



COHOCTAH TOWNSHIP BOARD MEETING

September 09, 2021 at 8:00 PM

Township Hall | Fowlerville, Michigan

The Township will provide necessary reasonable auxiliary aids and services to individuals with disabilities at the meeting upon 72 hour advance notice by contacting Barb Fear, Township Clerk, by email: bfearclerk@gmail.com, phone: (517) 618-7404, or mail: 3530 Gannon Rd, Howell, MI 48855.

AGENDA

CALL TO ORDER

AGENDA APPROVAL

CONSENT AGENDA

- [1.](#) Minutes 8-5-2021
- [2.](#) Treasurer's Report
- [3.](#) Expenditures

CALL TO THE PUBLIC

- [4.](#) Audit Presentation

UNFINISHED BUSINESS

5. Alchins Contract Renewal
6. Large Item Day 10-2-2021
- [7.](#) Updated August Expenditure List
8. Buckner Property

Road Commission

Howell Fire Authority

Hall

Cemetery

Parks and Recreation

NEW BUSINESS

- [9.](#) Surf Broadband Metro Permit
- [10.](#) Mugg and Bopps revised pump plan
- [11.](#) Marijuana Caregiver Grow Operations

REPORTS

Zoning Board of Appeals

Planning Commission

Violations and Complaints

12. 1985 Gannon Rd, 04-2020 1850 Gannon Rd, 02-2021 1212 Faussett Rd.

CALL TO THE PUBLIC

NEXT REGULAR MEETING DATE - October 14, 2021

ADJOURN



COHOCTAH TOWNSHIP BOARD MEETING

August 05, 2021 at 7:15 PM

Township Park Howell MI

The Township will provide necessary reasonable auxiliary aids and services to individuals with disabilities at the meeting upon 72 hour advance notice by contacting Barb Fear, Township Clerk, by email: bfearclerk@gmail.com, phone: (517) 618-7404, or mail: 3530 Gannon Rd, Howell, MI 48855.

MINUTES

CALL TO ORDER

The meeting was called to order at 7:44pm at the Cohoctah Township Park with the Pledge of Allegiance.

PRESENT: Barb Fear, Phil Charette, Mark Fosdick, Tami Bock, Mark Torigian, ZA Frederick Buckner, Township Attorney Abby Cooper, Park Manager Larry Flanary, State Representative Bob Bezotte, 53rd District Court Judge Bain, Livingston County Register of Deeds Brandon Denby, Livingston County Treasurer Jennifer Nash, Livingston County Clerk Elizabeth Hundley, Livingston County Sherriff Mike Murphy, Livingston County Administrator Nathan Byrd, and 29 citizens.

AGENDA APPROVAL

Motion made by Torigian, Seconded by Bock to approve the agenda as presented.

Voting Yea: Fear, Charette, Fosdick, Bock, Torigian, motion carried.

CALL TO THE PUBLIC

None

CONSENT AGENDA

Motion made by Torigian, Seconded by Bock to approve the Consent Agenda as presented. Voting Yea: Fear, Charette, Fosdick, Bock, Torigian, motion carried.

1. Minutes 7-8-2021
2. Treasurer's Report
3. Expenditures

UNFINISHED BUSINESS

4. Alchins Contract Renewal

The contract will be completed by the Township Attorney and presented to Alchin's for review in the next few days.

Road Commission

No report

Howell Fire Authority

No report

Cemetery

No report

Hall

No report

Parks and Recreation

Park Manager Flanary gave report.

NEW BUSINESS

5. Blight Ordinance/Civil Infractions

The Township Attorney will review the current Ordinance and will make recommendations to the Board.

6. Planning Commission Appointments

Motion made by Fosdick, Seconded by Bock to appoint Mike Jolliff to the Planning Commission for a 3 year term expiring in August 2024. Voting Yea: Fear, Charette, Fosdick, Bock, Torigian, motion carried.

Motion made by Fosdick, Seconded by Charette to appoint Faith Heil to the Planning Commission for a 3 year term expiring in August 2024. Voting Yea: Fear, Charette, Fosdick, Bock, Torigian, motion carried.

7. Zoning Amendment Home Occupations Section 16.21

Motion made by Torigian, Seconded by Charette to adopt Resolution No. 210805-1 Zoning Amendment to Section 16.21 Home Occupations. Roll call voting Yea: Fear, Charette, Fosdick, Bock, Torigian, Nay: none, motion carried.

REPORTS

Zoning Board of Appeals

No report

Planning Commission

Report given

Violations and Complaints

8. 03-2020 1985 Gannon Rd, 04-2020 1850 Gannon Rd

Report given

CALL TO THE PUBLIC

Motion made by Charette, Seconded by Torigian to allow the Clerk and Treasurer to pay the payroll and remaining bills when received for August. Voting Yea: Fear, Charette, Fosdick, Bock, Torigian, motion carried.

NEXT REGULAR MEETING DATE - September 9, 2021

ADJOURN

There being no further business, the meeting was adjourned at 8:03pm.

TAMI BOCK			
COHOCTAH TOWNSHIP TREASURER			
6153 BYRON ROAD			
HOWELL MI 48855			
517-546-2510			
			August 2021
RECEIPTS			
	LAND USE		\$ 270.00
	INTEREST		\$ 15.76
	TRASH PICK UP		\$ 4,867.00
	FRANCHISE FEES		\$ 30.42
	CEMETERY		\$ 856.00
	OTHER REVENUE		\$ 280.02
	RECEIPTS TOTAL		\$ 6,319.20
	CASH ACCOUNT ENDING BALANCE		\$ 781,833.79
	FLAGSTAR CD		\$ 111,912.38
	PNC BANK CD		\$ 114,199.51
	HUNTINGTON CD		\$ 109,214.19
	GENERAL FUND BALANCE		\$ 1,117,159.87
	TRUST AND AGENCY BALANCE		\$ 9,550.00
	CAPITAL IMPROVEMENT FUND		\$ 219,914.31
	ROAD FUND ENDING BALANCE		\$ 123,304.04

EXPENDITURES - SEPTEMBER 2021			
BERG ASSESSING		\$	3,300.00
SURF BROADBAND SOLUTIONS		\$	44.95
HIDDEN LAKE WIRELESS		\$	45.00
COOPER & RIESTERER PLC		\$	2,399.55
THE GROUNDS CREW		\$	1,600.00
CYBERMIND		\$	29.95
ALCHINS DISPOSAL		\$	7,005.00
PFEFFER-HANNIFORD-PALKA		\$	7,800.00
AT&T		\$	612.12
LASHBROOK SEPTIC SERVICE		\$	507.14
CONSUMERS ENERGY		\$	713.30
FOWLerville RECREATION		\$	3,197.65
LIVINGSTON COUNTY PRESS		\$	585.00
COFFIELD OIL CO		\$	935.48
CHASE BANK		\$	2,058.64
MARKUS FARM LLC		\$	1,200.00
DEMEUSE		\$	402.80
M FOSDICK		\$	49.65
D BURDEN		\$	90.72
T BOCK		\$	82.52
L FLANARY		\$	90.59
B FEAR		\$	97.83
SUB TOTAL		\$	32,847.89
T BOCK		\$	1,828.49
D BURDEN		\$	145.37
T CLAPP		\$	110.82
F BUCKNER		\$	446.97
L FLANARY		\$	348.88
J ROSA		\$	61.66
J ARMSTRONG		\$	56.29
C BARTON			\$ 78.84
J BONINE		\$	61.66
J MORRIS		\$	64.64
R BEACH		\$	585.87
P CHARETTE		\$	1,726.72
M CICAN		\$	387.87
C DEFRANCISCO		\$	360.94
F HEIL		\$	387.87
M JOLLIFF		\$	415.61
M TORIGIAN		\$	831.15
A TYLER		\$	449.05
M FOSDICK		\$	1,531.37
A FEAR		\$	209.66
B FEAR		\$	1,578.39
T LITZ		\$	221.64
NATIONWIDE		\$	445.28
W/H		\$	1,867.97
BENEPAY		\$	49.36
SUB TOTAL		\$	14,173.53
TOTAL GENERAL FND		\$	47,021.42
CHLORIDE SOLUTIONS		\$	38,659.35
ROAD FUND		\$	38,659.35
TOTAL EXPENDITURES		\$	85,680.77



PFEFFER ■ HANNIFORD ■ PALKA
Certified Public Accountants

John M. Pfeffer, C.P.A.
Patrick M. Hanniford, C.P.A.
Kenneth J. Palka, C.P.A.

Members:
AICPA Private Practice Companies Section
MACPA

225 E. Grand River - Suite 104
Brighton, Michigan 48116-1575
(810) 229-5550
FAX (810) 229-5578

September 9, 2021

To the Board of Trustees
Cohoctah Township
10518 Antcliff Road
Fowlerville, MI 48836

Dear Honorable Board of Trustees:

In planning and performing our audit of the financial statements of Cohoctah Township as of and for the year ended March 31, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered Cohoctah Township's internal control over financial reporting (internal control) as a basis for designing audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore there can be no assurance that all such deficiencies have been identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiencies in Cohoctah Township's internal control to be material weaknesses:

1. **Establish Control over the Financial Reporting Process** - Management is responsible for establishing and maintaining internal controls, including monitoring, and for the fair presentation in the financial statements of financial position, results of operations, and cash flows, including the notes to financial statements, in conformity with United States of America generally accepted accounting principles.

At times, management may choose to outsource certain accounting functions due to cost or training considerations. Such accounting functions and service providers must be governed by the control policies and procedures of the Township. Management is as responsible for outsourced functions performed by a service provider as it would be if your personnel performed such functions.

Specifically, management is responsible for management decisions and functions: for designating an individual with suitable skill, knowledge, or experience to oversee any outsourced services; and for evaluating the adequacy and results of those services and accepting responsibility for them.

As part of the audit, management requested us to prepare a draft of your financial statements, including the related notes to financial statements. Management reviewed, approved, and accepted responsibility for those financial statements prior to their issuance; however, management did not perform a detailed review of the financial statements. The absence of this control procedure is considered a material weakness because the potential exists that a material misstatement of the financial statements could occur and not be prevented or detected by the Township's internal control.

The existence of significant deficiencies or material weaknesses may already be known to management and may represent a conscious decision by management or those charged with governance to accept that degree of risk because of cost or other considerations. Management is responsible for making decisions concerning costs and the related benefits. We are responsible to communicate significant deficiencies and material weaknesses in accordance with professional standards regardless of management's decisions.

Response By Management

Management believes the perceived benefit of more control over the financial reporting process does not exceed the related cost. Therefore, management has chosen to continue to request the auditors to prepare the financial statements.

2. **Segregate Accounting Duties** - A good system of internal control provides for a proper segregation of the accounting functions. The Township does not have the proper segregation of duties over cash receipts and disbursements. Proper segregation is not always possible in a small organization, but limited segregation to the extent possible can and should be implemented to reduce the risk of errors or fraud. We recommend that management review the current assignment of accounting functions. Where possible, duties should be segregated to reduce the risk or errors or fraud.

Response By Management

Management has reviewed and continues to review the current assignment of accounting functions. Management understands the importance of segregating accounting duties in order to reduce the risk of errors or fraud. However, because of limited staff and funds it is difficult to segregate duties to the extent which would be considered the perfect segregation. Management does not believe the benefits of hiring additional staff at this point in time would outweigh the costs of the additional staff.

CONCLUSION

Thank you for your assistance and hospitality toward our firm while conducting the audit of Cohoctah Township.

If you should have any questions, comments or concerns please do not hesitate to call us.

This communication is intended solely for the information and use of the Board of Trustees and management of Cohoctah Township and is not intended to be, and should not be, used by anyone other than the specified parties.

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants

Cohoctah Township

Audit Presentation

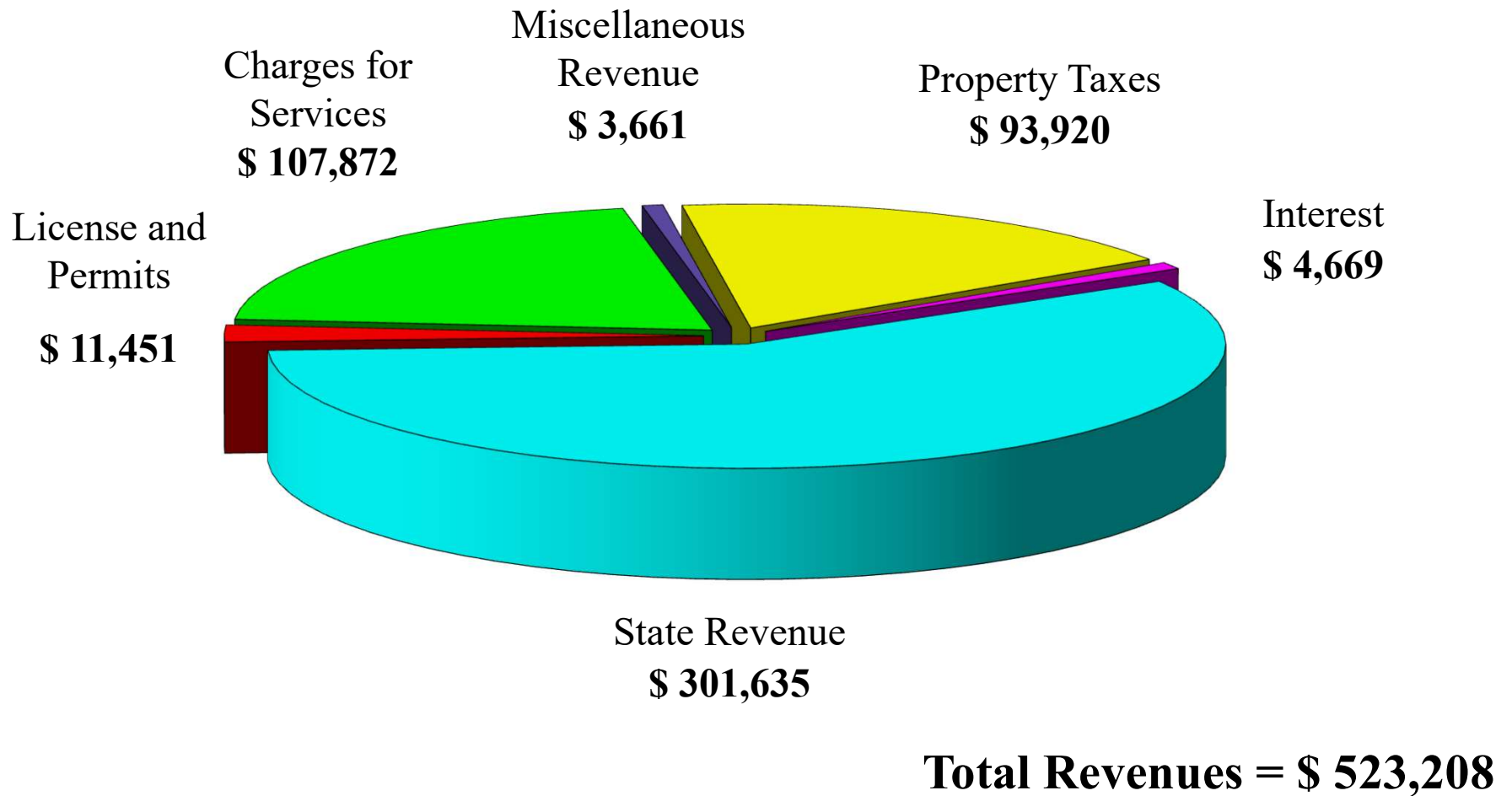
March 31, 2021



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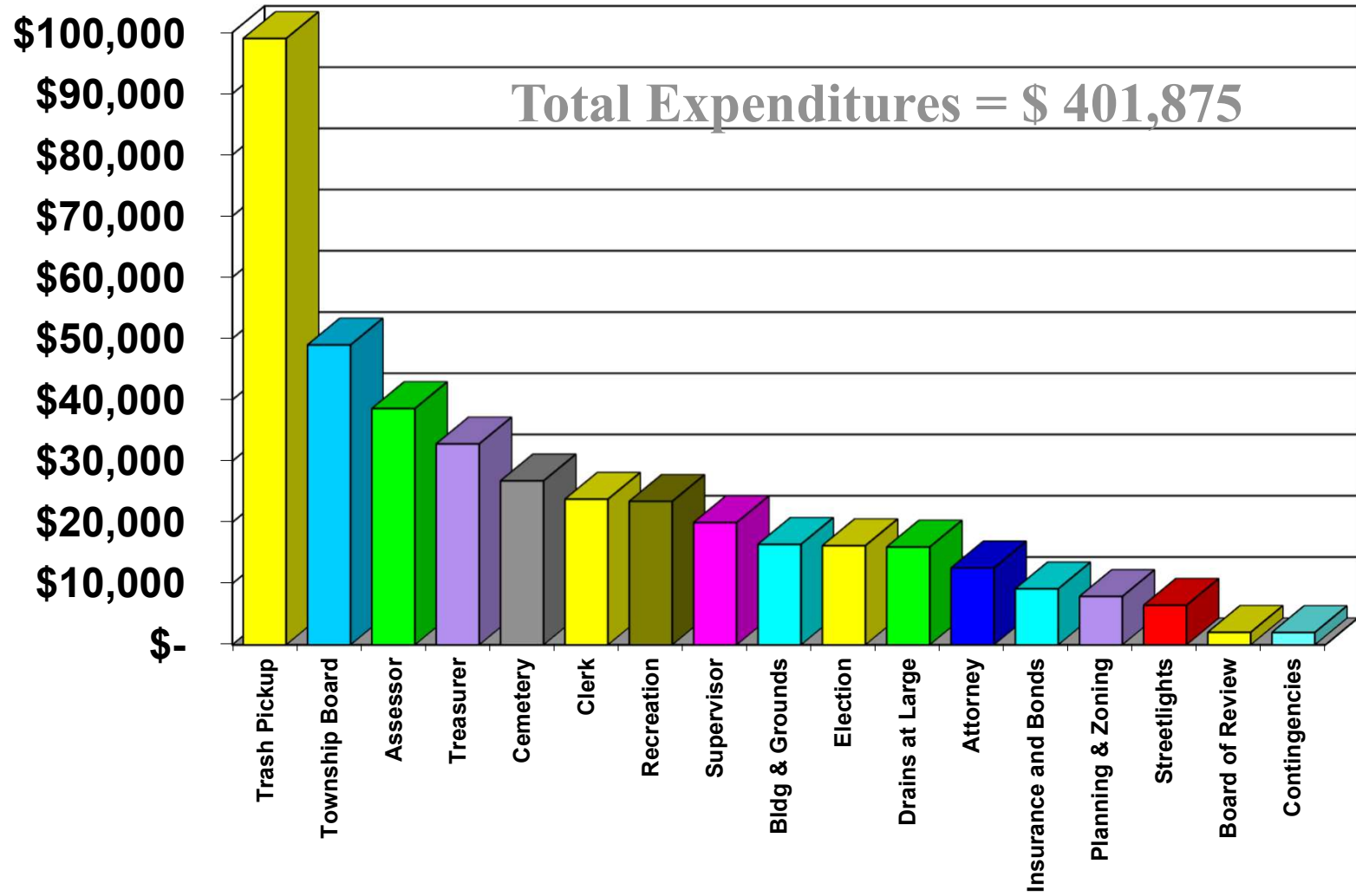
BRIGHTON, MICHIGAN

Cohoctah Township
General Fund Revenues – Pre GASB 54
For The Year Ended March 31, 2021



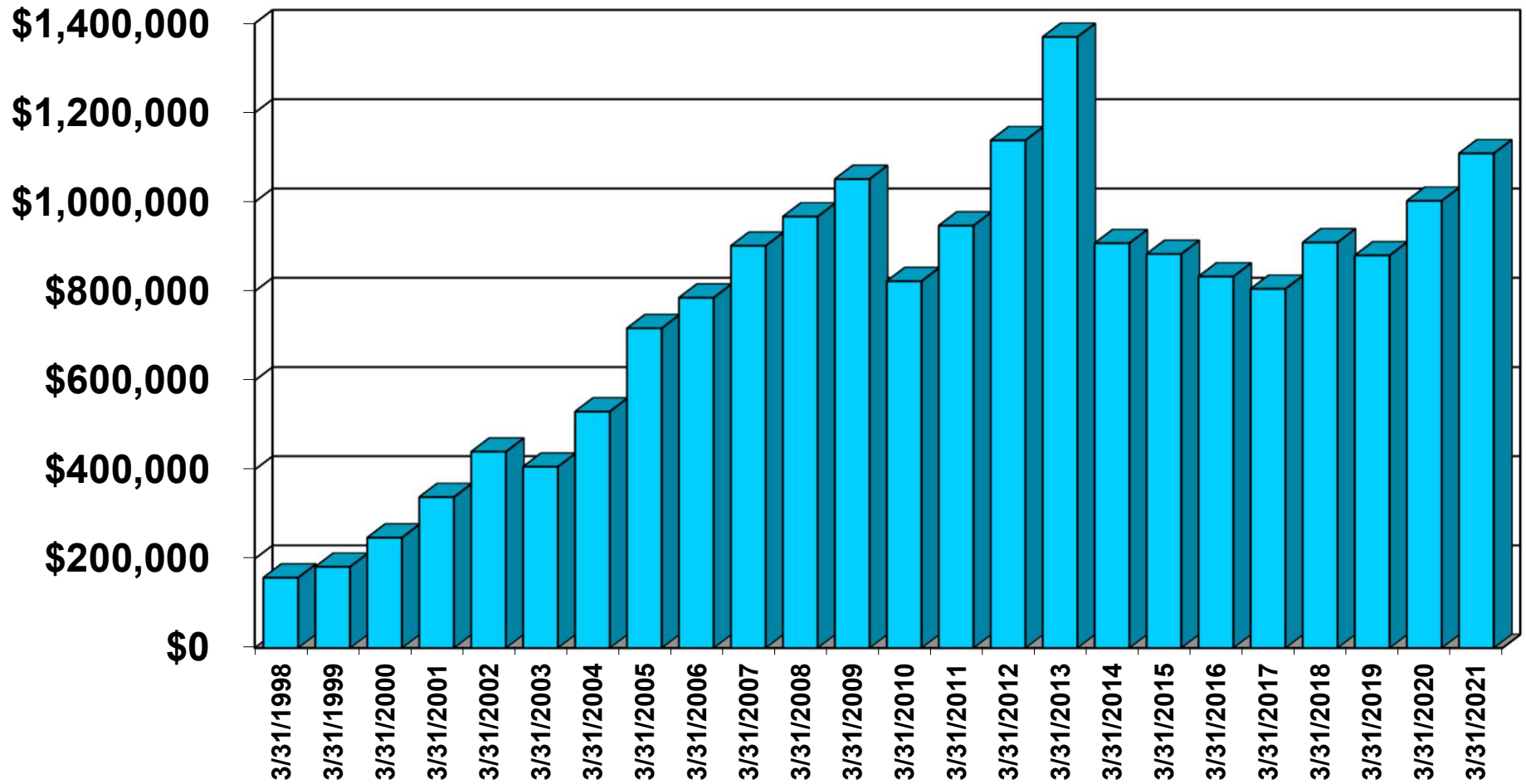
The General Fund is presented in amounts prior to the implementation of GASB 54

Cohoctah Township
General Fund Expenditures – Pre GASB 54
For The Year Ended March 31, 2021



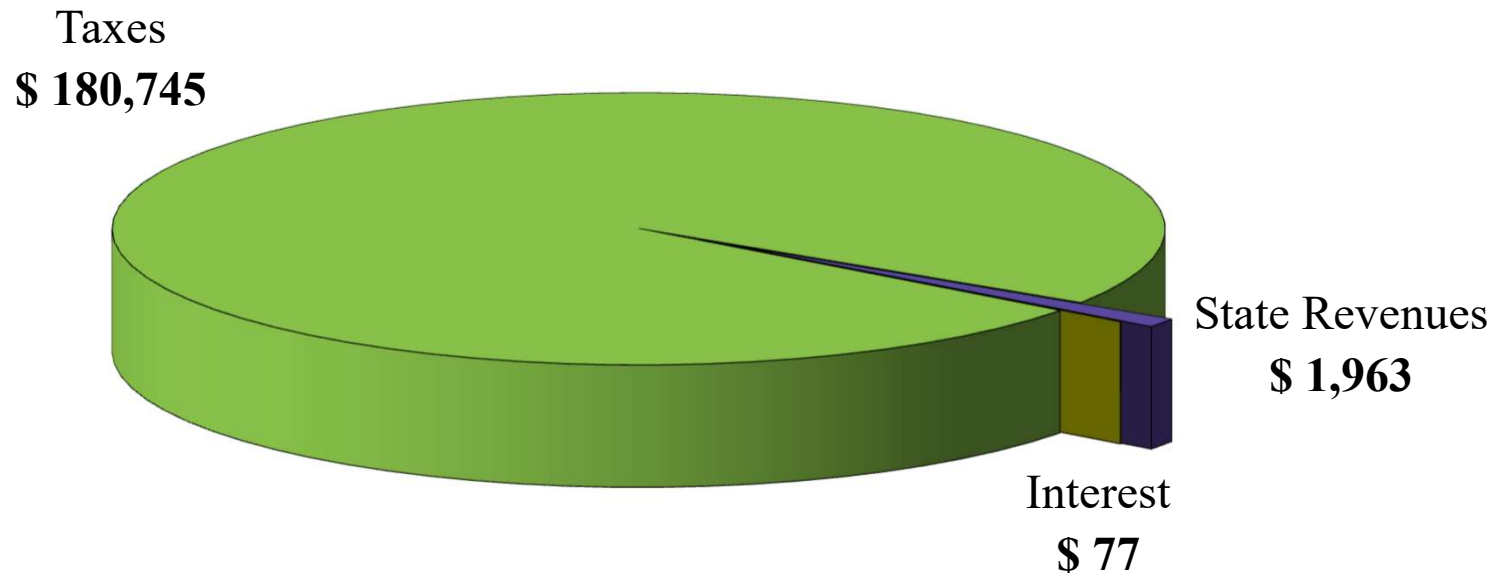
The General Fund is presented in amounts prior to the implementation of GASB 54

Cohoctah Township
General Fund – Fund Balance – Pre GASB 54
March 31, 1998 – 2021



The General Fund is presented in amounts prior to the implementation of GASB 54

Cohoctah Township
Road Fund Revenues
For The Year Ended March 31, 2021



Total Revenues = \$ 182,785

Total Expenses = \$ 172,424

COHOCTAH TOWNSHIP

Annual Financial Report

For the Year Ended March 31, 2021

COHOCTAH TOWNSHIP

TOWNSHIP OFFICIALS

Supervisor - Mark Fosdick

Treasurer - Tami Bock

Clerk - Barb Fear

TOWNSHIP BOARD OF TRUSTEES

Tami Bock

Phil Charette

Mark Fosdick

Barb Fear

Mark Torigian

TOWNSHIP ATTORNEYS

Michael J. Kehoe, P.C.

TOWNSHIP AUDITORS

Pfeffer, Hanniford & Palka
Certified Public Accountants

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225 E. Grand River - Suite 104
Brighton, Michigan 48116-1575
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FAX (810) 229-5578

INDEPENDENT AUDITOR'S REPORT

September 9, 2021

To the Board of Trustees
Cohoctah Township
10518 Antcliff Road
Fowlerville, MI 48836

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information, of Cohoctah Township, Michigan, as of and for the year ended March 31, 2021, and the related notes to the financial statements, which collectively comprise Cohoctah Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information, of Cohoctah Township, Michigan, as of March 31, 2021, and the respective changes in financial position and, where applicable, cash flow thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 7- 10 and 33 - 34 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Cohoctah Township, Michigan's, basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis
March 31, 2021

Within this section of Cohoctah Township’s annual financial report, the Township’s management is providing a narrative discussion and analysis of the financial activities of the Township for the fiscal year ended March 31, 2021. This narrative discusses and analyzes the activity within the context of the accompanying financial statements and disclosures following this section. The discussion focuses on the Township’s primary government and, unless otherwise noted, component units reported separately from the primary government are not included.

Overview of the Financial Statements

Management’s Discussion and Analysis introduces the Township’s basic financial statements. The basic financial statements include government-wide financial statements, fund financial statements, and notes to the financial statements. The Township also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The Township’s annual reports include two government-wide financial statements. These statements provide both long-term and short-term information about the Township’s overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the Statement of Net Position. This is the Township-wide statement of position presenting information that includes all the Township’s assets and liabilities, 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 Township, as a whole, is improving or deteriorating. Evaluation of the overall health of the Township may extend to various nonfinancial factors as well.

The second government-wide statement is the Statement of Activities which reports how the Township’s net position changed during the current fiscal year. The design of this statement is to show the financial reliance of the Township’s distinct activities or functions on the revenues generated by the Township.

Governmental activities include such activities as general government, public safety, and planning and zoning departments. Fiduciary activities such as tax collection are not included in the government-wide statements since these assets are not available to fund Township programs.

The Township’s financial reporting includes all the funds of the Township (primary government) and, additionally, organizations for which the Township is accountable (component units).

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Township uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Township’s most significant funds rather than the Township as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the combining statements later in this report.

The Township has two kinds of funds:

Governmental funds are reported in the financial statements and encompass essentially the same functions as governmental activities in the government-wide financial statements except with a different focus on the financial activity. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of these resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term. Since the focus of the government-wide financial statements includes a long-term view, a reconciliation of these fund balances has been completed to detail its relation to net position.

Fiduciary funds are reported in the fiduciary fund financial statements, but are excluded from the government-wide statements. Fiduciary fund financial statements report resources that are not available to fund Township activities.

Notes to the financial statements

The accompanying notes to the financial statements provide information essential to a full understanding of both the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Other supplementary information includes detail by fund for receivables, payables, transfers, and payments within the reporting entity.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds are presented in a subsequent section of this report.

Financial Analysis of the Township as a Whole

The Township’s net position at the end of the fiscal year was \$2,161,047. This is a decrease of \$4,577 over last year’s net position of \$2,165,624.

The following tables provide a summary of the Township’s financial activities and changes in net position:

Summary of Net Position

	Governmental Activities	
	<u>3/31/2021</u>	<u>3/31/2020</u>
Assets		
Current and other assets	\$ 1,522,780	\$ 1,380,785
Capital assets	<u>660,632</u>	<u>798,522</u>
Total assets	<u>2,183,412</u>	<u>2,179,307</u>
Liabilities		
Accounts payable	<u>22,365</u>	<u>14,788</u>
Net position:		
Invested in capital assets, net of related debt	660,632	798,522
Restricted - roads	171,481	61,120
Unrestricted	<u>1,328,934</u>	<u>1,305,982</u>
Total net position	<u><u>\$ 2,161,047</u></u>	<u><u>\$ 2,165,624</u></u>

The governmental funds experienced a decrease in net position of \$4,577 for the year ended March 31, 2021, as compared to an increase of \$120,613 in the prior year. This decrease in net position is primarily due to depreciation.

Financial Analysis of the Township’s Major Funds

Cohoctah Township determined it has two major governmental funds, the General Fund and the Road Fund. In the fiscal year ending March 31, 2021, the General Fund increased its fund balance by \$107,952. An increase in State shared revenues along with an increase in charges for services were the reason for the increase in the fund balance.

The Road Fund increased its fund balance by \$25,361. This was primarily due to fewer road projects this year.

General Fund Budgetary Highlights

The Township approved a budget prior to the start of the fiscal year. The Township Board made immaterial amendments during the year to bring it closer to economic reality.

Summary of Changes in Net Position

	Governmental Activities	
	3/31/2021	3/31/2020
Revenues:		
Program revenues		
Charges for services	\$ 107,872	\$ 124,513
General revenues		
Property taxes	274,665	266,712
State revenues	303,598	306,631
Interest income	6,365	6,302
Other income	17,834	2,544
Total revenues	710,334	706,702
Expenses		
General government	370,866	202,507
Public works	194,849	230,990
Refuse	99,013	97,018
Cemetery	26,765	27,939
Recreation	23,418	27,635
Total expenses	714,911	586,089
Changes in net position	(4,577)	120,613
Beginning net position	2,165,624	2,045,011
Ending net position	\$ 2,161,047	\$ 2,165,624

Capital Asset and Debt Administration

The Township acquired only one capital asset during the year ended March 31, 2021. This was a tabulator that cost the Township \$2,723, with the other half being paid for with a grant. No assets were disposed of.

The parcel of land with a house on it, owned by the Township, was broken out into separate accounting of land and the house. The land was valued at \$75,000 and the house was valued at \$242,507. The house was placed in service as a rental property in 2005 and depreciation for the portion of the value allocated to the house was added to the statement of net position.

The governmental funds issued no debt during the year and has no outstanding debt.

Economic Conditions and Future Activities

Possible future decreases in state revenue sharing could have a substantial effect on operations for subsequent periods. State shared revenues represent a significant portion of the governmental fund revenues.

The COVID-19 pandemic impacted many sectors of the economy, with a decline of growth and an increase in the unemployment rate.

While the duration and long-term impact of COVID-19 remains unclear, the Township has taken successful measures to continue operations with few interruptions. Overall, the Township's financial position remains strong and healthy.

Contacting the Township's Financial Management

This report is designed to provide a general overview of the Township's financial position and to comply with finance-related regulations. If you have any further questions about this report or require additional information, please contact Cohoctah Township at 10518 Antcliff Road, Fowlerville, Michigan 48836.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

COHOCTAH TOWNSHIP

STATEMENT OF NET POSITION
MARCH 31, 2021

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 1,454,717
Taxes receivable	17,193
State shared revenues receivable	49,906
Due from others	964
Capital assets	
Non-depreciable	365,093
Depreciable, net of accumulated depreciation	<u>295,539</u>
Total assets	<u>2,183,412</u>
LIABILITIES	
Accounts payable	<u>22,365</u>
NET POSITION	
Invested in capital assets, net of related debt	660,632
Restricted	171,481
Unrestricted	<u>1,328,934</u>
Total net position	<u><u>\$ 2,161,047</u></u>

The accompanying notes are an integral part of these financial statements.

COHOCTAH TOWNSHIP

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2021**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u> <u>Charges for Services</u>	<u>Net (Expense) Revenue and Changes in Net Position</u> <u>Governmental Activities</u>
Governmental activities:			
General government	\$ (370,866)	\$ 21,215	\$ (349,651)
Public works	(194,849)		(194,849)
Refuse	(99,013)	75,618	(23,395)
Cemetery	(26,765)	11,039	(15,726)
Recreation	(23,418)		(23,418)
Total governmental activities	<u>\$ (714,911)</u>	<u>\$ 107,872</u>	<u>(607,039)</u>
		General Revenues:	
		Property taxes	274,665
		Licenses and permits	11,451
		State revenues	303,598
		Interest income	6,365
		Other income	3,661
		Donated assets	2,722
		Total general revenues	<u>602,462</u>
		Changes in net position	(4,577)
		Net position, April 1, 2020	<u>2,165,624</u>
		Net position, March 31, 2021	<u>\$ 2,161,047</u>

The accompanying notes are an integral part of these financial statements.

FUND FINANCIAL STATEMENTS

COHOCTAH TOWNSHIP

**BALANCE SHEET
GOVERNMENTAL FUND
MARCH 31, 2021**

	General Fund	Road Fund	Total
ASSETS			
Cash and cash equivalents	\$ 1,304,324	\$ 150,393	\$ 1,454,717
Receivables:			
Taxes	5,884	11,309	17,193
State shared revenues	49,906		49,906
Due from others	330	633	963
Due from other funds	507	9,652	10,159
 Total assets	 \$ 1,360,951	 \$ 171,987	 \$ 1,532,938
 LIABILITIES			
Accounts payable	\$ 22,365	\$	\$ 22,365
Due to other funds	9,652	506	10,158
 Total liabilities	 32,017	 506	 32,523
 FUND BALANCES			
Restricted for:			
Roads		171,481	171,481
Committed for:			
Capital improvement	219,954		219,954
Unassigned	1,108,980		1,108,980
 Total fund balances	 1,328,934	 171,481	 1,500,415
 Total liabilities and fund balances	 \$ 1,360,951	 \$ 171,987	 \$ 1,532,938

The accompanying notes are an integral part of these financial statements.

COHOCTAH TOWNSHIP

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
MARCH 31, 2021

Total fund balance per balance sheet \$ 1,500,415

Amounts reported for governmental activities in the Statement
of Net Position are different because:

Capital assets used in governmental activities are not financial
resources and therefore, are not reported in the
governmental funds:

Historical costs	\$ 893,321	
Accumulated depreciation	<u>(232,689)</u>	
Capital assets, net of depreciation		<u>660,632</u>

Net position of governmental activities \$ 2,161,047

The accompanying notes are an integral part of these financial statements.

COHOCTAH TOWNSHIP

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2021**

	General Fund	Road Fund	Total
REVENUES			
Taxes	\$ 93,920	\$ 180,745	\$ 274,665
Licenses and permits	11,451		11,451
State revenues	301,635	1,963	303,598
Charges for services	107,872		107,872
Interest	6,288	77	6,365
Miscellaneous	3,661		3,661
	524,827	182,785	707,612
EXPENDITURES			
Current			
General government	227,531		227,531
Public works	22,425	172,424	194,849
Refuse	99,013		99,013
Cemetery	26,765		26,765
Recreation	23,418		23,418
Capital outlay			
General government	2,723		2,723
	401,875	172,424	574,299
Excess of revenues over (under) expenditures	122,952	10,361	133,313
OTHER FINANCING SOURCES (USES)			
Transfer in		15,000	15,000
Transfer (out)	(15,000)		(15,000)
	(15,000)	15,000	
Net change in fund balance	107,952	25,361	133,313
FUND BALANCE, APRIL 1, 2020	1,220,982	146,120	1,367,102
FUND BALANCE, MARCH 31, 2021	\$ 1,328,934	\$ 171,481	\$ 1,500,415

The accompanying notes are an integral part of these financial statements.

COHOCTAH TOWNSHIP

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF THE GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2021

Net change in fund balance - governmental fund \$ 133,313

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

Governmental funds report capital outlay as expenditures.

However, in the Statement of Activities the cost of those assets
are allocated over their useful lives as depreciation expense.

The amount by which capital outlay exceeded depreciation
is as follows:

Capital outlay	\$ 2,723	
Donated capital assets	2,722	
Depreciation expense	<u>(143,335)</u>	
Total		<u>(137,890)</u>

Change in net position of governmental activities \$ (4,577)

The accompanying notes are an integral part of these financial statements.

COHOCTAH TOWNSHIP

STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUND
MARCH 31, 2021

	<u>Current Tax Fund</u>
ASSETS	
Cash	<u>\$ 5,780</u>
LIABILITIES	
Due to others	\$ 5,779
Due to other funds	<u>1</u>
Total liabilities	<u>\$ 5,780</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

COHOCTAH TOWNSHIP

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Cohoctah Township conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

A. BASIC FINANCIAL STATEMENTS

In accordance with GASB Standards, the basic financial statements include both government-wide and fund financial statements.

The government-wide financial statements (Statement of Net Position and Statement of Activities) report on the Township as a whole, excluding fiduciary activities. Governmental fund types are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets and receivables as well as long-term debt and obligations. The government-wide financial statements focus more on the sustainability of the Township as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Generally, the effect of interfund activity has been removed from the government-wide financial statements.

The government-wide Statement of Net Position reports all financial and capital resources of the Township (excluding fiduciary funds). It is displayed in a format of assets less liabilities equals net position, with the assets and liabilities shown in order of their relative liquidity. Net positions are required to be displayed in three components: 1) invested in capital assets, net of related debt, 2) restricted, and 3) unrestricted. Invested in capital assets, net of related debt is capital assets net of accumulated depreciation and reduced by outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Restricted net position are those with constraints placed on their use by either: 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or 2) imposed by law through constitutional provisions or enabling legislation. All net position not otherwise classified as restricted, are shown as unrestricted. Generally, the Township would first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

The government-wide Statement of Activities demonstrates the degree to which both direct and indirect expenses of the various functions and programs of the Township are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or identifiable activity. Indirect expenses for administrative overhead are allocated among the functions and activities using a full cost allocation approach and are presented separately to enhance comparability of direct expense between governments that allocate direct expenses and those that do not. Interest on general long-term debt is not allocated to the various functions. Program revenues include: 1) charges to customers or users who purchase, use or directly benefit from goods, services or privileges provided by a particular function or program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes, unrestricted investment income and other revenues not identifiable with particular functions or programs are included as general revenues. The general revenues support the net costs of the functions and programs not covered by program revenues.

Also, part of the basic financial statements are fund financial statements for the governmental funds. The focus of the fund financial statements is on major funds, as defined by GASB Statement No. 34. Although this reporting model sets forth minimum criteria for determination of major funds (a percentage of assets, liabilities, revenues, or expenditures of fund category and of the governmental funds combined), it also gives governments the option of displaying other funds as major funds. Other non-major funds are combined in a single column on the fund financial statements.

COHOCTAH TOWNSHIP

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Road Fund is for the Township road improvement. It collects taxes for a special approved mileage and expenses for approved road improvements.

B. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The governmental fund financial statements are prepared on a modified accrual basis of accounting. To conform to the modified accrual basis of accounting, certain modifications must be made to the accrual method. These modifications are outlined below:

- A. Revenue is recorded when it becomes both measurable and available (received within 60 days after year-end). Revenue considered susceptible to accrual includes: property taxes, sales and use taxes, licenses, fees and permits, intergovernmental revenues, charges for services and interest.
- B. Expenditures are recorded when the related fund liability is incurred. Principal and interest on long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.
- C. Disbursements for the purchase of capital assets providing future benefits are considered expenditures. Bond proceeds are reported as another financing source.

With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balances as a measure of available spendable resources.

This is the traditional basis of accounting for governmental funds and also is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to: 1) demonstrate legal and covenant compliance, 2) demonstrate the sources and uses of liquid resources, and 3) demonstrate how the Township's actual revenues and expenditures conform to the annual budget. Since the governmental funds financial statements are presented on a different basis than the governmental activities column of the government-wide financial statements, a reconciliation is provided immediately following each fund statement. These reconciliations briefly explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

Fiduciary funds account for assets held by the Township in a trustee or agency capacity on behalf of others and, therefore, are not available to support Township programs. The reporting focus is upon net position and changes in net position and employs accounting principles similar to proprietary funds. Fiduciary funds are not included in the government-wide financial statements as they are not an asset of the Township available to support Township programs.

COHOCTAH TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

C. BUDGETARY DATA

The Township's original budget was adopted prior to April 1, 2020. A budget was adopted for the General Fund and Road Fund as required. Amendments made during the fiscal year are reflected in the budget column.

The Township adopts its budget by functional activity which is the level of classification detail at which expenditures may not legally exceed appropriations. Expenditures did not exceed budgeted appropriations.

D. PROPERTY TAX REVENUE RECOGNITION

The Township property tax is levied each December 1 on the taxable value of property located in the Township as of the preceding December 31. Assessed values are established annually by the County and are equalized by the State at an estimated 50 percent of current market value. Real and personal property in the Township for the 2020 levy was assessed and equalized at \$124,157,462. Taxes are due and payable by February 28. Delinquent real property taxes are returned to the County Treasurer for collection. Information related to the 2020 tax levy is as follows:

	<u>Millage Rate</u>
Township operations	0.7520
Roads	<u>1.4452</u>
Total Township millage	<u><u>2.1972</u></u>

E. CAPITAL ASSETS

Under GASB standards, all capital assets whether owned by governmental activities or business-type activities, are recorded and depreciated in the government-wide financial statements. No long-term capital assets or depreciation are shown in the governmental funds financial statements.

Capital assets are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life greater than one year. Land is considered a capital asset regardless of initial cost. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

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

Buildings, structures and improvements	10 to 50 years
Machinery and equipment	5 to 40 years

Any capital assets transferred between funds are transferred at their net book value (cost less accumulated depreciation), as of the date of the transfer.

COHOCTAH TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

F. MANAGEMENT ESTIMATES

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

G. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

H. CASH AND CASH EQUIVALENTS

The Township considers its deposits and restricted deposits and investments held with maturities of three months or less are considered to be cash equivalents.

I. DATE OF MANAGEMENT'S REVIEW

Subsequent events have been evaluated through September 9, 2021, which is the date the financial statements were available to be issued.

J. FUND EQUITY

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

- *Nonspendable:* Amounts that are not in spendable form or are legally or contractually required to be maintained intact.
- *Restricted:* Amounts that are legally restricted by outside parties, constitutional provisions, or enabling legislation for use for a specific purpose.
- *Committed:* Amounts that have been formally set aside by the Township Board for use for specific purposes. Commitments are made and can be rescinded only via resolution of the Township Board.
- *Assigned:* Intent to spend resources on specific purposes expressed by the Township Board; or Supervisor, Clerk, and Treasurer; who are authorized by policy approved by the Township Board to make assignments.
- *Unassigned:* Amounts that do not fall into any other aforementioned category. This is the residual classification for amounts in the General Fund and represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes in the General Fund. In other governmental funds, only negative unassigned amounts are reported, if any, and represent expenditures incurred for specific purposes exceeding the amounts previously restricted, committed, or assigned to those purposes.

COHOCTAH TOWNSHIP

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

NOTE 2 - FINANCIAL REPORTING ENTITY

In accordance with the provisions of the Governmental Accounting Standards Board (GASB) standards, certain other governmental organizations are not considered to be part of the reporting entity for financial statement purposes.

The criteria established by GASB standards for various governmental organizations to be included in the reporting entity's financial statements include accountability, control, and significant financial relationships.

The accompanying financial statements of Cohoctah Township as of March 31, 2021, include any and all boards, agencies, funds and account groups under the jurisdiction of the Cohoctah Township Board.

NOTE 3 - INTERFUND BALANCES

Interfund balances between individual funds of the Township, as reported in the fund financial statements, as of March 31, 2021. Interfund receivables and payables were as follows:

	<u>Interfund Receivable</u>		<u>Interfund Payable</u>	<u>Purpose</u>
General Fund	\$ 506	Road Fund	\$ 506	Repay expenses
General Fund	1	Current Tax Collection Fund	1	Reimbursement
Road Fund	<u>9,652</u>	General Fund	<u>9,652</u>	Repay personal property tax
Total	<u><u>\$ 10,159</u></u>		<u><u>\$ 10,159</u></u>	

Interfund transfers were as follows:

<u>Transfer into</u>	<u>Transfer out from</u>	<u>Amount</u>	<u>Purpose</u>
Road Fund	General Fund	<u><u>\$ 15,000</u></u>	Fund road improvements

COHOCTAH TOWNSHIP

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the governmental funds for the year ended March 31, 2021 was as follows:

	Balance 4/1/2020	Additions	Deletions	Eliminations	Balance 3/31/2021
<u>Governmental Funds</u>					
Capital assets not being depreciated					
Land	\$ 607,600	\$	\$	\$ (242,507)	\$ 365,093
Other capital assets:					
Building and improvements	259,031			242,507	501,538
Equipment	21,245	5,445			26,690
Total other capital assets at historical cost	280,276	5,445		242,507	528,228
Less accumulated depreciation for:					
Buildings and improvements	(86,713)	(141,206)			(227,919)
Vehicles and equipment	(2,641)	(2,129)			(4,770)
Total accumulated depreciation	(89,354)	(143,335)			(232,689)
Other capital assets, net	190,922	(137,890)		242,507	295,539
Governmental activities capital asset, net	\$ 798,522	\$(137,890)	\$	\$	\$ 660,632

Depreciation was charged to functions as follows:

General government	\$ 139,025
Fire protection	4,310
	\$ 143,335

Depreciation expense is being recorded in the government-wide statement of activities based upon the activity utilizing the assets. The Township uses the straight line method to depreciate capital assets over their estimated useful lives.

COHOCTAH TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

NOTE 5 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal Agency obligation repurchase agreements; bankers' acceptance of United States banks, commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan. The Township's deposits are in accordance with statutory authority.

The investment policy adopted by the Board has authorized investments in all of the investments mentioned in the preceding paragraph.

As of March 31, 2021, deposits and investments consist of the following:

Deposits	
Checking accounts	\$ 496,930
Savings	405,114
Money Market	30,259
Certificates of deposit	<u>554,507</u>
Total deposits	<u><u>\$ 1,486,810</u></u>

Deposits and investments are presented in the financial statements in the following areas:

Statement of Net Position	
Cash	\$ 1,454,717
Fiduciary Funds	
Cash	<u>5,780</u>
Total cash and investments	<u><u>\$ 1,460,497</u></u>

The carrying amount of cash is stated at \$1,486,810 as of March 31, 2021. The difference between the carrying amounts and amounts mentioned above stem from outstanding checks and an unrecorded deposit.

COHOCTAH TOWNSHIP

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021

NOTE 5 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS - continued

Deposits - Custodial Credit Risk

This is the risk that in the event of a bank failure, the Township will be able to recover its deposits. The Township believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. As a result, the Township evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

As of March 31, 2021, deposits in banks totaled \$1,486,810, which was exposed to custodial credit risks as follows:

Insured by FDIC	\$ 1,090,299
Uninsured and uncollateralized	<u>396,511</u>
	<u>\$ 1,486,810</u>

The Township's investment policy does not address this risk.

NOTE 6 - AGREEMENT TO LEASE COHOCTAH TOWNSHIP FIRE SUB-STATION

Cohoctah Township entered into a lease agreement to lease space to the Howell Area Fire Authority in the Cohoctah Township Fire Sub-station. The Authority is responsible for its operating expenses such as utilities, maintenance and repairs and replacements. The Township agreed not to collect the lease this year.

NOTE 7 - CONTINGENCIES

The Township is involved in various legal actions arising in the normal course of business. In the opinion of management, such matters will not have a material effect upon the financial position of the Township.

NOTE 8 - DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is administered by the Nationwide Retirement Solutions, Inc.

NOTE 9 - COVID-19

In March of 2020, the governor of Michigan took measures to contain the spread of the COVID-19 virus, including travel bans, quarantines, social distancing, and closures of non-essential services. This has triggered significant disruptions to the economy. The Township has taken steps to reduce the negative effect on its financial position by taking cost reduction measures and applying for various grants. The Township continues to carefully monitor the situation.

COHOCTAH TOWNSHIP

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

NOTE 10 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through September 9, 2021, which is the date the financial statements were available to be issued.

Management has determined the ongoing COVID-19 events mentioned in Note 9 are non-adjusting subsequent events. Accordingly, the financial position and statement of activities as of and for the year ended March 31, 2021 have not been adjusted for their impact. The duration and impact of COVID-19 remains unclear at this time. While the Township is optimistic about continuing operations going forward, it is not possible to reliably estimate the duration and severity of these consequences, nor their impact on the financial position and statement of activities of the Township for future periods.

Management has determined that the Township does not have any other material recognizable or non-recognizable events.

NOTE 11 - UPCOMING GASB PRONOUNCEMENTS

GASB 87 - LEASES

The Governmental Accounting Standards Board (GASB) issued GASB Standard No. 87, Leases to improve the accounting and financial reporting of leases by governments. This Standard requires the recognition of lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows and outflows of resources based on the payment provisions of the contract. This Standard will require a lessee to recognize a lease liability and right-to-use lease asset and a lessor to recognize a lease receivable and a deferred inflow of resources.

The Township is currently assessing the impact that this Standard will have on the Township's financial statements. The Standard was originally required to be implemented for the statements for the year ended March 31, 2021. However, the Governmental Accounting Standards Board released GASB Standard No. 95, extending the implementation date of this standard by 18 months, requiring the Standard to be implemented for the Township's statements for the year ended March 31, 2023.

GASB 89 - ACCOUNTING FOR INTEREST COST INCURRED BEFORE THE END OF A CONSTRUCTION PERIOD

The Governmental Accounting Standards Board (GASB) issued GASB Standard No. 89 to establish accounting requirements for interest costs that are incurred before the end of a construction period. This Statement will require interest costs incurred before the end of a construction period to be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As such, the interest will no longer be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This Standard should be applied prospectively.

The Township is currently assessing the impact that this Standard will have on the Township's financial statements. The Standard was originally required to be implemented for the statements for the year ended March 31, 2021. The Governmental Accounting Standards Board released GASB Standard No. 95 extending the implementation date of this Standard by 12 months, requiring the standard to be implemented for the Township's statements for the year ended March 31, 2022.

COHOCTAH TOWNSHIP

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2021**

NOTE 11 - UPCOMING GASB PRONOUNCEMENTS - continued

GASB 96 - SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

In May 2020, GASB issued Statement No. 96, Subscription-based Information Technology Arrangements. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the Standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The Township is currently evaluating the impact this standard will have on the financial statements when implemented for the Township's statements for the year ended March 31, 2023.

The Township is assessing the impact that these Standards will have on its financial statements. The Township has considered the impact of Standards No 88, 90, 91, 92, 93 and 94 (implemented by GASB) and does not expect these Standards to have any impact on the Township's financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

COHOCTAH TOWNSHIP

GENERAL FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	Budget Amount		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes	\$ 100,000	\$ 100,000	\$ 93,920	\$ (6,080)
Licenses and permits	1,800	1,800	11,451	9,651
State revenues	303,000	303,000	301,635	(1,365)
Charges for services	117,600	117,600	107,872	(9,728)
Interest income	3,200	3,200	6,288	3,088
Miscellaneous	10,390	10,390	3,661	(6,729)
Total revenues	535,990	535,990	524,827	(11,163)
EXPENDITURES				
General government	260,400	252,400	230,254	22,146
Public works	19,500	23,500	22,425	1,075
Refuse	95,000	99,000	99,013	(13)
Cemetery	34,100	34,100	26,765	7,335
Recreation	31,900	31,900	23,418	8,482
Total expenditures	440,900	440,900	401,875	39,025
Excess of revenues over (under) expenditures	95,090	95,090	122,952	27,862
OTHER FINANCING SOURCES (USES)				
Transfer (out)	(15,000)	(15,000)	(15,000)	
Net change in fund balance	80,090	80,090	107,952	27,862
FUND BALANCE, APRIL 1, 2020	1,220,982	1,220,982	1,220,982	
FUND BALANCE, MARCH 31, 2021	\$ 1,301,072	\$ 1,301,072	\$ 1,328,934	\$ 27,862

COHOCTAH TOWNSHIP

ROAD FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>Budget Amount</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		<u>(Unfavorable)</u>
REVENUES				
Taxes	\$ 190,000	\$ 190,000	\$ 180,745	\$ (9,255)
State revenues			1,963	1,963
Interest income	200	200	77	(123)
Total revenues	190,200	190,200	182,785	(7,415)
EXPENDITURES				
Road improvements	290,200	290,200	172,424	117,776
Excess of revenues over (under) expenditures	(100,000)	(100,000)	10,361	110,361
OTHER FINANCING SOURCES (USES)				
Transfer in	15,000	15,000	15,000	
Net change in fund balance	(85,000)	(85,000)	25,361	110,361
FUND BALANCE, APRIL 1, 2020	146,120	146,120	146,120	
FUND BALANCE, MARCH 31, 2021	<u>\$ 61,120</u>	<u>\$ 61,120</u>	<u>\$ 171,481</u>	<u>\$ 110,361</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

COHOCTAH TOWNSHIP

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED MARCH 31, 2021

NOTE - BUDGETARY INFORMATION

Budget Overruns

The following expenditures exceeded appropriations in one fund:

	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Variance (Unfavorable)</u>
General Fund			
Township board	\$ 47,500	\$ 48,947	\$ (1,447)
Treasurer	31,900	32,795	(895)
Trash pick up	99,000	99,013	(13)
	<u>\$ 178,400</u>	<u>\$ 180,755</u>	<u>\$ (2,355)</u>

SUPPLEMENTARY INFORMATION

COMBINING FINANCIAL STATEMENTS

COHOCTAH TOWNSHIP

**COMBINING BALANCE SHEETS
FUNDS INCLUDED IN GASB 54 CONSOLIDATION
MARCH 31, 2021**

	General Fund Pre GASB 54 Consolidation	Capital Improvement Fund	Trust and Agency Fund	Eliminations	Total Restated General Fund
ASSETS					
Cash and cash equivalents	\$ 1,080,319	\$ 219,954	\$ 4,051	\$	\$ 1,304,324
Receivable					
Taxes	5,884				5,884
State shared revenues	49,906				49,906
Due from others	330				330
Due from other funds	518		105	(116)	507
	<u>\$ 1,136,957</u>	<u>\$ 219,954</u>	<u>\$ 4,156</u>	<u>\$ (116)</u>	<u>\$ 1,360,951</u>
Total assets					
LIABILITIES					
Accounts payable	\$ 18,220	\$	\$ 4,145	\$	\$ 22,365
Due to other funds	9,757		11	(116)	9,652
	<u>27,977</u>	<u></u>	<u>4,156</u>	<u>(116)</u>	<u>32,017</u>
Total liabilities					
FUND BALANCE					
Committed					
Capital improvement		219,954			219,954
Unassigned	1,108,980				1,108,980
	<u>1,108,980</u>	<u>219,954</u>	<u></u>	<u></u>	<u>1,328,934</u>
Total fund balance					
Total liabilities and fund balance	<u>\$ 1,136,957</u>	<u>\$ 219,954</u>	<u>\$ 4,156</u>	<u>\$ (116)</u>	<u>\$ 1,360,951</u>

COHOCTAH TOWNSHIP

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FUNDS INCLUDED IN GASB 54 CONSOLIDATION
FOR THE YEAR ENDED MARCH 31, 2021**

	General Fund Pre GASB 54 Consolidation	Capital Improvement Fund	Trust and Agency Fund	Totals Restated General Fund
REVENUES				
Taxes	\$ 93,920	\$	\$	\$ 93,920
License and permits	11,451			11,451
State revenues	301,635			301,635
Charges for services	107,872			107,872
Interest income	4,669	1,619		6,288
Miscellaneous	3,661			3,661
Total revenues	523,208	1,619		524,827
EXPENDITURES				
Current				
General government	227,531			227,531
Public works	22,425			22,425
Refuse	99,013			99,013
Cemetery	26,765			26,765
Recreation	23,418			23,418
Capital outlay:				
General government	2,723			2,723
Total expenditures	401,875			401,875
Excess of revenues over (under) expenditures	121,333	1,619		122,952
OTHER FINANCING SOURCES (USES)				
Transfer (out)	(15,000)			(15,000)
Net changes in fund balances	106,333	1,619		107,952
FUND BALANCE, APRIL 1, 2020	1,002,647	218,335		1,220,982
FUND BALANCE, MARCH 31, 2021	\$ 1,108,980	\$ 219,954	\$	\$ 1,328,934

INDIVIDUAL FUNDS

GENERAL FUND (PRE GASB 54 RESTATEMENT)

COHOCTAH TOWNSHIP

GENERAL FUND (PRE GASB 54 RESTATEMENT)
BALANCE SHEET
MARCH 31, 2021

ASSETS

Cash	\$ 1,080,319
Receivables:	
Taxes	5,884
State shared	49,906
Due from others	330
Due from other funds	<u>518</u>
Total assets	<u><u>\$ 1,136,957</u></u>

LIABILITIES

Accounts payable	\$ 18,220
Due to other funds	<u>9,757</u>
Total liabilities	27,977

FUND BALANCE

	<u>1,108,980</u>
Total liabilities and fund balance	<u><u>\$ 1,136,957</u></u>

This supplementary information shows the General Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

COHOCTAH TOWNSHIP

**GENERAL FUND (PRE GASB 54 RESTATEMENT)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Taxes	\$ 100,000	\$ 93,920	\$ (6,080)
Licenses and permits	1,800	11,451	9,651
State revenues	303,000	301,635	(1,365)
Charges for services	117,600	107,872	(9,728)
Interest income	2,000	4,669	2,669
Miscellaneous	10,390	3,661	(6,729)
Total revenues	<u>534,790</u>	<u>523,208</u>	<u>(11,582)</u>
EXPENDITURES			
General government:			
Township board	47,500	48,947	(1,447)
Supervisor	21,000	19,958	1,042
Election	17,000	16,189	811
Attorney	15,000	12,552	2,448
Assessor	39,600	38,567	1,033
Clerk	25,300	23,766	1,534
Board of review	2,100	2,039	61
Treasurer	31,900	32,795	(895)
Buildings and grounds	18,000	16,403	1,597
Planning and zoning	9,700	7,891	1,809
Insurance and bonds	9,200	9,132	68
Contingencies	16,100	2,015	14,085
Public works:			
Drains at large	16,000	15,972	28
Streetlights	7,500	6,453	1,047
Refuse:			
Trash pick up	99,000	99,013	(13)
Cemetery:			
Cemetery	34,100	26,765	7,335
Recreation:			
Recreation	31,900	23,418	8,482
Total expenditures	<u>440,900</u>	<u>401,875</u>	<u>39,025</u>
Excess of revenues over (under) expenditures	93,890	121,333	27,443
OTHER FINANCING SOURCES (USES)			
Transfer (out)	<u>(15,000)</u>	<u>(15,000)</u>	
Net change in fund balance	78,890	106,333	27,443
FUND BALANCE, APRIL 1, 2020	<u>1,002,647</u>	<u>1,002,647</u>	
FUND BALANCE, MARCH 31, 2021	<u>\$ 1,081,537</u>	<u>\$ 1,108,980</u>	<u>\$ 27,443</u>

This supplementary information shows the General Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

COHOCTAH TOWNSHIP

**GENERAL FUND (PRE GASB 54 RESTATEMENT)
STATEMENT OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
TAXES	\$ 100,000	\$ 93,920	\$ (6,080)
LICENSES AND PERMITS	<u>1,800</u>	<u>11,451</u>	<u>9,651</u>
STATE REVENUES			
State shared revenues		295,628	
Local community stabilization		<u>6,007</u>	
Total state revenues	<u>303,000</u>	<u>301,635</u>	<u>(1,365)</u>
CHARGES FOR SERVICES			
Franchise fees		12,642	
Tax collection fees		5,559	
School election reimbursement		2,847	
Burial service and cemetery plots		11,039	
Trash pick up		75,618	
Miscellaneous		<u>167</u>	
Total charges for services	<u>117,600</u>	<u>107,872</u>	<u>(9,728)</u>
INTEREST INCOME	<u>2,000</u>	<u>4,669</u>	<u>2,669</u>
MISCELLANEOUS	<u>10,390</u>	<u>3,661</u>	<u>(6,729)</u>
Total revenues	<u>\$ 534,790</u>	<u>\$ 523,208</u>	<u>\$ (11,582)</u>

This supplementary information shows the General Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

COHOCTAH TOWNSHIP

**GENERAL FUND (PRE GASB 54 RESTATEMENT)
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
GENERAL GOVERNMENT			
Township board			
Trustee wages	\$	\$ 14,100	\$
Supplies		1,003	
Contracted services		26,775	
Telephone		770	
Conferences		398	
Publishing		560	
Payroll expense		5,191	
Dues		150	
	<u>47,500</u>	<u>48,947</u>	<u>(1,447)</u>
Total township board			
Supervisor	<u>21,000</u>	<u>19,958</u>	<u>1,042</u>
Election			
Wages		5,506	
Supplies		6,178	
Publishing		303	
Repairs and maintenance		499	
Small equipment		3,703	
	<u>17,000</u>	<u>16,189</u>	<u>811</u>
Total election			
Attorney	<u>15,000</u>	<u>12,552</u>	<u>2,448</u>
Assessor	<u>39,600</u>	<u>38,567</u>	<u>1,033</u>

This supplementary information shows the General Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

COHOCTAH TOWNSHIP

**GENERAL FUND (PRE GASB 54 RESTATEMENT)
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - continued
FOR THE YEAR ENDED MARCH 31, 2021**

	Budget	Actual	Variance Favorable (Unfavorable)
Clerk			
Salary		19,958	
Deputy wages		2,218	
Mileage		512	
Supplies		1,078	
Total clerk	25,300	23,766	1,534
Board of review	2,100	2,039	61
Treasurer			
Salary		19,958	
Deputy		2,780	
Mileage		1,544	
Supplies		2,996	
Contracted services		5,517	
Total treasurer	31,900	32,795	(895)
Building and grounds			
Supplies		347	
Telephone		8,525	
Utilities		1,806	
Repairs and maintenance		5,725	
Total buildings and grounds	18,000	16,403	1,597
Planning and zoning			
Wages		7,798	
Supplies		93	
Total planning and zoning	9,700	7,891	1,809

This supplementary information shows the General Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

COHOCTAH TOWNSHIP

**GENERAL FUND (PRE GASB 54 RESTATEMENT)
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - continued
FOR THE YEAR ENDED MARCH 31, 2021**

	Budget	Actual	Variance Favorable (Unfavorable)
Insurance and bonds	9,200	9,132	68
Contingencies	16,100	2,015	14,085
TOTAL GENERAL GOVERNMENT	252,400	230,254	22,146
PUBLIC WORKS			
Drains at large	16,000	15,972	28
Streetlights	7,500	6,453	1,047
TOTAL PUBLIC WORKS	23,500	22,425	1,075
REFUSE			
Trash pick up	99,000	99,013	(13)
CEMETERY			
Burials		5,400	
Foundations		3,550	
Wages		3,489	
Supplies		149	
Lawn care and maintenance		14,177	
TOTAL CEMETERY	34,100	26,765	7,335
RECREATION			
Wages		3,730	
Lawn care		8,350	
Recreation - contracted		1,653	
Community promotion		4,616	
Utilities		347	
Park maintenance and improvement		4,722	
TOTAL RECREATION	31,900	23,418	8,482
Total expenditures	\$ 440,900	\$ 401,875	\$ 39,025

This supplementary information shows the General Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

CAPITAL IMPROVEMENT FUND (PRE GASB 54 RESTATEMENT)

COHOCTAH TOWNSHIP

**CAPITAL IMPROVEMENT FUND (PRE GASB 54 RESTATEMENT)
BALANCE SHEET
MARCH 31, 2021**

ASSETS

Cash	<u>\$ 219,954</u>
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FUND BALANCE

Committed - capital improvement	<u>\$ 219,954</u>
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This supplementary information shows the Capital Improvement Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

COHOCTAH TOWNSHIP

**CAPITAL IMPROVEMENT FUND (PRE GASB 54 RESTATEMENT)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES			
Interest income	\$ 1,200	\$ 1,619	\$ 419
EXPENDITURES			
Net change in fund balance	1,200	1,619	419
FUND BALANCE, APRIL 1, 2020	<u>218,335</u>	<u>218,335</u>	
FUND BALANCE, MARCH 31, 2021	<u>\$ 219,535</u>	<u>\$ 219,954</u>	<u>\$ 419</u>

This supplementary information shows the Capital Improvement Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

ROAD FUND

COHOCTAH TOWNSHIP

ROAD FUND
BALANCE SHEET
MARCH 31, 2021

ASSETS

Cash	\$	150,393
Receivables:		
Taxes		11,309
Due from others		633
Due from other funds		<u>9,652</u>

Total assets \$ 171,987

LIABILITIES

Due to other funds	\$	506
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FUND BALANCE 171,481

Total liabilities and fund balance \$ 171,987

COHOCTAH TOWNSHIP

ROAD FUND

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED MARCH 31, 2021**

	Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
REVENUES			
Taxes	\$ 190,000	\$ 180,745	\$ (9,255)
State property tax reimbursement		1,963	1,963
Interest income	200	77	(123)
	Total revenues	190,200	182,785
			(7,415)
EXPENDITURES			
Road improvements	290,200	172,424	117,776
Excess of revenues over (under) expenditures	(100,000)	10,361	110,361
OTHER FINANCING SOURCES (USES)			
Transfer in	15,000	15,000	
Net change in fund balance	(85,000)	25,361	110,361
FUND BALANCE, APRIL 1, 2020	146,120	146,120	
FUND BALANCE, MARCH 31, 2021	\$ 61,120	\$ 171,481	\$ 110,361

CURRENT TAX COLLECTION FUND

COHOCTAH TOWNSHIP

**CURRENT TAX COLLECTION FUND
BALANCE SHEET
MARCH 31, 2021**

ASSETS

Cash	<u>\$ 5,780</u>
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LIABILITIES

Due to others	\$ 5,779
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Due to other funds	<u>1</u>
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Total liabilities	<u>\$ 5,780</u>
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TRUST AND AGENCY FUND (PRE GASB 54 RESTATEMENT)

COHOCTAH TOWNSHIP

TRUST AND AGENCY FUND (PRE GASB 54 RESTATEMENT)
BALANCE SHEET
MARCH 31, 2021

ASSETS

Cash	\$	4,051
Due from other funds		<u>105</u>
Total assets	\$	<u><u>4,156</u></u>

LIABILITIES

Due to others	\$	4,145
Due to other funds		<u>11</u>
Total liabilities	\$	<u><u>4,156</u></u>

This supplementary information shows the Trust and Agency Fund prior to the implementation of GASB 54, and as such does not present the results on the basis of generally accepted accounting principles but is presented solely for supplemental information.

EXPENDITURES - AUGUST 2021			
BERG ASSESSING		\$	3,050.00
AT&T		\$	608.58
SURF BROADBAND		\$	44.95
HIDDEN LAKE WIRELESS		\$	45.00
ALCHINS		\$	8,475.00
COOPER & RIESTERER PLC		\$	939.00
CONSUMERS ENERGY		\$	631.11
LASHBROOK		\$	250.00
CYBERMIND		\$	59.85
THE GROUNDS CREW		\$	2,000.00
MUNICIPAL CODE CORP		\$	250.00
MARKUS FARM LLC		\$	1,900.00
ARMSTRONG MASONRY		\$	450.00
LIV CTY TREASURER ASSOC		\$	10.00
LIV CTY PRESS AND ARGUS		\$	185.00
CHASE BANK		\$	1,269.82
STEVE PRIESTLEY		\$	60.00
GREEN OAK TOWNSHIP		\$	20.00
NICHOLAS BROTHERS		\$	57.00
FOWLerville SCHOOLS		\$	3,526.20
EVA GONZALEZ		\$	275.00
DEB HALSTEAD		\$	275.00
M FOSDICK		\$	100.70
T BOCK		\$	85.12
D BURDEN		\$	96.32
L FLANARY		\$	22.83
BFEAR		\$	97.83
SUB TOTAL		\$	24,784.31
T BOCK		\$	1,978.77
D BURDEN		\$	313.85
L FLANARY		\$	491.59
K THURNER			\$ 141.91
A FEAR		\$	164.75
M FOSDICK		\$	1,531.38
D GRAHAM		\$	290.76
B FEAR		\$	1,512.77
J SMYTH		\$	501.90
F BUCKNER		\$	386.02
T LITZ		\$	221.64
NATIONWIDE		\$	358.49
W/H		\$	1,208.01
BENEPAY		\$	47.01
SUB TOTAL		\$	9,006.94
TOTAL GENERAL FND		\$	33,791.25
ROAD FUND		\$	-
TOTAL EXPENDITURES		\$	33,791.25

**METRO Act
Unilateral Form
Revised 12/06/02**

**RIGHT-OF-WAY
TELECOMMUNICATIONS PERMIT**

This permit issued this ___ day of _____, 20__ by Cohoctah Township.

1 Definitions

- 1.1 Date of Issuance shall mean the date set forth above.
- 1.2 Manager shall mean Municipality's [Mayor/Manager/Supervisor/Village President] or his or her designee.
- 1.3 METRO Act shall mean the Metropolitan Extension Telecommunications Right-of Way oversight Act, Act No. 48 of the Public Acts of 2002, as amended.
- 1.4 Municipality shall mean Cohoctah Township, a Michigan municipal corporation.
- 1.5 Permit shall mean this document.
- 1.6 Permittee shall mean Surf Air Wireless, LLC D/B/A Surf Broadband Solutions organized under the laws of the State of Delaware whose address is 3325 Middlebury St, Elkhart, IN 46516
- 1.7 Public Right-of-Way shall mean the area on, below, or above a public roadway, highway, street, alley, easement, or waterway, to the extent Municipality has the ability to grant the rights set forth herein. Public Right-of-Way does not include a federal, state, or private right-of-way.
- 1.8 Telecommunications Facilities or Facilities shall mean the Permittee's equipment or personal property, such as copper and fiber cables, lines, wires, switches, conduits, pipes, and sheaths, which are used to or can generate, receive, transmit, carry, amplify or provide telecommunication services or signals. Telecommunication Facilities or Facilities do not include antennas, supporting structures for antennas, equipment shelters or houses, and any ancillary equipment and miscellaneous hardware used to provide federally licensed commercial mobile service as defined in Section 332(d) of Part I of Title III of the Communications Act of 1934, Chapter 652, 48 Stat. 1064, 47 U.S.C. 332 and further defined as commercial mobile radio service in 47 CFR 20.3, and service provided by any wireless, two-way communications device.

1.9 Term shall have the meaning set forth in Part 7.

2 Grant

2.1 Municipality hereby issues a permit under the METRO Act to Permittee for access to and ongoing use of the Public Right-of-Way identified on **Exhibit A** to construct, install and maintain Telecommunication Facilities on the terms set forth herein.

2.1.1 Exhibit A may be modified by Manager upon written request by Permittee.

2.1.2 Any decision of Manager on a request by Permittee for a modification may be appealed by Permittee to Municipality's legislative body.

2.2 Overlapping. Permittee shall not allow the wires or any other facilities of a third party to be overlapped to the Telecommunication Facilities without Municipality's prior written consent. Municipality's right to withhold written consent is subject to the authority of the Michigan Public Service Commission under Section 361 of the Michigan Telecommunications Act, MCL § 484.2361.

2.3 Nonexclusive. The rights granted by this Permit are nonexclusive. Municipality reserves the right to approve, at any time, additional permits for access to and ongoing usage of the Public Right-of-Way by telecommunications providers and to enter into agreements for use of the Public Right-of-Way with and grant franchises for use of the Public Right-of-Way to telecommunications providers, cable companies, utilities and other providers.

3 Contacts, Maps and Plans

3.1 Permittee Contacts. The names, addresses and the like for engineering and construction related information for Permittee and its Telecommunication Facilities are as follows:

3.1.1 The address, e-mail address, phone number and contact person (title or name) at Permittee's local office (in or near Municipality) is Adam Bates, Market and Construction Manager, (616) 681-5416, abates@surfbroadband.com

3.1.2 If Permittee's engineering drawings, as-built plans and related records for the Telecommunication Facilities will not be located at the preceding local office, the location address, phone number and contact person (title or department) for them is Adam Bates, Market and Construction Manager, (616) 681-5416, abates@surfbroadband.com.

- 3.1.3 The name, title, address, e-mail address and telephone numbers of Permittee's engineering contact person(s) with responsibility for the design, plans and construction of the Telecommunication Facilities is Adam Bates, (616) 681-5416, abates@surfbroadband.com.
- 3.1.4 The address, phone number and contact person (title or department) at Permittee's home office/regional office with responsibility for engineering and construction related aspects of the Telecommunication Facilities is Adam Bates, (517) 375-1693, 7991 N Nicholson Rd, Fowlerville, MI 48836.
- 3.1.5 Permittee shall at all times provide Manager with the phone number at which a live representative of Permittee (not voice mail) can be reached 24 hours a day, seven (7) days a week, in the event of a public emergency.
- 3.1.6 Permittee shall immediately notify Municipality in writing as set forth in Part 12 of any inaccuracies or changes in the preceding information.
- 3.2 Route Maps. Within ninety (90) days after the substantial completion of new Facilities in a Municipality, a provider shall submit route maps showing the location of the Telecommunication Facilities to both the Michigan Public Service Commission and to the Municipality, as required under Section 6(7) of the METRO Act, MCLA 484.3106(7).
- 3.3 As-Built Records. Permittee, without expense to Municipality, shall, upon forty-eight (48) hours notice, give Municipality access to all "as-built" maps, records, plans and specifications showing the Telecommunication Facilities or portions thereof in the Public Right-of-Way. Upon request by Municipality, Permittee shall inform Municipality as soon as reasonably possible of any changes from previously supplied maps, records, or plans and shall mark up maps provided by Municipality so as to show the location of the Telecommunication Facilities.

4 Use of Public Right-of-Way

- 4.1 No Burden on Public Right-of-Way. Permittee, its contractors, subcontractors, and the Telecommunication Facilities shall not unduly burden or interfere with the present or future use of any of the Public Right-of-Way. Permittee's aerial cables and wires shall be suspended so as to not endanger or injure persons or property in or about the Public Right-of-Way. If Municipality reasonably determines that any portion of the Telecommunication Facilities constitutes an undue burden or interference, due to changed circumstances, Permittee, at its sole expense, shall modify the Telecommunication Facilities or take such other actions as Municipality may determine is in the public interest to remove or alleviate the burden, and

Permittee shall do so within a reasonable time period. Municipality will attempt to require all occupants of a pole or conduit whose facilities are a burden to remove or alleviate the burden concurrently.

- 4.2 No Priority. This Permit does not establish any priority of use of the Public Right-of-Way by Permittee over any present or future permittees or parties having agreements with Municipality or franchises for such use. In the event of any dispute as to the priority of use of the Public Right-of-Way, the first priority shall be to the public generally, the second priority to Municipality, the third priority to the State of Michigan and its political subdivisions in the performance of their various functions, and thereafter as between other permit, agreement or franchise holders, as determined by Municipality in the exercise of its powers, including the police power and other powers reserved to and conferred on it by the State of Michigan.
- 4.3 Restoration of Property. Permittee, its contractors and subcontractors shall immediately (subject to seasonal work restrictions) restore, at Permittee's sole expense, in a manner approved by Municipality, any portion of the Public Right-of-Way that is in any way disturbed, damaged, or injured by the construction, installation, operation, maintenance or removal of the Telecommunication Facilities to a reasonably equivalent (or, at Permittee's option, better) condition as that which existed prior to the disturbance. In the event that Permittee, its contractors or subcontractors fail to make such repair within a reasonable time, Municipality may make the repair and Permittee shall pay the costs Municipality incurred for such repair.
- 4.4 Marking. Permittee shall mark the Telecommunication Facilities as follows: Aerial portions of the Telecommunication Facilities shall be marked with a marker on Permittee's lines on alternate poles which shall state Permittee's name and provide a toll-free number to call for assistance. Direct buried underground portions of the Telecommunication Facilities shall have (1) a conducting wire placed in the ground at least several inches above Permittee's cable (if such cable is nonconductive); (2) at least several inches above that, a continuous colored tape with a statement to the effect that there is buried cable beneath; and (3) stakes or other appropriate above ground markers with Permittee's name and a toll-free number indicating that there is buried telephone cable below. Bored underground portions of the Telecommunication Facilities shall have a conducting wire at the same depth as the cable and shall not be required to provide the continuous colored tape. Portions of the Telecommunication Facilities located in conduit, including conduit of others used by Permittee, shall be marked at its entrance into and exit from each manhole and handhole with Permittee's name and a toll-free telephone number.
- 4.5 Tree Trimming. Permittee may trim trees upon and overhanging the Public Right-of-Way so as to prevent the branches of such trees from coming into contact with the Telecommunication Facilities, consistent with any standards adopted by

Municipality. Permittee shall dispose of all trimmed materials. Permittee shall minimize the trimming of trees to that essential to maintain the integrity of the Telecommunication Facilities. Except in emergencies, all trimming of trees in the Public Right-of-Way shall have the advance approval of Manager.

- 4.6 Installation and Maintenance. The construction and installation of the Telecommunication Facilities shall be performed pursuant to plans approved by Municipality. The open cut of any Public Right-of-Way shall be coordinated with the Manager or his designee. Permittee shall install and maintain the Telecommunication Facilities in a reasonably safe condition. If the existing poles in the Public Right-of-Way are overburdened or unavailable for Permittee's use, or the facilities of all users of the poles are required to go underground then Permittee shall, at its expense, place such portion of its Telecommunication Facilities underground, unless Municipality approves an alternate location. Permittee may perform maintenance on the Telecommunication Facilities without prior approval of Municipality, provided that Permittee shall obtain any and all permits required by Municipality in the event that any maintenance will disturb or block vehicular traffic or are otherwise required by Municipality.
- 4.7 Pavement Cut Coordination. Permittee shall coordinate its construction and all other work in the Public Right-of-Way with Municipality's program for street construction and rebuilding (collectively "Street Construction") and its program for street repaving and resurfacing (except seal coating and patching) (collectively, "Street Resurfacing").
- 4.7.1 The goals of such coordination shall be to encourage Permittee to conduct all work in the Public Right-of-Way in conjunction with or immediately prior to any Street Construction or Street Resurfacing planned by Municipality.
- 4.8 Compliance with Laws. Permittee shall comply with all laws, statutes, ordinances, rules and regulations regarding the construction, installation, and maintenance of its Telecommunication Facilities, whether federal, state or local, now in force or which hereafter may be promulgated. Before any installation is commenced, Permittee shall secure all necessary permits, licenses and approvals from Municipality or other governmental entity as may be required by law, including, without limitation, all utility line permits and highway permits. Permittee shall comply in all respects with applicable codes and industry standards, including but not limited to the National Electrical Safety Code (latest edition adopted by Michigan Public Service Commission) and the National Electric Code (latest edition). Permittee shall comply with all zoning and land use ordinances and historic preservation ordinances as may exist or may hereafter be amended.
- 4.9 Street Vacation. If Municipality vacates or consents to the vacation of Public

Right-of-Way within its jurisdiction, and such vacation necessitates the removal and relocation of Permittee's Facilities in the vacated Public Right-of-Way, Permittee shall, as a condition of this Permit, consent to the vacation and remove its Facilities at its sole cost and expense when ordered to do so by Municipality or a court of competent jurisdiction. Permittee shall relocate its Facilities to such alternate route as Municipality, applying reasonable engineering standards, shall specify.

- 4.10 Relocation. If Municipality requests Permittee to relocate, protect, support, disconnect, or remove its Facilities because of street or utility work, or other public projects, Permittee shall relocate, protect, support, disconnect, or remove its Facilities, at its sole cost and expense, including where necessary to such alternate route as Municipality, applying reasonable engineering standards, shall specify. The work shall be completed within a reasonable time period.
- 4.11 Public Emergency. Municipality shall have the right to sever, disrupt, dig-up or otherwise destroy Facilities of Permittee if such action is necessary because of a public emergency. If reasonable to do so under the circumstances, Municipality will attempt to provide notice to Permittee. Public emergency shall be any condition which poses an immediate threat to life, health, or property caused by any natural or man-made disaster, including, but not limited to, storms, floods, fire, accidents, explosions, water main breaks, hazardous material spills, etc. Permittee shall be responsible for repair at its sole cost and expense of any of its Facilities damaged pursuant to any such action taken by Municipality.
- 4.12 Miss Dig. If eligible to join, Permittee shall subscribe to and be a member of "MISS DIG," the association of utilities formed pursuant to Act 53 of the Public Acts of 1974, as amended, MCL § 460.701 et seq., and shall conduct its business in conformance with the statutory provisions and regulations promulgated thereunder.
- 4.13 Underground Relocation. If Permittee has its Facilities on poles of Consumers Energy, Detroit Edison or another electric or telecommunications provider and Consumers Energy, Detroit Edison or such other electric or telecommunications provider relocates its system underground, then Permittee shall relocate its Facilities underground in the same location at Permittee's sole cost and expense.
- 4.14 Identification. All personnel of Permittee and its contractors or subcontractors who have as part of their normal duties contact with the general public shall wear on their clothing a clearly visible identification card bearing Permittee's name, their name and photograph. Permittee shall account for all identification cards at all times. Every service vehicle of Permittee and its contractors or subcontractors shall be clearly identified as such to the public, such as by a magnetic sign with Permittee's name and telephone number.

5 Indemnification

- 5.1 Indemnity. Permittee shall defend, indemnify, protect, and hold harmless Municipality, its officers, agents, employees, elected and appointed officials, departments, boards, and commissions from any and all claims, losses, liabilities, causes of action, demands, judgments, decrees, proceedings, and expenses of any nature (collectively “claim” for this Part 5) (including, without limitation, attorneys’ fees) arising out of or resulting from the acts or omissions of Permittee, its officers, agents, employees, contractors, successors, or assigns, but only to the extent such acts or omissions are related to the Permittee’s use of or installation of facilities in the Public Right-of-Way and only to the extent of the fault or responsibility of Permittee, its officers, agents, employees, contractors, successors and assigns.
- 5.2 Notice, Cooperation. Municipality will notify Permittee promptly in writing of any such claim and the method and means proposed by Municipality for defending or satisfying such claim. Municipality will cooperate with Permittee in every reasonable way to facilitate the defense of any such claim. Municipality will consult with Permittee respecting the defense and satisfaction of such claim, including the selection and direction of legal counsel.
- 5.3 Settlement. Municipality will not settle any claim subject to indemnification under this Part 5 without the advance written consent of Permittee, which consent shall not be unreasonably withheld. Permittee shall have the right to defend or settle, at its own expense, any claim against Municipality for which Permittee is responsible hereunder.

6 Insurance

- 6.1 Coverage Required. Prior to beginning any construction in or installation of the Telecommunication Facilities in the Public Right-of-Way, Permittee shall obtain insurance as set forth below and file certificates evidencing same with Municipality. Such insurance shall be maintained in full force and effect until the end of the Term. In the alternative, Permittee may satisfy this requirement through a program of self-insurance, acceptable to Municipality, by providing reasonable evidence of its financial resources to Municipality. Municipality’s acceptance of such self-insurance shall not be unreasonably withheld.
- 6.1.1 Commercial general liability insurance, including Completed Operations Liability, Independent Contractors Liability, Contractual Liability coverage, railroad protective coverage and coverage for property damage from perils of explosion, collapse or damage to underground utilities, commonly known as XCU coverage, in an amount not less than Five Million Dollars (\$5,000,000).

- 6.1.2 Liability insurance for sudden and accidental environmental contamination with minimum limits of Five Hundred Thousand Dollars (\$500,000) and providing coverage for claims discovered within three (3) years after the term of the policy.
 - 6.1.3 Automobile liability insurance in an amount not less than One Million Dollars (\$1,000,000).
 - 6.1.4 Workers' compensation and employer's liability insurance with statutory limits, and any applicable Federal insurance of a similar nature.
 - 6.1.5 The coverage amounts set forth above may be met by a combination of underlying (primary) and umbrella policies so long as in combination the limits equal or exceed those stated. If more than one insurance policy is purchased to provide the coverage amounts set forth above, then all policies providing coverage limits excess to the primary policy shall provide drop down coverage to the first dollar of coverage and other contractual obligations of the primary policy, should the primary policy carrier not be able to perform any of its contractual obligations or not be collectible for any of its coverages for any reason during the Term, or (when longer) for as long as coverage could have been available pursuant to the terms and conditions of the primary policy.
- 6.2 Additional Insured. Municipality shall be named as an additional insured on all policies (other than worker's compensation and employer's liability). All insurance policies shall provide that they shall not be canceled, modified or not renewed unless the insurance carrier provides thirty (30) days prior written notice to Municipality. Permittee shall annually provide Municipality with a certificate of insurance evidencing such coverage. All insurance policies (other than environmental contamination, workers' compensation and employer's liability insurance) shall be written on an occurrence basis and not on a claims made basis.
- 6.3 Qualified Insurers. All insurance shall be issued by insurance carriers licensed to do business by the State of Michigan or by surplus line carriers on the Michigan Insurance Commission approved list of companies qualified to do business in Michigan. All insurance and surplus line carriers shall be rated A+ or better by A.M. Best Company.
- 6.4 Deductibles. If the insurance policies required by this Part 6 are written with retainages or deductibles in excess of \$50,000, they shall be approved by Manager in advance in writing. Permittee shall indemnify and save harmless Municipality from and against the payment of any deductible and from the payment of any premium on any insurance policy required to be furnished hereunder.

- 6.5 Contractors. Permittee's contractors and subcontractors working in the Public Right-of-Way shall carry in full force and effect commercial general liability, environmental contamination liability, automobile liability and workers' compensation and employer liability insurance which complies with all terms of this Part 6. In the alternative, Permittee, at its expense, may provide such coverages for any or all its contractors or subcontractors (such as by adding them to Permittee's policies).
- 6.6 Insurance Primary. Permittee's insurance coverage shall be primary insurance with respect to Municipality, its officers, agents, employees, elected and appointed officials, departments, boards, and commissions (collectively "them"). Any insurance or self-insurance maintained by any of them shall be in excess of Permittee's insurance and shall not contribute to it (where "insurance or self-insurance maintained by any of them" includes any contract or agreement providing any type of indemnification or defense obligation provided to, or for the benefit of them, from any source, and includes any self-insurance program or policy, or self-insured retention or deductible by, for or on behalf of them).

7 Term

- 7.1 Term. The term ("Term") of this Permit shall be until the earlier of:
- 7.1.1 Five years from the Date of Issuance; or
 - 7.1.2 When the Telecommunication Facilities has not been used to provide telecommunications services for a period of one hundred and eighty (180) days by Permittee or a successor or an assignee of Permittee; or
 - 7.1.3 When Permittee, at its election and with or without cause, delivers written notice of termination to Municipality at least one-hundred and eighty (180) days prior to the date of such termination; or
 - 7.1.4 Upon either Permittee or Municipality giving written notice to the other of the occurrence or existence of a default by the other party under Sections 4.8, 6, 8 or 9 of this Permit and such defaulting party failing to cure, or commence good faith efforts to cure, such default within sixty (60) days (or such shorter period of time provided elsewhere in this Permit) after delivery of such notice; or
 - 7.1.5 Unless Manager grants a written extension, one year from the Date of Issuance if prior thereto Permittee has not started the construction and installation of the Telecommunication Facilities within the Public Right-of-Way and two years from the Date of Issuance if by such time

construction and installation of the Telecommunication Facilities is not complete.

8 Performance Bond or Letter of Credit

8.1 Municipal Requirement. Municipality may require Permittee to post a bond (or letter of credit) as provided in Section 15(3) of the METRO Act, as amended [MCL § 484.3115(3)].

9 Fees

9.1 Establishment; Reservation. The METRO Act shall control the establishment of right-of-way fees. The parties reserve their respective rights regarding the nature and amount of any fees which may be charged by Municipality in connection with the Public Right-of-Way.

10 Removal

10.1 Removal; Underground. As soon as practicable after the Term, Permittee or its successors and assigns shall remove any underground cable or other portions of the Telecommunication Facilities from the Public Right-of-Way which has been installed in such a manner that it can be removed without trenching or other opening of the Public Right-of-Way. Permittee shall not remove any underground cable or other portions of the Telecommunication Facilities which requires trenching or other opening of the Public Right-of-Way except with the prior written approval of Manager. All removals shall be at Permittee's sole cost and expense.

10.1.1 For purposes of this Part 10, "cable" means any wire, coaxial cable, fiber optic cable, feed wire or pull wire.

10.2 Removal; Above Ground. As soon as practicable after the Term, Permittee, or its successor or assigns at its sole cost and expense, shall, unless waived in writing by Manager, remove from the Public Right-of-Way all above ground elements of its Telecommunication Facilities, including but not limited to poles, pedestal mounted terminal boxes, and lines attached to or suspended from poles.

10.3 Schedule. The schedule and timing of removal shall be subject to approval by Manager. Unless extended by Manager, removal shall be completed not later than twelve (12) months following the Term. Portions of the Telecommunication Facilities in the Public Right-of-Way which are not removed within such time period shall be deemed abandoned and, at the option of Municipality exercised by written notice to Permittee as set forth in Part 12, title to the portions described in such notice shall vest in Municipality.

11 Assignment. Permittee may assign or transfer its rights under this Permit, or the persons or entities controlling Permittee may change, in whole or in part, voluntarily, involuntarily, or by operation of law, including by merger or consolidation, change in the ownership or control of Permittee's business, or by other means, subject to the following:

11.1 No such transfer or assignment or change in the control of Permittee shall be effective under this Permit, without Municipality's prior approval (not to be unreasonably withheld), during the time period from the Date of Issuance until the completion of the construction of the Telecommunication Facilities in those portions of the Public Right-of-Way identified on Exhibit A.

11.2 After the completion of such construction, Permittee must provide notice to Municipality of such transfer, assignment or change in control no later than thirty (30) days after such occurrence; provided, however,

11.2.1 Any transferee or assignee of this Permit shall be qualified to perform under its terms and conditions and comply with applicable law; shall be subject to the obligations of this Permit, including responsibility for any defaults which occurred prior to the transfer or assignment; shall supply Municipality with the information required under Section 3.1; and shall comply with any updated insurance and performance bond requirements under Sections 6 and 8 respectively, which Municipality reasonably deems necessary, and

11.2.2 In the event of a change in control, it shall not be to an entity lacking the qualifications to assure Permittee's ability to perform under the terms and conditions of this Permit and comply with applicable law; and Permittee shall comply with any updated insurance and performance bond requirements under Sections 6 and 8 respectively, which Municipality reasonably deems necessary.

11.3 Permittee may grant a security interest in this Permit, its rights thereunder or the Telecommunication Facilities at any time without notifying Municipality.

12 Notices

12.1 Notices. All notices under this Permit shall be given as follows:

12.1.1 If to Municipality, to 3530 Gannon Rd, Howell, MI 48855

12.1.2 If to Permittee, to 3325 Middlebury St, Elkhart, IN 46516, with a copy to 7991 N Nicholson Rd, Fowlerville, MI 48836.

12.2 Change of Address. Permittee and Municipality may change its address or personnel for the receipt of notices at any time by giving notice thereof to the other as set forth above.

13 Other items

13.1 No Cable, OVS. This Permit does not authorize Permittee to provide commercial cable type services to the public, such as “cable service” or the services of an “open video system operator” (as such terms are defined in the Federal Communications Act of 1934 and implementing regulations, currently 47 U.S.C. §§ 522 (6), 573 and 47 CFR § 76.1500).

13.2 Effectiveness. This Permit shall become effective when Permittee has provided any insurance certificates and bonds required in Parts 6 and 8, and signed the acknowledgement of receipt, below.

13.3 Authority. This Permit satisfies the requirement for a permit under Section 5 of the METRO Act [MCL 484.3105].

13.4 Interpretation and Severability. The provisions of this Permit shall be liberally construed to protect and preserve the peace, health, safety and welfare of the public, and should any provision or section of this Permit be held unconstitutional, invalid, overbroad or otherwise unenforceable, such determination/holding shall not be construed as affecting the validity of any of the remaining conditions of this Permit. If any provision in this Permit is found to be partially overbroad, unenforceable, or invalid, Permittee and Municipality may nevertheless enforce such provision to the extent permitted under applicable law.

13.5 Governing Law. This Permit shall be governed by the laws of the State of Michigan.

Cohoctah Township

By: Mark Fosdick
Its: Township Supervisor
Date:_____

Acknowledgement of Receipt: Permittee acknowledges receipt of this Permit granted by Municipality.

Surf Broadband Solutions

By: Adam Bates
Its: Construction and Project Manager
Date: _____

Exhibit A

Public Right-of-Way to be Used by Telecommunication Facilities

Exhibit B

Bond

::ODMA\PCDOCS\GRR\764521\3

RESOLUTION TO WAIVE FEES REGARDING METRO ACT APPLICATION

Cohoctah Township

WHEREAS, Cohoctah Township Board of Trustees considers the Township to be an underserved community and in need of additional broadband investment for use by Township residents and property owners;

WHEREAS, in order to encourage the installation of broadband and other telecommunications within the Township, the Cohoctah Township Board of Trustees desires to waive the Township’s right to receive an application fee of \$500 in connection with certain METRO Act Permit applications pursuant to 2002 PA 48 (“METRO Act”);

WHEREAS, the Board would further be interested in waiving the Township’s share of the right-of-way maintenance fees pursuant to the METRO Act, MCL 484.3108, if it was determined by the Local Community Stabilization Authority that the provider was eligible for such waiver under MCL 484.3108(21) applying to underserved areas;

WHEREAS, the Township has received an Application for Access to and Ongoing Use of Public Ways by Telecommunications Providers Under Metropolitan Extension Telecommunications Rights-Of-Way Oversight Act, 2002 PA 48, MCL Sections 484.3101 TO 484.3120, from Surf Air Wireless, LLC, dated May 31, 2021 (“Surf Air Application”);

WHEREAS, the Township wishes to waive its right to fees to the extent possible associated with the Surf Air Application;

NOW, THEREFORE, BE IT RESOLVED that:

1. The Board hereby waives the \$500 application fee that would otherwise due by Surf Air Wireless for the Surf Air Wireless Air Application.
2. The Board shall support a maintenance fee waiver request from Surf Air Wireless pursuant to MCL 484.3108(21), being section 8(21) of the METRO Act allowing for waivers for certain underserved areas, pertaining to the Surf Air Application.

The foregoing resolution offered by Board Member _____.

Second offered by Board Member _____.

Upon roll call vote the board members voted as follows:

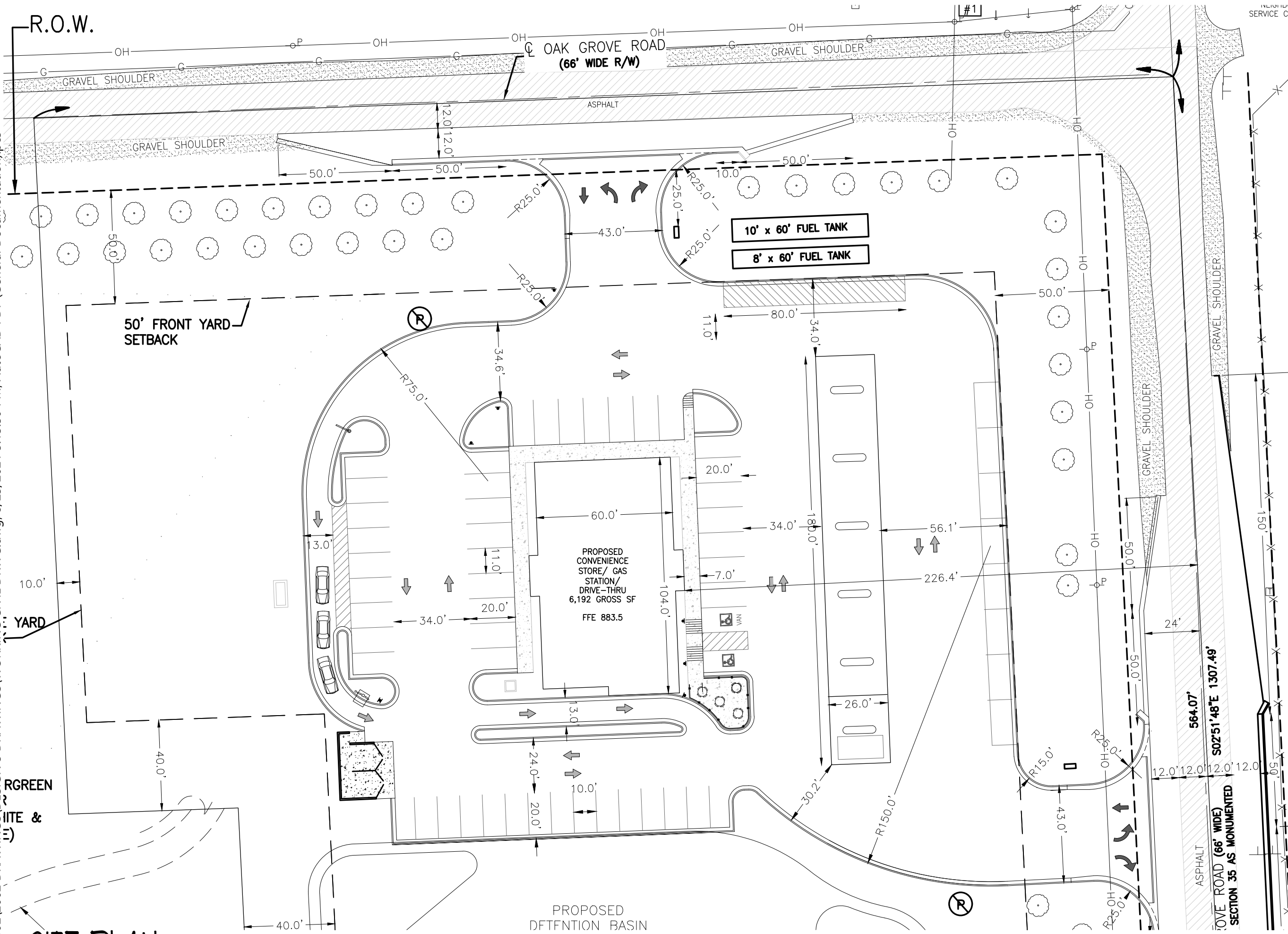
- Fosdick:
- Bock:
- Fear:
- Charette:
- Torigian:

The Supervisor declared the resolution adopted at a regular meeting of the Township Board held on September 9, 2021.

Barbara Fear, Clerk

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REVISION SERVICE CO



PROJECT
PROPOSED:
MUGG &
BOPPS /
DUNKIN'

SW CORNER
OAK GROVE & OAK
GROVE ROADS
COHOCTAH TWP, MI

DESIGN

PLOT DATE 08-25-2021

PROJECT NO.
20-02

TITLE:
SITE PLAN

SHEET NO.
S-1

SITE PLAN

SCALE: 1" = 40' PRINT AT 11 X 17

**TOWNSHIP OF COHOCTAH
LIVINGSTON COUNTY, MICHIGAN**

**RESOLUTION REGARDING MEDICAL MARIHUANA FACILITIES
TO OPT OUT**

AUTHORIZED BY PA 281 OF 2016

DATED: September 14, 2017

WHEREAS, Public Act 281 of 2016 (MCL 333.27101 et. seq.) authorizes the State of Michigan to license five different types of facilities related to medical marihuana (grower, processor, secure transporter, provisioning center, and safety compliance facility); and

WHEREAS, Section 205 of PA 281 of 2016 (MCL 333.27205) provides that "[a] marihuana facility shall not operate in a municipality unless the municipality has adopted an ordinance that authorizes that type of facility;" and

WHEREAS, Section 205 of PA 281 of 2016 further provides that "[a] municipality may adopt other ordinances relating to marihuana facilities within its jurisdiction, including zoning regulations..." and

WHEREAS, Section 205 of PA 281 of 2016 requires a municipality to respond to the State of Michigan, Medical Marihuana Licensing Board, within 90 days after the municipality receives notification from the applicant that a license for one of the five types of medical marihuana facilities authorized by PA 281 of 2016 has been applied for; and

WHEREAS, the Township Board of Cohoctah Township, Livingston County, Michigan is cognizant of its authority to adopt an ordinance or ordinances to authorize the operation of one or more of the five types of medical marihuana facilities authorized by PA 281 of 2016 but desires to not do so.

NOW THEREFORE it is hereby resolved as follows:

1. Cohoctah Township, Livingston County, Michigan (Township) declines to adopt an ordinance authorizing any of the five types of medical marihuana facilities within the Township authorized by PA 281 of 2016; and
2. As a result of the Township's declination to adopt an ordinance authorizing any of the five types of medical marihuana facilities authorized by PA 281 of 2016, a "marihuana facility shall not operate in the Township;" and
3. The Township Clerk or the Township Zoning Administrator is authorized to provide a copy of this resolution to the State of Michigan, Medical Marihuana Licensing Board in response to a request to locate a medical marijuana facility authorized by PA 281 of 2016 within the Township or for any other reason authorized by or in response to a request from State of Michigan, Department of Licensing and Regulatory Affairs or its successor agency or the Medical Marihuana Licensing Board; and

4. The Township Clerk or the Township Zoning Administrator is authorized to provide a copy of this Resolution to any applicant requesting the ability to locate a medical marihuana grower, processor, secure transporter, provisioning center or safety compliance facility in the Township as evidence that the same shall not be allowed in the Township; and

5. All resolutions in conflict herewith are repealed; and

6. This resolution is effective immediately upon adoption and shall remain in full force and effect until repealed by the Township Board.

This RESOLUTION was offered by Board member Thurner, supported by Board member Buckner at a meeting on September 14, 2017. The members of the Township Board voted as follows:

Fosdick Yea, Bock Yea, Fear Yea, Thurner Yea, and Buckner Yea.

The TOWNSHIP SUPERVISOR declared the RESOLUTION duly adopted.

Barbara Fear
Barbara Fear, Township Clerk

CERTIFICATE

I hereby certify that the foregoing constitutes a true and complete copy of a resolution adopted at a regular meeting of the Cohoctah Township Board held on September 14, 2017 ; that the meeting was conducted and public notice of the meeting was given pursuant to and in compliance with the Michigan Open Meetings Act; that a quorum of the Board was present and voted in favor of the resolution; and that the minutes of the meeting will be or have been made available as required by the Open Meetings Act.

Barbara Fear
Barbara Fear, Clerk
Township of Cohoctah
Livingston County, Michigan