643)	(523,830)	(606,095)
Total OPEB Liability - Beginning of Year	1,269,038	1,287,681	1,811,511	2,417,606
TOTAL OPEB LIABILITY - ENDING OF YEAR	$ 1,098,099	$ 1,269,038	$ 1,287,681	$ 1,811,511
PLAN FIDUCIARY NET POSITION				
Contributions - Employer	$ 280,077	$ 334,242	$ 290,838	$ 325,981
Net Investment Income (Loss)	98,506	75,328	32,707	(6,148)
Benefit Payments, Including Refunds	(100,077)	(139,242)	(125,838)	(150,981)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	278,506	270,328	197,707	168,852
Plan Fiduciary Net Position - Beginning of Year	636,887	366,559	168,852	-
PLAN FIDUCIARY NET POSITION - ENDING OF YEAR	$ 915,393	$ 636,887	$ 366,559	$ 168,852
FACILITY'S NET OPEB LIABILITY - ENDING	$ 182,706	$ 632,151	$ 921,122	$ 1,642,659
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	83.36%	50.19%	28.47%	9.32%
Covered Employee Payroll	$ 6,977,547	$ 6,840,284	$ 7,911,961	$ 8,450,405
Facility's Net OPEB Liability as a Percentage of Covered Employee Payroll	2.62%	9.24%	11.64%	19.44%

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IRON COUNTY, MICHIGAN
SCHEDULE OF OTHER POSTEMPLOYMENT BENEFITS CONTRIBUTIONS
LAST 10 FISCAL YEARS*

MEDICAL CARE FACILITY – COMPONENT UNIT

	2021	2020	2019	2018
Actuarially Determined Contribution	$ 55,921	$ 115,152	$ 116,800	$ 191,943
Contributions in Relation to the Actuarially Determined Contribution	280,077	334,242	290,838	325,981
Contribution Excess (Deficiency)	$ 224,156	$ 219,090	$ 174,038	$ 134,038
Covered Employee Payroll	$ 6,977,547	$ 6,840,284	$ 7,911,961	$ 8,450,405
Contributions as a Percentage of Covered Employee Payroll	4.01%	4.89%	3.68%	3.86%

NOTES TO SCHEDULE

Actuarial Valuation Information Relative to the Determination of Contributions:

Valuation Date	Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level Dollar
Remaining Amortization Period	24 Years, Closed
Asset Valuation Method	Market Value of Assets
Price Inflation	2.5%
Wage Inflation	3.0%
Salary Increases	3% To 9.7%
Investment Rate of Return	7.0%, Net of OPEB Plan Investment Expenses
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	Healthy preretirement: Sex distinct Pub-2010 General Employees Health postretirement: Sex distinct Pub-2010 General Health Retiree ta scaled by a factor of 106 percent Disability Retirement: Sex distinct PbNS-2010 disabled tables without adjustment
Other Information	There were no benefit changes during the year.

* The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The Medical Care Facility is required to present the last ten fiscal years of data; however, accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

IRON COUNTY, MICHIGAN
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2021

	Budget			Variance Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 3,572,986	$ 3,572,986	$ 3,841,396	$ 268,410
Federal Sources	467,927	473,400	483,030	9,630
State Sources	931,306	924,569	900,014	(24,555)
Licenses and Permits	9,350	9,350	10,275	925
Fines and Forfeits	5,000	5,000	1,979	(3,021)
Public Charges for Services	369,662	369,662	465,678	96,016
Miscellaneous	177,195	179,420	183,927	4,507
Total Revenues	5,533,426	5,534,387	5,886,299	351,912
EXPENDITURES				
Judicial System:				
Trial Court	718,802	712,748	595,197	117,551
Jury Commission	460	460	250	210
Total Judicial System	719,262	713,208	595,447	117,761
General Government:				
County Board	100,728	61,934	59,423	2,511
Elections	9,450	6,400	3,941	2,459
Clerk	248,836	252,886	236,210	16,676
General County	262,740	259,849	227,323	32,526
County Administrator	114,673	115,983	111,776	4,207
Equalization Department	165,566	167,576	153,020	14,556
Prosecuting Attorney	296,549	288,609	242,712	45,897
Remonumentation	87,783	62,036	62,029	7
County Treasurer	170,491	172,091	164,300	7,791
Courthouse and Grounds	236,917	241,917	205,016	36,901
Drain Commissioner	10,000	10,000	6,776	3,224
Retirement	767,509	778,509	719,503	59,006
Appropriations	86,113	106,838	106,838	-
Insurance and Bonds	204,595	200,095	167,505	32,590
Total General Government	2,761,950	2,724,723	2,466,372	258,351

IRON COUNTY, MICHIGAN
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2021

	Budget			Variance Final Budget - Positive
	Original	Final	Actual	(Negative)
EXPENDITURES (CONTINUED)				
Public Safety:				
Sheriff	$ 781,598	$ 815,352	$ 810,347	$ 5,005
Road Patrol	82,155	81,428	63,437	17,991
Marine Patrol	5,400	8,900	8,182	718
Snowmobile Patrol	3,000	3,000	2,040	960
ORV Patrol	16,000	16,000	15,698	302
WIC - School Resources Officer	46,120	46,120	36,600	9,520
Jail	878,439	892,154	871,011	21,143
Mine Inspector	10,662	10,662	10,584	78
Total Public Safety	1,823,374	1,873,616	1,817,899	55,717
Health and Welfare:				
Medical Examiner	49,330	49,330	31,694	17,636
Veterans Burials	6,200	6,200	650	5,550
Total Health and Welfare	55,530	55,530	32,344	23,186
Culture and Recreation:				
Parks and Recreation	-	5,000	867	4,133
Capital Outlay:				
Equipment	1,400	400	-	400
Total Expenditures	5,361,516	5,372,477	4,912,929	459,548
EXCESS OF REVENUES OVER EXPENDITURES	171,910	161,910	973,370	811,460
OTHER FINANCING SOURCES (USES)				
Transfers In	307,000	317,000	62,000	(255,000)
Transfers Out	(1,228,236)	(1,228,236)	(278,910)	949,326
Total Other Financing Sources (Uses)	(921,236)	(911,236)	(216,910)	694,326
NET CHANGE IN FUND BALANCE	(749,326)	(749,326)	756,460	1,505,786
Fund Balance - Beginning of Year	3,151,727	3,151,727	3,151,727	-
FUND BALANCE - END OF YEAR	$ 2,402,401	$ 2,402,401	$ 3,908,187	$ 1,505,786

IRON COUNTY, MICHIGAN
MAINTENANCE OF EFFORT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 843,912	$ 843,912	$ 838,288	$ (5,624)
Federal Sources	1,260	1,260	1,258	(2)
Miscellaneous	7,000	7,000	2,627	(4,373)
Total Revenues	852,172	852,172	842,173	(9,999)
EXPENDITURES				
Health and Welfare	977,000	977,000	827,395	149,605
NET CHANGE IN FUND BALANCE	(124,828)	(124,828)	14,778	139,606
Fund Balance - Beginning of Year	375,410	375,410	375,410	-
FUND BALANCE - END OF YEAR	$ 250,582	$ 250,582	$ 390,188	$ 139,606

IRON COUNTY, MICHIGAN
CENTRAL DISPATCH SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
REVENUES				
Taxes	$ 421,341	$ 421,341	$ 404,337	$ (17,004)
Federal Sources	10,000	10,000	10,549	549
Public Charges for Services	275,000	283,900	286,926	3,026
Miscellaneous	-	3,400	3,742	342
Total Revenues	706,341	718,641	705,554	(13,087)
EXPENDITURES				
Public Safety	727,054	737,057	697,895	39,162
Capital Outlay	27,500	20,300	16,353	3,947
Total Expenditures	754,554	757,357	714,248	43,109
EXCESS OF REVENUES OVER EXPENDITURES	(48,213)	(38,716)	(8,694)	30,022
OTHER FINANCING SOURCES (USES)				
Transfers In	60,000	60,000	60,000	-
NET CHANGE IN FUND BALANCE	11,787	21,284	51,306	30,022
Fund Balance - Beginning of Year	84,741	84,741	84,741	-
FUND BALANCE - END OF YEAR	$ 96,528	$ 106,025	$ 136,047	$ 30,022

SUPPLEMENTARY INFORMATION

IRON COUNTY, MICHIGAN
2012 REFUNDING BOND DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	$ 867,810	$ 867,810	$ 863,889	$ (3,921)
Intergovernmental	1,380	1,380	1,380	-
Miscellaneous	300	300	1,469	1,169
Total Revenues	869,490	869,490	866,738	(2,752)
EXPENDITURES				
Debt Service:				
Principal	720,000	720,000	715,000	5,000
Interest and Fiscal Charges	94,175	94,175	94,175	-
Total Expenditures	814,175	814,175	809,175	5,000
NET CHANGE IN FUND BALANCE	55,315	55,315	57,563	2,248
Fund Balance - Beginning of Year	296,347	296,347	296,347	-
FUND BALANCE - END OF YEAR	$ 351,662	$ 351,662	$ 353,910	$ 2,248

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue				
	Youth Camp	Family Counseling	Equipment for 911	County Parks	Friend of Court Incentive
ASSETS					
Cash and Investments	$ 265,954	$ 21,076	$ 3,290	$ 136,551	$ 31,948
Receivables:					
Property Taxes	276,708	-	-	-	-
Accounts	-	-	-	-	574
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Governments	-	-	-	-	26,291
Prepaid Items	16,495	-	-	2,955	1,778
Total Assets	$ 559,157	$ 21,076	$ 3,290	$ 139,506	$ 60,591
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ -	$ -	$ -	$ 235	$ -
Accrued and Other Current Liabilities	735	-	-	931	1,656
Due to Other Funds	-	-	-	-	-
Total Liabilities	735	-	-	1,166	1,656
DEFERRED INFLOWS OF RESOURCES					
Property Taxes Levied for Subsequent Year	276,708	-	-	-	-
Loans Receivable	-	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	276,708	-	-	-	-
FUND BALANCE					
Nonspendable	16,495	-	-	2,955	1,778
Restricted	-	-	3,290	-	57,157
Committed	265,219	21,076	-	135,385	-
Total Fund Balances	281,714	21,076	3,290	138,340	58,935
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 559,157	$ 21,076	$ 3,290	$ 139,506	$ 60,591

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue (Continued)			
	Probation Surcharge	Homestead Property Tax Exemption	Register of Deeds Automation	CDBG Grant
ASSETS				
Cash and Investments	$ 11,218	$ 7,426	$ 143,581	$ 91,279
Receivables:				
Property Taxes	-	-	-	-
Accounts	-	-	-	-
Special Assessments	-	-	-	-
Loans	-	-	-	-
Due from Other Governments	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	$ 11,218	$ 7,426	$ 143,581	$ 91,279
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	$ -	$ 7,426	$ 1,347	$ -
Accrued and Other Current Liabilities	-	-	123	-
Due to Other Funds	-	-	-	-
Total Liabilities	-	7,426	1,470	-
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for Subsequent Year	-	-	-	-
Loans Receivable	-	-	-	-
Special Assessments	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCE				
Nonspendable	-	-	-	-
Restricted	11,218	-	-	91,279
Committed	-	-	142,111	-
Total Fund Balances	11,218	-	142,111	91,279
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 11,218	$ 7,426	$ 143,581	$ 91,279

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue (Continued)				
	Local Corrections Officer Training	Concealed Weapon Permit	Drug Forfeiture - Prosecutor	Drug Forfeiture - Sheriff	Law Library
ASSETS					
Cash and Investments	$ 20,650	$ 37,424	$ 796	$ 733	$ 2,774
Receivables:					
Property Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Prepaid Items	-	-	-	-	-
Total Assets	$ 20,650	$ 37,424	$ 796	$ 733	$ 2,774
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ -	$ 17	$ -	$ -	$ 1,658
Accrued and Other Current Liabilities	-	46	-	-	-
Due to Other Funds	-	-	-	-	-
Total Liabilities	-	63	-	-	1,658
DEFERRED INFLOWS OF RESOURCES					
Property Taxes Levied for Subsequent Year	-	-	-	-	-
Loans Receivable	-	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-
FUND BALANCE					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	20,650	37,361	796	733	1,116
Total Fund Balances	20,650	37,361	796	733	1,116
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 20,650	$ 37,424	$ 796	$ 733	$ 2,774

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue (Continued)				
	Drug Court Grant Program	Senior Citizens	Alcohol Assessment	Child Care	Soldiers Relief
ASSETS					
Cash and Investments	$ -	$ 1,500	$ 35,927	$ 16,609	$ 1,613
Receivables:					
Property Taxes	-	149,412	-	-	-
Accounts	-	-	-	-	-
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Governments	21,483	-	-	21,998	-
Prepaid Items	583	-	-	1,745	-
Total Assets	$ 22,066	$ 150,912	$ 35,927	$ 40,352	$ 1,613
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ 590	$ -	$ -	$ 980	$ -
Accrued and Other Current Liabilities	1,158	-	-	962	27
Due to Other Funds	261	-	-	-	-
Total Liabilities	2,009	-	-	1,942	27
DEFERRED INFLOWS OF RESOURCES					
Property Taxes Levied for Subsequent Year	-	149,412	-	-	-
Loans Receivable	-	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	-	149,412	-	-	-
FUND BALANCE					
Nonspendable	583	-	-	1,745	-
Restricted	-	1,500	-	-	-
Committed	19,474	-	35,927	36,665	1,586
Total Fund Balances	20,057	1,500	35,927	38,410	1,586
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 22,066	$ 150,912	$ 35,927	$ 40,352	$ 1,613

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue (Continued)				
	Veterans Trust	Public Act 302	Plat Book	Sheriff's Department Equipment	Courthouse Repair
ASSETS					
Cash and Investments	$ 151	$ 221	$ 46,610	$ 95,980	$ 156,374
Receivables:					
Property Taxes	41,503	-	-	-	-
Accounts	-	-	-	2,625	-
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Prepaid Items	-	-	-	-	-
Total Assets	$ 41,654	$ 221	$ 46,610	$ 98,605	$ 156,374
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ -	$ -	$ -	$ 379	$ -
Accrued and Other Current Liabilities	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Total Liabilities	-	-	-	379	-
DEFERRED INFLOWS OF RESOURCES					
Property Taxes Levied for Subsequent Year	41,503	-	-	-	-
Loans Receivable	-	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	41,503	-	-	-	-
FUND BALANCE					
Nonspendable	-	-	-	-	-
Restricted	-	221	-	-	-
Committed	151	-	46,610	98,226	156,374
Total Fund Balances	151	221	46,610	98,226	156,374
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 41,654	$ 221	$ 46,610	$ 98,605	$ 156,374

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue (Continued)				
	EDC Revolving Loan	Airport	Forest Management	Ambulance	Michigan Indigent Defense
ASSETS					
Cash and Investments	$ 78,143	$ 12,746	$ 303,151	$ 20,811	$ 414,282
Receivables:					
Property Taxes	-	-	-	83,007	-
Accounts	-	-	5,839	-	-
Special Assessments	-	-	-	-	-
Loans	1,520	-	-	-	-
Due from Other Governments	-	-	-	-	-
Prepaid Items	-	351	-	-	128
Total Assets	$ 79,663	$ 13,097	$ 308,990	$ 103,818	$ 414,410
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ -	$ 53	$ -	$ -	$ 55,127
Accrued and Other Current Liabilities	-	159	-	-	109
Due to Other Funds	-	-	-	-	-
Total Liabilities	-	212	-	-	55,236
DEFERRED INFLOWS OF RESOURCES					
Property Taxes Levied for Subsequent Year	-	-	-	83,007	-
Loans Receivable	1,520	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	1,520	-	-	83,007	-
FUND BALANCE					
Nonspendable	-	351	-	-	128
Restricted	78,143	-	-	-	359,046
Committed	-	12,534	308,990	20,811	-
Total Fund Balances	78,143	12,885	308,990	20,811	359,174
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 79,663	$ 13,097	$ 308,990	$ 103,818	$ 414,410

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue (Continued)		Capital Projects	
	Health Care Assistance	Meals on Wheels	Invasive Species	Indian Lake Capital Projects
ASSETS				
Cash and Investments	$ 926	$ 926	$ 7,561	$ 213,446
Receivables:				
Property Taxes	55,319	55,319	-	-
Accounts	-	-	-	-
Special Assessments	-	-	-	227,270
Loans	-	-	-	-
Due from Other Governments	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	$ 56,245	$ 56,245	$ 7,561	$ 440,716
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	$ -	$ -	$ -	$ 32
Accrued and Other Current Liabilities	-	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	-	-	-	32
DEFERRED INFLOWS OF RESOURCES				
Property Taxes Levied for Subsequent Year	55,319	55,319	-	-
Loans Receivable	-	-	-	-
Special Assessments	-	-	-	227,270
Total Deferred Inflows of Resources	55,319	55,319	-	227,270
FUND BALANCE				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	926	926	7,561	213,414
Total Fund Balances	926	926	7,561	213,414
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 56,245	$ 56,245	$ 7,561	$ 440,716

IRON COUNTY, MICHIGAN
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Debt Service	Total
	2003 Courthouse Debt Retirement	Nonmajor Governmental Funds
ASSETS		
Cash and Investments	$ 923	$ 2,182,600
Receivables:		
Property Taxes	-	661,268
Accounts	-	9,038
Special Assessments	-	227,270
Loans	-	1,520
Due from Other Governments	-	69,772
Prepaid Items	-	24,035
Total Assets	$ 923	$ 3,175,503
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Accounts Payable	$ -	$ 67,844
Accrued and Other Current Liabilities	-	5,906
Due to Other Funds	-	261
Total Liabilities	-	74,011
DEFERRED INFLOWS OF RESOURCES		
Property Taxes Levied for Subsequent Year	-	661,268
Loans Receivable	-	1,520
Special Assessments	-	227,270
Total Deferred Inflows of Resources	-	890,058
FUND BALANCE		
Nonspendable	-	24,035
Restricted	923	602,777
Committed	-	1,584,622
Total Fund Balances	923	2,211,434
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 923	$ 3,175,503

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Special Revenue				
	Youth Camp	Family Counseling	Equipment for 911	County Parks	Friend of Court Incentive
REVENUES					
Taxes	$ 278,473	$ -	$ (15)	$ -	$ -
Special Assessments	-	-	-	-	-
Federal Sources	-	-	-	-	107,011
State Sources	429	-	-	-	6,570
Licenses and Permits	-	-	-	-	-
Fines and Forfeits	-	-	-	-	-
Public Charges for Services	-	915	-	203,745	9,586
Miscellaneous	30,064	-	-	284	330
Total Revenues	308,966	915	(15)	204,029	123,497
EXPENDITURES					
Current:					
General Government	-	-	-	-	128,000
Public Safety	-	-	-	-	-
Highway and Transportation	-	-	-	-	-
Health and Welfare	-	676	-	-	-
Culture and Recreation	155,001	-	-	142,071	-
Community Development	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	81,842	-	-	25,391	1,652
Total Expenditures	236,843	676	-	167,462	129,652
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	72,123	239	(15)	36,567	(6,155)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	10,000
Transfers Out	-	-	-	(2,500)	-
Total Other Financing Sources (Uses)	-	-	-	(2,500)	10,000
NET CHANGE IN FUND BALANCE	72,123	239	(15)	34,067	3,845
Fund Balances - Beginning of Year	209,591	20,837	3,305	104,273	55,090
FUND BALANCES - END OF YEAR	$ 281,714	$ 21,076	$ 3,290	$ 138,340	$ 58,935

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Special Revenue (Continued)			
	Probation Surcharge	Register of Deeds Automation	CDBG Grant	Local Corrections Officer Training
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Special Assessments	-	-	-	-
Federal Sources	-	-	-	-
State Sources	-	-	-	-
Licenses and Permits	-	-	-	-
Fines and Forfeits	-	-	-	-
Public Charges for Services	2,600	-	-	1,540
Miscellaneous	-	21,280	31,584	-
Total Revenues	2,600	21,280	31,584	1,540
EXPENDITURES				
Current:				
General Government	462	7,812	-	-
Public Safety	-	-	-	1,351
Highway and Transportation	-	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	-	-	-
Community Development	-	-	48,740	-
Debt Service:				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Capital Outlay	-	13,778	-	-
Total Expenditures	462	21,590	48,740	1,351
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,138	(310)	(17,156)	189
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	2,138	(310)	(17,156)	189
Fund Balances - Beginning of Year	9,080	142,421	108,435	20,461
FUND BALANCES - END OF YEAR	$ 11,218	$ 142,111	$ 91,279	$ 20,650

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Special Revenue (Continued)				
	Concealed Weapon Permit	Drug Forfeiture - Prosecutor	Drug Forfeiture - Sheriff	Law Library	Drug Court Grant Program
REVENUES					
Taxes	$ -	$ -	$ -	$ -	$ -
Special Assessments	-	-	-	-	-
Federal Sources	-	-	-	-	-
State Sources	-	-	-	-	96,132
Licenses and Permits	8,308	-	-	-	-
Fines and Forfeits	-	-	-	2,500	-
Public Charges for Services	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total Revenues	8,308	-	-	2,500	96,132
EXPENDITURES					
Current:					
General Government	-	-	-	15,568	-
Public Safety	3,110	696	-	-	102,178
Highway and Transportation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	3,110	696	-	15,568	102,178
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5,198	(696)	-	(13,068)	(6,046)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	10,000	7,500
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	10,000	7,500
NET CHANGE IN FUND BALANCE	5,198	(696)	-	(3,068)	1,454
Fund Balances - Beginning of Year	32,163	1,492	733	4,184	18,603
FUND BALANCES - END OF YEAR	$ 37,361	$ 796	$ 733	$ 1,116	$ 20,057

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Special Revenue (Continued)				
	Senior Citizens	Alcohol Assessment	Child Care	Soldiers Relief	Veterans Trust
REVENUES					
Taxes	$ 150,826	$ -	$ -	$ -	$ 40,830
Special Assessments	-	-	-	-	-
Federal Sources	-	-	-	-	-
State Sources	226	-	42,418	-	-
Licenses and Permits	-	-	-	-	-
Fines and Forfeits	-	-	-	-	-
Public Charges for Services	-	10,216	11,094	-	-
Miscellaneous	-	-	-	-	-
Total Revenues	151,052	10,216	53,512	-	40,830
EXPENDITURES					
Current:					
General Government	-	631	-	-	-
Public Safety	-	-	-	-	-
Highway and Transportation	-	-	-	-	-
Health and Welfare	151,052	-	96,497	1,178	40,679
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	151,052	631	96,497	1,178	40,679
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	9,585	(42,985)	(1,178)	151
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	1,400	-
Transfers Out	-	(12,500)	-	-	-
Total Other Financing Sources (Uses)	-	(12,500)	-	1,400	-
NET CHANGE IN FUND BALANCE	-	(2,915)	(42,985)	222	151
Fund Balances - Beginning of Year	1,500	38,842	81,395	1,364	-
FUND BALANCES - END OF YEAR	$ 1,500	$ 35,927	$ 38,410	$ 1,586	$ 151

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Special Revenue (Continued)				
	Public Act 302	Plat Book	Sheriff's Department Equipment	Courthouse Repair	EDC Revolving Loan
REVENUES					
Taxes	$ -	$ -	$ -	$ -	$ -
Special Assessments	-	-	-	-	-
Federal Sources	-	-	-	-	-
State Sources	1,375	-	-	-	-
Licenses and Permits	-	-	-	-	-
Fines and Forfeits	-	-	-	-	-
Public Charges for Services	-	19,168	4,847	-	-
Miscellaneous	275	-	27,566	5,230	157
Total Revenues	1,650	19,168	32,413	5,230	157
EXPENDITURES					
Current:					
General Government	-	10,290	-	-	-
Public Safety	2,429	-	4,820	-	-
Highway and Transportation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Community Development	-	-	-	-	1,362
Debt Service:					
Principal	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	-	20,588	15,003	-
Total Expenditures	2,429	10,290	25,408	15,003	1,362
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(779)	8,878	7,005	(9,773)	(1,205)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	95,000	-
Transfers Out	-	(10,000)	-	-	-
Total Other Financing Sources (Uses)	-	(10,000)	-	95,000	-
NET CHANGE IN FUND BALANCE	(779)	(1,122)	7,005	85,227	(1,205)
Fund Balances - Beginning of Year	1,000	47,732	91,221	71,147	79,348
FUND BALANCES - END OF YEAR	$ 221	$ 46,610	$ 98,226	$ 156,374	$ 78,143

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Special Revenue (Continued)			
	Airport	Forest Management	Ambulance	Michigan Indigent Defense
REVENUES				
Taxes	$ -	$ -	$ 83,488	$ -
Special Assessments	-	-	-	-
Federal Sources	-	-	-	-
State Sources	-	-	-	307,701
Licenses and Permits	-	-	-	-
Fines and Forfeits	-	-	-	-
Public Charges for Services	5,709	5,839	-	-
Miscellaneous	-	23	273	-
Total Revenues	5,709	5,862	83,761	307,701
EXPENDITURES				
Current:				
General Government	-	-	-	292,949
Public Safety	-	-	75,494	-
Highway and Transportation	10,284	-	-	-
Health and Welfare	-	-	-	-
Culture and Recreation	-	171	-	-
Community Development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	10,284	171	75,494	292,949
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,575)	5,691	8,267	14,752
OTHER FINANCING SOURCES (USES)				
Transfers In	5,000	-	-	73,437
Transfers Out	-	(2,500)	-	-
Total Other Financing Sources (Uses)	5,000	(2,500)	-	73,437
NET CHANGE IN FUND BALANCE	425	3,191	8,267	88,189
Fund Balances - Beginning of Year	12,460	305,799	12,544	270,985
FUND BALANCES - END OF YEAR	$ 12,885	$ 308,990	$ 20,811	$ 359,174

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

			Capital Projects	
	Health Care Assistance	Meals on Wheels	Invasive Species	Indian Lake Capital Projects
REVENUES				
Taxes	$ 54,973	$ 54,973	$ -	$ -
Special Assessments	-	-	-	56,951
Federal Sources	-	-	-	-
State Sources	-	-	-	-
Licenses and Permits	-	-	-	-
Fines and Forfeits	-	-	-	-
Public Charges for Services	-	-	-	-
Miscellaneous	-	-	-	5,445
Total Revenues	54,973	54,973	-	62,396
EXPENDITURES				
Current:				
General Government	-	-	-	2,530
Public Safety	-	-	-	-
Highway and Transportation	-	-	-	-
Health and Welfare	54,547	54,547	-	-
Culture and Recreation	-	-	9,992	-
Community Development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Capital Outlay	-	-	-	2,105
Total Expenditures	54,547	54,547	9,992	4,635
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	426	426	(9,992)	57,761
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	(41,184)
Total Other Financing Sources (Uses)	-	-	-	(41,184)
NET CHANGE IN FUND BALANCE	426	426	(9,992)	16,577
Fund Balances - Beginning of Year	500	500	17,553	196,837
FUND BALANCES - END OF YEAR	$ 926	$ 926	$ 7,561	$ 213,414

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2021

	Debt Service		
	2003 Courthouse Debt Retirement	2017 Indian Lake Debt Retirement	Total Nonmajor Governmental Funds
REVENUES			
Taxes	$ -	$ -	$ 663,548
Special Assessments	-	-	56,951
Federal Sources	-	-	107,011
State Sources	-	-	454,851
Licenses and Permits	-	-	8,308
Fines and Forfeits	-	-	2,500
Public Charges for Services	-	-	275,259
Miscellaneous	-	-	122,511
Total Revenues	-	-	1,690,939
EXPENDITURES			
Current:			
General Government	-	-	458,242
Public Safety	-	-	190,078
Highway and Transportation	-	-	10,284
Health and Welfare	-	-	399,176
Culture and Recreation	-	-	307,235
Community Development	-	-	50,102
Debt Service:			
Principal	14,000	25,000	39,000
Interest and Fiscal Charges	10,073	16,184	26,257
Capital Outlay	-	-	160,359
Total Expenditures	24,073	41,184	1,640,733
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(24,073)	(41,184)	50,206
OTHER FINANCING SOURCES (USES)			
Transfers In	24,073	41,184	267,594
Transfers Out	-	-	(68,684)
Total Other Financing Sources (Uses)	24,073	41,184	198,910
NET CHANGE IN FUND BALANCE	-	-	249,116
Fund Balances - Beginning of Year	923	-	1,962,318
FUND BALANCES - END OF YEAR	$ 923	$ -	$ 2,211,434

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2021

	Tax Collections	Library Fund	Inmate Trust	Total
ASSETS				
Current Assets:				
Cash and Investments	$ 504,042	$ 17,312	$ 27,025	$ 548,379
LIABILITIES				
Accounts Payable	169,591	-	-	169,591
Due to Other Governments	334,451	-	-	334,451
Total Liabilities	$ 504,042	$ -	$ -	$ 504,042
NET POSITION				
Restricted for Individuals, Organizations and other governments	$ -	$ 17,312	$ 27,025	$ 44,337

IRON COUNTY, MICHIGAN
COMBINING STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2021

	Tax Collections	Library Fund	Inmate Trust	Total
ADDITIONS				
Court Fines	$ -	$ 51,339	$ -	$ 51,339
Taxes and Special Charges Collected	8,084,363	-	-	8,084,363
Fees Collected	983,458	-	-	983,458
Payments Collected	-	-	102,827	102,827
Total Additions	9,067,821	51,339	102,827	9,221,987
DEDUCTIONS				
Payments to Library	-	34,027	-	34,027
Payments to Other Districts	8,084,363	-	-	8,084,363
Payments to Other Governments	983,458	-	-	983,458
Other Payments	-	-	75,802	75,802
Total Deductions	9,067,821	34,027	75,802	9,177,650
CHANGE IN NET POSITION	-	17,312	27,025	44,337
Net Position - Beginning of Year	-	-	-	-
NET POSITION- END OF YEAR	$ -	$ 17,312	$ 27,025	$ 44,337

ADDITIONAL INDEPENDENT AUDITORS' REPORT FOR BASIC FINANCIAL STATEMENTS

CliftonLarsonAllen LLP
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Commissioners
Iron County, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Iron County, Michigan, (the County) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated August 1, 2022. Our report includes a reference to other auditors who audited the financial statements of the Iron County Road Commission and the Iron County Medical Care Facility, as described in our report on Iron County, Michigan's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

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

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Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

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

Iron County, Michigan's Response to Finding

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

Purpose of this Report

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

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Green Bay, Wisconsin
August 1, 2022

FEDERAL AWARDS

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Commissioners
Iron County, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Iron County, Michigan's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Iron County, Michigan's major federal programs for the year ended December 31, 2021. Iron County, Michigan's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Iron County's basic financial statements include the operations of the Iron County Medical Care Facility and the Iron County Road Commission as component units, which expended federal awards which are not included in Iron County's schedule of expenditures of federal awards during the year ended December 31, 2021. Our audit, described below, did not include the operations of the Iron County Medical Care Facility and the Iron County Road Commission because as the component units engaged other auditors to perform an audit of compliance.

In our opinion, Iron County, Michigan complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Iron County, Michigan and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Iron County, Michigan's compliance with the compliance requirements referred to above.

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Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Iron County, Michigan's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of Iron County, Michigan's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Iron County, Michigan's internal control over compliance. Accordingly, no such opinion is expressed.

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

Board of Commissioners
Iron County, Michigan

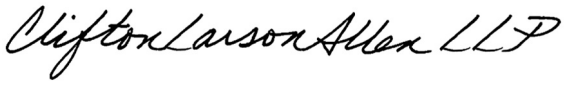
Report on Internal Control Over Compliance

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

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

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

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



CliftonLarsonAllen LLP

Green Bay, Wisconsin
August 1, 2022

IRON COUNTY, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2021

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number
U.S. DEPARTMENT OF AGRICULTURE	
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557
Total Special Supplemental Nutrition Program for Women, Infants, and Children	
Forest Service Schools and Roads Cluster:	
Schools and Roads - Grants to States	10.665
Federal Park Patrol	10.704
Community Facilities Loans and Grants Cluster:	
Community Facilities Loans and Grants	10.766
Total U.S. Department of Agriculture	
U.S. DEPARTMENT OF INTERIOR	
Federal Payment in Lieu of Tax	15.226
U.S. DEPARTMENT OF JUSTICE	
COVID-19 Coronavirus Emergency Supplemental Funding	16.034
U.S. DEPARTMENT OF TREASURY	
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027
U.S. DEPARTMENT OF EDUCATION	
Special Education - Grants for Infants and Families	84.181
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES	
Public Health Emergency Preparedness Aligned Cooperative Agreements	93.069
TB Control	93.116
Family Planning	93.217
COVID-19 Immunization Cooperative Agreements	93.268
Immunization Cooperative Agreements	93.268
Total Immunization Cooperative Agreements	
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases	93.323
COVID-19 PHEP COVID-19 Response	93.354
Child Support Enforcement (Title IV-D)	93.563
Child Support Enforcement (PA COOP Reimb. Title IV-D)	93.563
Child Support Enforcement (Friends of Court Incentive Program)	93.563
Total Child Support Enforcement (Title IV-D)	
Medical Assistance Program	93.778
Medical Assistance Program	93.778
Total Medical Assistance Program	
State Targeted Response to the Opioid Crisis	93.788
BCCCP Coordination	93.898
Block Grants for Prevention and Treatment of Substance Abuse	93.959
Preventative Health and Health Services Grant	93.991
Maternal and Child Health Services Block Grant to the States	93.994
Maternal and Child Health Services Block Grant to the States	93.994
Total Maternal and Child Health Services Block Grant to the States	
Total U.S. Department of Health and Human Services	
U.S. DEPARTMENT OF HOMELAND SECURITY	
Federal Boating Safety Financial Assistance Program	97.012
Emergency Management Performance Grants	97.042
Non-Cash Assistance:	
Homeland Security Grant Program	97.067
Total U.S. Department of Homeland Security	
Total Expenditures of Federal Awards	

IRON COUNTY, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2021

Pass-Through Agency	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
Michigan Department of Health and Human Services	50035	$ 175,103	$ -
Michigan Department of Health and Human Services	50022	46,560	-
		221,663	-
Michigan Department of Natural Resources and Environment	N/A	155,933	-
Direct Payment	N/A	1,516	-
Direct Payment	N/A	24,700	-
		403,812	-
Michigan Department of Natural Resources and Environment	N/A	388,094	-
Direct Payment	N/A	15,664	-
Michigan Department of Treasury	N/A	464,663	-
Dickinson-Iron Intermediate School District	N/A	75,949	-
Michigan Department of Health and Human Services	251184	112,486	-
Michigan Department of Health and Human Services	251165	100	-
Michigan Department of Health and Human Services	251019	70,033	-
Michigan Department of Health and Human Services	251129	195,099	-
Michigan Department of Health and Human Services	H23 CCH522556	66,375	-
		261,474	-
Michigan Department of Health and Human Services	251156	213,027	-
Michigan Department of Health and Human Services	251211	14,142	-
Michigan Department of Health and Human Services	CSFOC-18-36001	19,622	-
Michigan Department of Health and Human Services	CSPA-17-36002	95,484	-
Michigan Department of Health and Human Services	N/A	11,527	-
		126,633	-
Michigan Department of Health and Human Services	253001	21,636	-
Michigan Department of Health and Human Services	N/A	3,255	-
		24,891	-
Michigan Department of Health and Human Services	252549	38,124	-
Michigan Department of Health and Human Services	251183	5,000	-
NorthCare Network	N/A	41,330	-
Michigan Department of Health and Human Services	252900	7,500	-
Michigan Department of Health and Human Services	252208	25,225	-
Michigan Department of Health and Human Services	N/A	1,380	-
		26,605	-
		941,345	-
Michigan Department of Natural Resources and Environment	N/A	8,183	-
Michigan State Police	N/A	10,675	-
Dickinson County, Michigan	N/A	14,577	-
		33,435	-
		$ 2,322,962	$ -

IRON COUNTY, MICHIGAN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2021

NOTE 1 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards for the County are presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

The schedules of expenditures of federal awards include all federal awards of the County and the Dickinson – Iron County Health Department. Because the schedules present only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

The County's reporting entity is defined in Note 1 of the County's Financial Statements. The County's financial statements include the operations of the Iron County Road Commission and the Iron County Medical Care Facility discretely presented component units, which received federal awards that are not included in the Schedule for the year ended December 31, 2021, as the entities were separately audited.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the County's 2021 fund financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles, certain types of expenditures are not allowable or are limited to reimbursement.

The County has elected to charge a de minimis rate of 10% of modified total costs.

NOTE 3 OVERSIGHT AGENCIES

The federal oversight agency for the County is as follows:

Federal – U.S. Department of Agriculture

NOTE 4 PASS-THROUGH ENTITIES

The pass-through grantor's number represents the County's provider I.D. number. Such other I.D. numbers were not available.

The County did not act as a pass-through agent for any federal monies.

NOTE 5 FEDERAL REVENUE RECONCILIATION

Federal Revenue Per Governmental Fund Financial Statements	$ 1,054,704
Federal Expenditures Per Schedule of Expenditures and Federal Awards	2,322,962
Difference	(1,268,258)
Reconciling Items:	
Federal revenues reported in the component units which are included on the schedule of expenditures of federal awards:	
District Health Department	1,112,325
Federal revenues not reported in the financial statements, but on the schedule of expenditures of federal awards because the funds were receipted and disbursed in a custodial fund:	
Schools and Roads - Grants to States	155,933
Reconciled Difference	$ -

IRON COUNTY, MICHIGAN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2021

Section I – Summary of the Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified

Internal control over financial reporting:

• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	Yes
Noncompliance material to basic financial statements noted?	No

Federal Awards

Internal control over major federal programs:

• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Type of auditors' report issued on compliance for major federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal program:

Assistance Listing Numbers	Name of Federal Program or Cluster
21.027	COVID 19 - American Rescue Plan Act
15.226	Payment in Lieu of Taxes

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee	Yes

Section II – Financial Statement Findings

Finding no.	Control Deficiencies
2021-001	**Preparation of Annual Financial Report**
Type of Finding:	Significant Deficiency in Internal Control over Financial Reporting
Condition:	Management and the Board of the County share the ultimate responsibility for the County's internal control system. While it is acceptable to outsource various accounting functions, the responsibility for internal control cannot be outsourced. The County engages CliftonLarsonAllen LLP (CLA) to assist in preparing its financial statements and accompanying disclosures. However, as independent auditors, CLA cannot be considered part of the County's internal control system. As part of its internal control over the preparation of its financial statements, including disclosures, the County has implemented a comprehensive review procedure to ensure that the financial statements, including disclosures, are complete and accurate. Such review procedures should be performed by an individual possessing a thorough understanding of accounting principles generally accepted in the United States of America and knowledge of the County's activities and operations. The County's personnel have not monitored recent accounting developments to the extent necessary to enable them to prepare the County's financial statements and related disclosures, to provide a high level of assurance that potential omissions or other errors that are material would be identified and corrected on a timely basis.
Criteria or Specific Requirement:	The preparation and review of the annual financial report, by staff with expertise in financial reporting is an internal control intended to prevent, detect and correct a potential omission or misstatement in the financial statements or notes.
Cause:	County management has determined that the additional costs associated with training staff to become experienced in applicable accounting principles and note disclosures outweigh the derived benefits.
Effect:	Without our involvement, the County may not be able to completely prepare an annual financial report in accordance with accounting principles generally accepted in the United States of America.
Repeat Finding:	This is a repeat Finding of 2020-001.
Recommendation:	We recommend the County continue reviewing the annual financial report. Such review procedures should be performed by an individual possessing a thorough understanding of accounting principles generally accepted in the United States of America and knowledge of the System's activities and operations. While it may not be cost beneficial to train additional staff to completely prepare the report, a thorough review of this information by appropriate staff of the County is necessary to obtain a complete and adequate understanding of the County's annual financial report and Michigan State Report F-65.

Views of Responsible Officials and Planned Corrective Actions:	Management believes the cost for additional staff time and training to prepare year-end closing entries and reports outweigh the benefits to be received. Management has reviewed and approved the annual financial report prior to issuance.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

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Investment Advisory Services and securities are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.