

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

FINANCIAL REPORT WITH
SUPPLEMENTARY INFORMATION

Year ended March 31, 2026

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

TABLE OF CONTENTS

	Page
Independent Auditor's Report	4
Management's Discussion and Analysis	8
Financial Statements	
Government-wide Financial Statements	
Statement of Net Position (Deficit)	33
Statement of Activities	34
Fund Financial Statements	
Governmental Funds	
Balance Sheet	35
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position (Deficit)	36
Statement of Revenues, Expenditures, and Changes in Fund Balances	37
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	38
Proprietary Funds	
Statement of Net Position	39
Statement of Revenues, Expenses, and Changes in Net Position	40
Statement of Cash Flows	41-42
Fiduciary Funds	
Statement of Fiduciary Net Position	43
Statement of Changes in Fiduciary Net Position	44
Notes to Financial Statements	45
Required Supplementary Information	
Budgetary Comparison Schedule – General Fund	86
Budgetary Comparison Schedule – Road Fund	87
Budgetary Comparison Schedule – Public Safety Fund	88
Notes to Required Supplemental Information – Budgetary Information	89
Schedule of Changes in the Township Net Pension Liability and Related Ratios – Pension Trust	90
Schedule of Investment Returns – Pension Trust	91
Schedule of Township Contributions – Pension Trust	92
Schedule of Changes in Township Net OPEB Liability and Related Ratios - Retired Employees Healthcare Plan	93
Schedule of Investment Returns – Retired Employees Healthcare Plan	94
Schedule of Township Contributions – Retired Employees Healthcare Plan	95

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN (Continued)

TABLE OF CONTENTS (Continued)

Supplementary Information

Nonmajor Governmental Funds	
Combining Balance Sheet	97
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	98
Nonmajor Debt Service Funds	
Combining Balance Sheet	99
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	100
Pension and Other Postemployment Benefit Funds	
Combining Statement of Fiduciary Net Position	101
Combining Statement of Changes in Fiduciary Net Position	102
Custodial Funds	
Combining Statement of Fiduciary Net Position	103
Combining Statement of Changes in Fiduciary Net Position	104

Other Information

Statistical Information Required for Continuing Disclosure Certificate	106-108
--	---------



INDEPENDENT AUDITOR'S REPORT

To the Township Board
Charter Township of Bloomfield, Michigan

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Charter Township of Bloomfield, Michigan (the "Township"), as of and for the year ended March 31, 2026, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Township as of March 31, 2026, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Bloomfield Township Public Library, which represents 100% of the assets, net position, and revenues of the discretely presented component unit as of March 31, 2026. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component unit is based solely on the report of other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

To the Township Board
Charter Township of Bloomfield, Michigan
Page Two

Correction of Error

Restatement of Fund Balances of the Special Assessment Debt Service Fund and Water and Sewer Fund/Net Position of Governmental Activities and Business-type Activities

As discussed in Note 16 to the financial statements, the beginning fund balance of the Special Assessment Debt Service Fund and the Water and Sewer Fund and the net position of the Governmental Activities and Business-type Activities were restated to correct an error related to revenue recognition in prior years. Our opinion was not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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.

To the Township Board
Charter Township of Bloomfield, Michigan
Page Four

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplementary information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information as listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information listed in the table of contents. The other information comprises statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

The logo for UHY LLP, featuring the letters "UHY" in a large, stylized, cursive font, with "LLP" in a smaller, sans-serif font to the right.

Farmington Hills, Michigan
September 28, 2026

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

As management of the Township, we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of the Township for the fiscal year ended March 31, 2026.

FINANCIAL HIGHLIGHTS

- The Township's credit rating was reaffirmed at AAA by S&P Global Ratings in July 2025.
- General fund revenues and transfers were 97% of budget, finishing at \$31,322,582. Taxes and assessments were \$11,756,454, state revenue sharing was \$5,069,886, while investment earnings were \$4,351,794.
- General fund expenditures and transfers were 96% of budget, finishing at \$31,011,729. Net change in fund balance for the general fund was \$310,853.
- Primary government cash, cash equivalents, and marketable securities were \$111,717,601. These funds are invested in a combination of money market accounts, bank certificates of deposit, treasury securities, and local government investment pools.
- Across all funds, net investment earnings and other interest totaled \$5,925,615, compared to the prior year total of \$4,025,609. This includes interest collected on special assessment districts as well as water and sewer interest collected.
- The net OPEB liability decreased by \$4,843,010 or 6.9% and is 36% funded. This is a decrease from last year's liability from \$70,412,727 to \$65,569,717.
- Governmental fund contributions towards the OPEB liability this year totaled \$2,500,000 and were deposited into the OPEB trust.
- The net pension liability decreased from \$32,352,917 to \$27,457,297. The total pension liability is 89.4% funded.
- The Township received over \$4.4M in American Rescue Plan Act (ARPA) funds. Actual spending totals are \$4,309,413, and the remaining funds will be spent by December 31, 2026. All ARPA funds were obligated by December 31, 2024.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

FINANCIAL HIGHLIGHTS (Continued)

- The change in net position for the primary government was \$26,220,447, which is higher than the prior year change of \$13,747,044. This balance consists of governmental net position change of \$23,862,200 and business-type net position change of \$2,358,247. These amounts do not include fiduciary funds.
- Total revenues for governmental activities were \$103,528,971 and expenses were \$79,666,771, with a decrease to the net deficit of \$23,862,200. The prior year revenues were \$80,988,571 and expenses were \$72,879,019, with a decrease to the net deficit of \$8,109,552.
- Total revenues for business-type activities were \$34,830,078 and expenses were \$32,471,831, with an increase to net position of \$2,358,247. The prior year revenues were \$35,837,532 and expenses were \$30,200,040, with an increase to net position of \$5,637,492.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual financial report consists of two parts: management's discussion and analysis (this section) and the basic financial statements. The basic financial statements include a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Township as a whole and present a long-term view of the Township's finances. Fund financial statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report on the Township's operations in more detail than the government-wide statements by providing information about the Township's most significant funds. Notes to the financial statements give even further detail on the current and future activities, policies, assets and obligations of the Township. Lastly, we have Required Supplementary Information and Supplementary Information including combining and individual fund financial statements and schedules.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

Government-wide Financial Statements (Reporting the Township as a Whole)

One of the most important questions asked about the Township's finances remains, "Is the Township's financial position better or worse as a result of the current year's activities?" The Statement of Net Position and the Statement of Activities report information about the Township as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All the current year's revenues and expenses are considered regardless of when cash is received or paid.

These two statements report the Township's net position and changes to it. One can think of the Township's net position — the difference between assets and liabilities — as a way to measure the Township's financial health, or financial position. Over time, increases or decreases in the Township's net position is one indicator of whether its financial health is improving or deteriorating. One will need to consider other nonfinancial factors, however, such as changes in the property tax base and the condition of infrastructure, to assess the overall health of the Township.

Fund Financial Statements (Reporting the Township's Major Funds)

As stated previously, the government-wide financial statements are reported using the accrual basis of accounting. However, the governmental funds report on a modified accrual basis. The following summarizes the reconciliation between the government-wide and governmental statements:

As stated previously, government-wide financial statements are reported using the accrual basis of accounting. However, the governmental funds report on a modified accrual basis. The following summarizes the reconciliation between the government-wide and governmental statements:

- Capital outlay is not reported as an expense on the government-wide statements, but instead is reported as capital assets that are depreciated over their estimated useful life
- Depreciation expense is reported on the government-wide statements
- Principal payments on debt are reported as an expense on the governmental statements, but are reported as reductions of the outstanding liabilities on the government-wide statements
- Long-term liabilities such as other post-employment benefits and compensated absences are reported on the government-wide statements
- Accruals such as interest expense are reported on the government-wide statements
- Government-wide statements report on the net pension liability, and net OPEB liability, neither of which are shown on the governmental statements

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Fund Financial Statements (Reporting the Township's Major Funds) (Continued)

A fund is an independent accounting entity with a self-balancing set of accounts, created for the purpose of carrying on a specific activity. It has accounts for assets, deferred outflows, liabilities, deferred inflows, equities, and revenue and expenditures. The Township uses fund accounting to demonstrate compliance with finance-related laws as is required of all state and local governments. All Township funds fall into one of three major categories: governmental funds, proprietary funds, or fiduciary funds.

- *Governmental Funds* – All of the Township's basic services are reported in the governmental funds. The funds included in this category are the general fund, special revenue funds, capital projects funds, and debt service funds. The general fund is used to account for revenue and expenditures for general government activities that would not fall under any other fund category. Revenues collected for a specific purpose and their corresponding expenditures are accounted for in special revenue funds. This sub-category of funds consists of the Road Fund, Public Safety Fund (police, fire/EMS and dispatch), Senior Services Fund, Village Police Fund, Village Fire Fund, Lake Improvement Fund, Building Inspection Fund, Federal Forfeiture Fund, Drug Law Enforcement Fund, Opioid Settlement Fund, Safety Path Fund, and Cable Studio Fund. There are two capital projects funds, one for road SAD's and one for funding replacement of capital assets. Debt service funds are used to account for revenue collected for the purpose of retiring various bond issues for county drain projects, major improvements to the Township campus and two off-campus fire stations, pension obligations, and road special assessment projects. There are four debt service funds reported in the debt service fund sub-category and two are considered major funds for reporting purposes. They are the Special Assessment Debt Fund and the Pension Obligation Bond Debt Fund. In all, the Township has twenty individual governmental funds. Governmental funds are reported using the modified accrual basis of accounting. These statements allow the reader to gain a much narrower focus on Township financial activity than the government-wide statements and make it possible to analyze short term financial decisions made by Township management.
- *Proprietary Funds* – The main feature distinguishing a proprietary fund from a governmental fund is the source of revenue. The governmental funds receive their primary funding from taxes and intergovernmental revenues, while the proprietary fund recovers all or a significant portion of its costs from user fees and charges (business-type activities). The Township has two enterprise funds: the Water & Sewer Fund and Special Assessment District Fund. These two funds are combined and reported as a single proprietary fund. Proprietary funds are reported using the accrual basis of accounting, which is the same method used in the government-wide statements and in most private-sector businesses.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Fund Financial Statements (Reporting the Township's Major Funds) (Continued)

- *Fiduciary Funds – These funds are used to account for resources held in trust by the Township for the benefit of parties other than the governmental entity. These funds are not available to be used for Township programs and therefore are not included in the government-wide statements. Most of the resources in this fund category are set aside to satisfy the defined benefit pension liability to Township employees and retirees. The Township reports seven fiduciary funds; the Current Tax Collection Fund, OCVCTF Federal Forfeitures, OCVCTF State Forfeitures, Miscellaneous Custodial Funds, Retiree Health Care Fund, Retirement System Pension Trust Fund, and the 401A Defined Contribution Plan Fund. Fiduciary funds are reported using the accrual basis of accounting.*

Notes to the Financial Statements

The Notes provide additional detailed information that is essential for a reader to receive a complete understanding of the information presented in the government-wide and fund financial statements.

Required Supplementary Information

This section further explains and supports the information in the financial statements and includes a budgetary comparison schedule for the General Fund and major special revenue funds.

Supplementary Information

This section includes the Combining and Individual Fund Financial Statements and Schedules for non-major governmental and fiduciary funds.

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE

Net position is one indicator of a government's financial condition either at a given point in time or as compared over a period of time. Bloomfield Township's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$94,343,836. In particular, the net deficit of the governmental activities decreased by \$23,862,200 and the net position of the business-type activities increased by \$2,350,247. For this analysis, the fiduciary funds and the component unit are excluded as these resources are not available to support Township programs.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE (Continued)

It is important to note that a large portion of the Township's net position (deficit) consists of investments in capital assets (land, buildings, vehicles, equipment and infrastructure) and not in cash or cash investments; therefore, most of these assets are not available to be used for day-to-day operations. At the close of the most recent fiscal year, 43% of the Township's total assets consisted of capital assets with the remaining 57% consisting primarily of current assets (cash, marketable securities, receivables, prepaid expenses, and inventory) and long-term receivables. Deferred outflows are not considered assets.

The unrestricted portion of net deficit is \$(15,243,283), and the total net position is \$94,343,836. This is the fourth time in eleven years that total net position has been positive and not a deficit. The unrestricted portion will continue to be a deficit as it is a direct result of the net pension liability of over \$27M and net OPEB liability of over \$65M. This negative balance of net position, called net deficit, has become normal for many municipalities since being required to show their net pension liability and net OPEB liability. At the fund level, which does not have these obligations reported, the Township has positive balances in all fund types and in each of the individual funds within the fund types. The net investment in capital assets totaled \$99,791,414.

Table 1
Net Position
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2026	Restated 2025	2026	Restated 2025	2026	Restated 2025
Assets						
Current and other assets	\$ 141,163	\$ 114,051	\$ 43,776	\$ 48,129	\$ 184,939	\$ 162,180
Capital assets	51,956	48,131	84,945	80,536	136,901	128,667
Total assets	193,119	162,182	128,721	128,665	321,840	290,847
Deferred outflows of resources	4,103	10,834	164	727	4,267	11,561
Total assets and deferred outflows of resources	197,222	173,016	128,885	129,392	326,107	302,408
Liabilities						
Other liabilities	14,508	15,938	4,537	5,619	19,045	21,557
Long-term liabilities	175,970	180,407	24,270	26,334	200,240	206,741
Total liabilities	190,478	196,345	28,807	31,953	219,285	228,298
Deferred inflows of resources	11,705	5,494	774	493	12,479	5,987
Total liabilities and deferred inflows of resources	202,183	201,839	29,581	32,446	231,764	234,285
Net Position						
Net investment in capital assets	41,626	36,601	58,165	53,251	99,791	89,852
Restricted	7,307	7,881	2,489	-	9,796	7,881
Unrestricted	(53,894)	(73,305)	38,650	43,695	(15,244)	(29,610)
Total net position (deficit)	\$ (4,961)	\$ (28,823)	\$ 99,304	\$ 96,946	\$ 94,343	\$ 68,123

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE (Continued)

Table 2
Changes in Net Position
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2026	Restated 2025	2026	Restated 2025	2026	Restated 2025
Revenues						
Program revenues:						
Charges for services	\$ 15,077	\$ 11,516	\$ 32,883	\$ 32,811	\$ 47,960	\$ 44,327
Operating grants and contributions	3,732	2,122	-	-	3,732	2,122
General revenues:						
Taxes and assessments	73,141	57,777	-	-	73,141	57,777
State-shared revenue	5,109	4,957	-	-	5,109	4,957
Investment earnings	5,758	4,018	168	8	5,926	4,026
Contributions from developers	-	-	1,713	2,957	1,713	2,957
Opioid settlement	15	22	-	-	15	22
Other revenue	696	575	66	61	762	636
Total revenues	103,528	80,987	34,830	35,837	138,358	116,824
Expenses						
Governmental activities:						
Legislative	44	36	-	-	44	36
Judicial	1,410	1,126	-	-	1,410	1,126
General government	12,625	9,918	-	-	12,625	9,918
Public works	21,803	24,981	-	-	21,803	24,981
Public safety	34,999	29,895	-	-	34,999	29,895
Community enrichment	4,313	3,879	-	-	4,313	3,879
Debt service	2,900	2,597	-	-	2,900	2,597
Other	58	123	-	-	58	123
Business-type activities:						
Water & Sewer	-	-	31,486	29,272	31,486	29,272
Total program expenses	78,152	72,555	31,486	29,272	109,638	101,827
Change in net position (deficit) before special items and transfers	25,376	8,432	3,344	6,565	28,720	14,997
Transfers	(1,514)	(322)	(986)	(928)	(2,500)	(1,250)
Change in net position	23,862	8,110	2,358	5,637	26,220	13,747
Net position (deficit) - beginning	(28,823)	(36,933)	96,946	91,309	68,123	54,376
Net position (deficit) - ending	\$ (4,961)	\$ (28,823)	\$ 99,304	\$ 96,946	\$ 94,343	\$ 68,123

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Governmental Activities

The net deficit decreased by \$23.8 million as a result of activities within these funds. There was an increase to fund balance of over \$13.8 million across the underlying governmental funds, which was further increased by \$10 million in net adjustments to convert the governmental fund statements to government-wide statements.

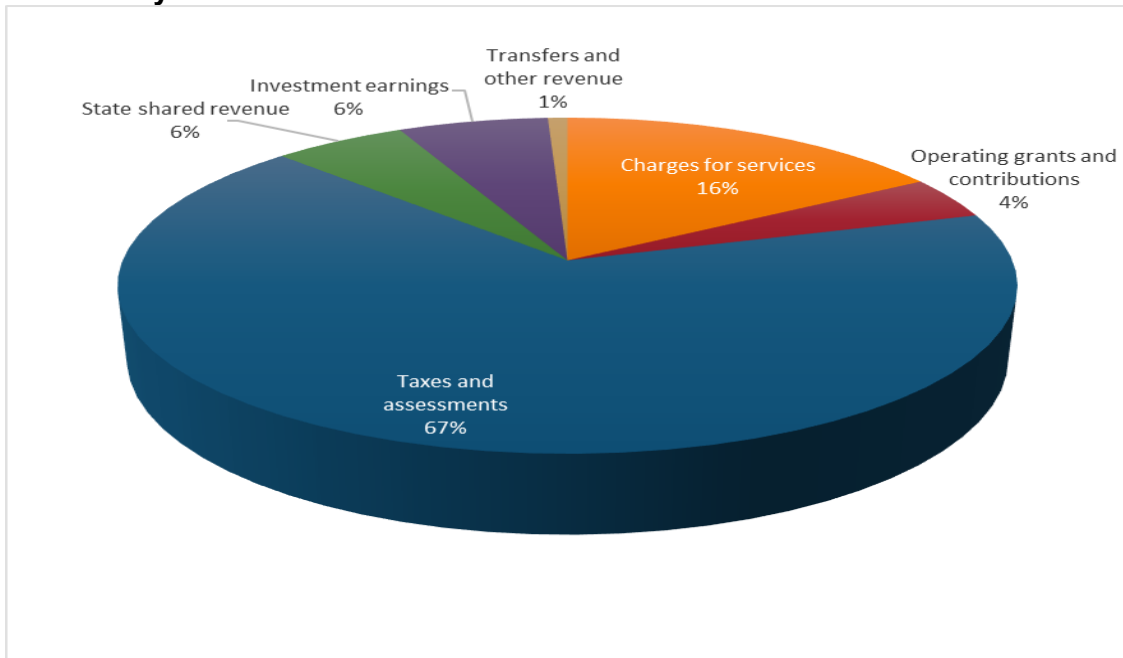
The Township's taxable value increased by approximately 5.3% compared to last fiscal year. The operating millages (excluding debt) totaled 9.9139 mills (per \$1000 of Taxable Value) in 2025-26 compared to 9.9571 in 2024-25. Debt millages are levied based on the principal and interest coming due and have declined due to the Township continually refunding bonds to achieve lower interest rates. Taxes and special assessments revenue were \$73,141,040, an increase of \$15,363,875 when compared to the prior year of \$57,777,165. The taxable value increased from \$5,126,326,703 in 2024-25 to \$5,395,634,891 in 2025-26. Special assessments are also reported on this line of the government-wide statements.

Program revenues are divided into three categories: 1) Charges for services (includes fees, fines, forfeitures, and rents), 2) Operating grants and contributions, and 3) Capital grants and contributions. Program revenues are comparable to the prior year. Charges for services for the current year and prior year were \$15.08 million and \$11.52 million, respectively. The charges for services category include items such as 48th District Court revenues, passport fees, copies and FOIA requests, assessing services provided to the City of Sylvan Lake, motor pool services, street lighting charges, PBT revenue (breathalyzer tests), police security services, EMS transport fees, and cable services charges.

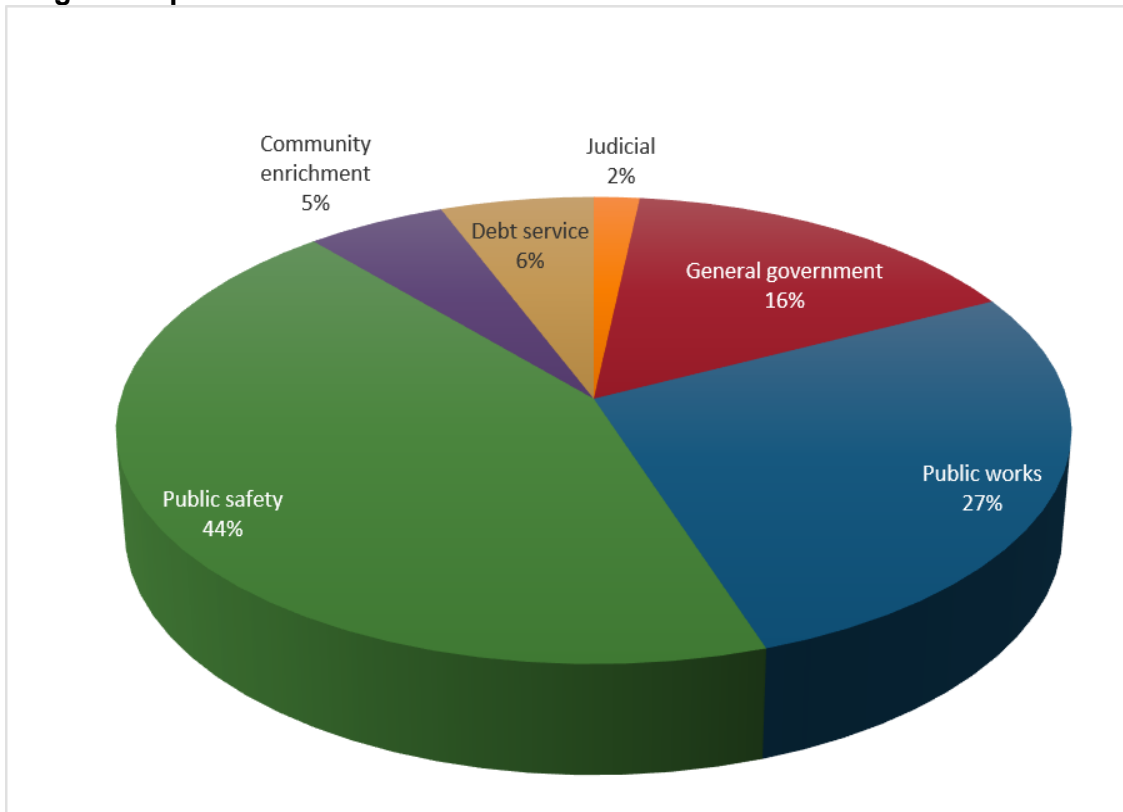
The Township had investment earnings and other interest for the fiscal year of \$5,758,102, an increase when compared to the previous year's total of \$4,017,743. The Township keeps as much cash invested as possible at any given point in time to maximize the earnings potential and does so without restraining the daily operations. Most of the investments were held in U.S. governmental securities, local government investment pools, bank certificates of deposit, and in a governmental money market sweep account that invests in high quality short-term U.S. governmental securities.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Revenue by Source – Governmental Activities



Program Expenses – Governmental Activities



CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

Governmental Activities (Continued)

The following summarizes what funds or departments are included in the various governmental activities' functions:

- Legislative – Township Board
- Judicial – 48th District Court rent and operations
- General government – Township Supervisor, Accounting, Township Clerk, Audit & Legal fees, Information Technology, Township Treasurer, Assessing & Board of Review, Elections, Buildings & Grounds, Human Resources, Motor Pool, Engineering & Environmental, and Building Inspection
- Public works – Road Fund, Safety Path Fund, and Special Assessment Capital Projects Fund
- Public safety – Ordinance, Police, Fire, Dispatch, Village Police & Fire, Federal Forfeiture, Drug Law Enforcement, and Opioid Settlement
- Community enrichment – Planning, Zoning, Senior Services Fund, Lake Improvement Fund, and Cable Studio
- Debt service – Campus Construction Debt Fund, Pension Obligation Bond Debt Fund, Special Assessment Debt Fund, and Drain-at-Large Fund

The Township has continued to be proactive in containing health care costs. Effective April 1, 2017, a group of pre-Medicare retirees was moved to the same health plan that covered the current employees. In 2018, the Township went through an RFP process and selected a new health care consultant. In 2020, the Township implemented the HSA plan and went to a self-funded model.

In 2005, the Township closed the defined benefit pension plan to new hires, offering instead a defined contribution plan. In November 2013, the Township sold pension obligation bonds to fund its defined benefit pension plan. The bonds were to be paid over 20 years and there are 7 years remaining. Without this option, the Township would have seen its annual required contribution due in 2014 double when compared to what had been historically due. The significant increases in pension costs experienced in past years were mostly the result of an extremely low-interest rate fixed investment instrument, coupled with actuarial assumption changes reflecting longer life expectancies of participants. In December 2016, the Township took another step towards pension plan sustainability by removing a pension guarantee from being issued by Prudential (now Empower) for any new retirees drawing on the pension plan. The guarantee arrangement had been in place since the inception of the contract over sixty years ago and had caused permanent financial damage to the overall asset value of the pension trust. It had to be negotiated with the unions and was a tremendous accomplishment for the Township. In 2018, the Township successfully negotiated a change to the Minimum Funding Liability (MFL) contract with Prudential (now Empower). This decreased costs and allowed the Township to keep \$15 million of pension assets invested in equities as opposed to being forced to move the assets into a much lower earning fixed rate account. The results have been remarkably positive for the overall health of the plan.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

Governmental Activities (Continued)

Total expenses for the year were \$78.1 million compared to \$72.5 million the prior year. This year's court expenditures increased to \$1.41 million from the prior year at \$1.12 million. The court operation revenues and expenditures will rise or decline as the Township's case load fluctuates in comparison to the other two municipalities that share funding responsibility of the court. Most of the expense categories increased when compared to the prior year. Much of this is due to the increased cost of providing services and getting closer to having all employee positions filled. There were many vacancies in the previous few years.

Even as the Township's taxable values have been recovering, management continues to pursue cost-cutting and cost containment strategies moving forward. Legal restrictions on property tax increases in the State of Michigan will not allow property tax revenues to be restored anywhere near the pace at which they have previously declined.

It is important to focus on the three major governmental operating funds within this group when analyzing expenditures. See the section titled "Financial Analysis of the Township's Major Funds" for a more detailed analysis of these funds.

Public Safety, the largest fund, had expenditures of \$36.5 million before transfers, an increase from the prior year amount of \$33.5 million to provide police, fire, EMS and dispatch services. This fund receives a large transfer from the General Fund.

The second largest operating fund, the General Fund, had expenditures of \$13.7 million before transfers compared to \$12.6 million the prior year. The various underlying activities of the General Fund fluctuated as they do every year.

The Road Fund, the third major governmental operating fund, had expenditures of \$6.0 million before transfers compared to \$5.4 million the prior year. This fund receives a large transfer from the General Fund.

Business-Type Activities

The main sources of revenue to this fund are user fees from customers to cover most of the cost of water purchased from the Southeast Oakland County Water Authority (SOCWA) and sewage treatment charges paid to Oakland County. These fees also are used to cover the Township's administrative expenses related to providing these services as well as costs to repair and maintain the water and sewer system. There is also some allowance made in the rates to provide resources for future capital improvements and major repair and maintenance of infrastructure. A component of the user fees are fixed charges that are partially used to cover the cost of debt payments payable each fiscal year on bonds sold in prior years, which were used to finance water and sewer system improvements.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Business-Type Activities (Continued)

Water sales finished the year higher than what was projected. Historically, the water volume usage is much lower than pre-2008 levels. This is the result of a combination of the effects of weather, water conservation in residential and commercial plumbing fixtures, and residents being more aware and cautious of their water use. Water use is billed to customers based on actual consumption by reading the meter at the property. Sewer usage revenues finished the year higher than what was projected. Sewer use cannot be metered at the individual properties, so it is based upon the customer's water use. The Township is billed by Oakland County through a monthly invoice which is a fixed fee based upon the Township's contribution of sewage flow to the Evergreen-Farmington Sanitary Drain.

The Water & Sewer Fund is the most difficult fund to predict and contains many estimates and assumptions. Volumes used by the residents must be estimated, and the Township rarely receives final rates from its two major suppliers until after the rates have been adopted by the Township Board.

Fund expenses finished the year at 100% of projections, with total revenues at 102% of projections. The result was a net position increase of \$2,358,247 for the year, compared to a net position increase of \$5,637,492 the prior year. There are multiple contributing factors to this net change including amortization adjustments of both the net pension liability and net OPEB liability, position vacancies in the department, and higher than projected usage of the water and sewer systems. The Township continues to include depreciation expense with the annual water and sewer rates. Beginning with the 2015-16 fiscal year the rates also included a capital component as the depreciation rate is tied to volumes and is insufficient to keep up with the annual infrastructure demands. The water and sewer infrastructure continues to age, and it is necessary to build up the reserves to fund projects while limiting the issuance of bonds, as well as maintain a balance for emergencies.

Net position increased by \$2,358,247 as compared to last year. There is a total net position of \$99,304,713 as compared to \$96,946,466 last year. There has been a consistent trend of increasing net position and increasing cash balances. While the fund experienced an increase to net position for the year, this does not translate to a change in cash of the same amount. We continue to spend funds on improving the water and sewer capital infrastructure in the ground, and capital assets such as these are not recorded as an expense when purchased.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Business-Type Activities (Continued)

Management understands it has a significant responsibility to maintain and replace aging infrastructure. As with any aging infrastructure, water supply and waste-water transportation piping become less reliable to provide adequate service due to long-term wear on the internal piping and structural and operational components. In 2005, the Township developed a water system capital improvement program, which was approved by the Board of Trustees. In 2017, the Township updated the 2005 plan and developed and submitted a Water System Asset Management Plan (WAMP) to the State of Michigan as required per the Safe Drinking Water Act. The WAMP identified short and long-term capital improvement projects using a rating methodology of the water system. The WAMP has been used to guide the Township's water system capital improvements. The Township's sanitary sewer system has been designated as non-compliant per a 1989 Pollution Abatement Order and a 2003 Administrative Consent Order from the Michigan Department of Environment, Great Lakes and Energy (EGLE) for exceeding the Township's allocated capacity contribution to the Evergreen-Farmington Sanitary Drain (EFSD) sanitary sewer overflows. EGLE is requiring the Township to find and eliminate sources of inflow and infiltration by way of sewer metering, video inspection and pipe rehabilitation as well as participating in regional long-term corrective action projects. The Township is well into this process, and the successful elimination of such sources will potentially reduce the Township's contribution to the EFSDS regional improvements.

The water supply infrastructure issues mentioned above have been prioritized and divided into several phase capital improvement programs designed to replace about \$43,000,000 of water & sewer infrastructure. The process to sell bonds for Phase I began early in fiscal 2005-06. These bonds amounting to \$4,470,000 were sold in May 2006 and were refunded for a lower interest rate in 2014. Phase II bonds amounting to \$4,750,000 were sold in March 2008 and were refunded for a lower interest rate in 2017. At the same time there was a \$4,000,000 bond sale for sewer system improvements which were later refunded for a lower interest rate in 2016. An additional \$3,000,000 in bonds for sewer system improvements was sold in April 2011 and were refunded for a lower interest rate in 2020. Phase III water system bonds of \$3,250,000 were sold in April 2013 and were refunded for a lower interest rate in 2020. All these bonds are being repaid by flat rate charges applied to customer bills. In 2012, after five years of operating losses, and upon urging from our auditors, the Township adjusted the water & sewer rates to include depreciation. Then in 2015-16, an additional component was added for funding capital projects. The funds collected through the water & sewer rates for these items are intended to be used for water & sewer capital improvements. While accounting rules do not allow us to categorize these amounts as restricted on the face of the financial statements, it is the intent of the Township to use these funds as indicated. At the end of the fiscal year, the department designated \$7.3 million for capital projects and emergencies, compared to \$7.7 million the prior year.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

FINANCIAL ANALYSIS OF THE TOWNSHIP'S MAJOR FUNDS

General Fund

The General Fund is a key operating fund of Bloomfield Township. Several major revenue sources flow through the general fund including property taxes, state revenue sharing, and investment earnings. At the end of the fiscal year, the total fund balance of the general fund was \$17,158,322, an increase of \$310,853 over the prior year balance of \$16,847,469. Most of the fund balance is unassigned with a balance of \$16,389,793, the remainder being nonspendable for inventory and prepaid items and for long-term receivables. Therefore, most of the balance is available for spending at the Board's discretion and that would include being used to transfer money to supplement other Township funds. The Township's fund balance policy as of March 2021 is to maintain unrestricted fund balance equivalent to 50-75% of annual expenditures and transfers out. As of the fiscal year end, this fund has unrestricted fund balance equivalent to 52.8% of annual expenditures and transfers. As explained earlier, this calculation is as of a specific day in time and fluctuates greatly depending on the time of year it is calculated.

This fund is currently in excellent financial shape. Investment earnings increased from \$3,363,991 last year to \$4,351,794 this fiscal year. This amount includes the unrealized change in asset value as of the last day of the fiscal year. State revenue sharing was similar to the prior year. This trend may not continue as it is mainly driven by the state budget and economy.

Revenues finished the year at 97% of budget with variations coming from a wide array of accounts, some coming in under budget and others over budget. The most notable variances to budget include the District Court with a favorable variance of \$318,560, and net investment earnings with an unfavorable variance of \$(1,598,205).

See Page 85 for budgetary comparison schedule.

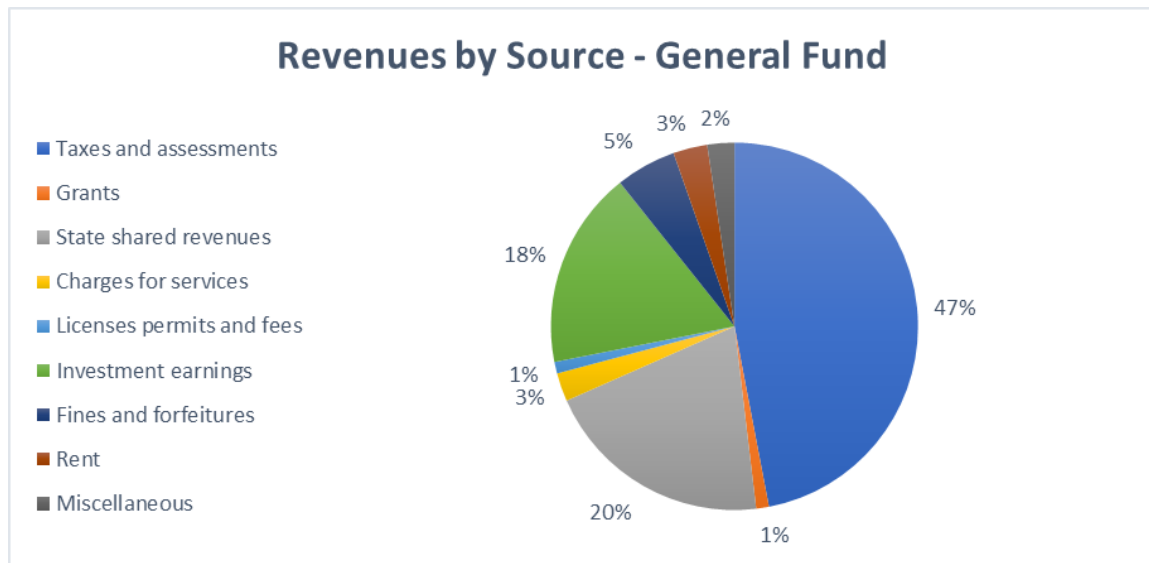
This is the seventh year of recording the central services transfers based on a cost allocation study prepared by an outside consulting firm. The study is updated every two years. The result was a transfer into the general fund of \$6,265,000 from other funds and departments outside of the general fund. The purpose of the transfer is to provide a more accurate picture of the true cost of those departments that have been receiving services provided by the general fund or through its employees. This is not new revenue being collected, nor is it new revenue being charged to residents or collected from residents.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

General Fund (Continued)



Expenditures before transfers were \$13,755,730, an increase of \$1,161,751 when compared to the prior year of \$12,593,979. Transfers out in the current year were \$17,255,999 and the prior year totaled \$15,522,985, with most of the funds transferred to the public safety fund both years. The current year includes \$6,400,000 being transferred to the equipment and replacement fund, and the prior year was \$7,075,000. As discussed in the previous paragraph, the Township has implemented results of a cost allocation study. Both the road fund and public safety fund rely heavily on support from the general fund. While both funds are paying a central service transfer to the general fund, they are receiving increased transfers in from the general fund. The Township transferred funds to the Pension Obligation Bond Debt fund of \$805,999 this fiscal year and \$797,985 last fiscal year.

Total expenditures and transfers finished the year at 96% of budget. The favorable budget variances were spread throughout many of the activities accounted for in this fund. The largest favorable variance was the general government function being under budget by \$964,829. Part of this reduction is due to position vacancies throughout the year and healthcare costs coming in below projections. This fund ended the fiscal year with 45 full-time employees, with 48 budgeted for next year.

Since 2010, the general fund has transferred most of the voted 2010 millage tax dollars to the public safety fund and road fund. This fiscal year, the general fund made a transfer of \$500,000 to the retiree health care trust fund which holds assets for the OPEB liability. To date, the general fund has cumulatively transferred \$8,100,000 into the retiree health care trust. Aware of the economic constraints, the departments that are reported in the general fund have continued to seek efficiencies. Even though personnel costs continue to increase, management has been able to partially absorb that with savings in other areas.

See Note 5 for additional information on interfund transfers.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

General Fund (Continued)

Expenditures in this fund are not as dominated by personnel costs as some of the other major operating funds but still play a major role. The fund is vulnerable to health care, pension and other benefit costs that historically have increased at a greater pace than the fund's revenues. Major changes have taken place over the past two decades, including requiring that all employees hired after 2005 be enrolled in a defined contribution retirement plan rather than a defined benefit pension plan.

Effective January 2010, all active employees were enrolled in a high-deductible consumer driven health care plan that in its first year reduced health care expenditures by over \$1.5 million. Effective May 1, 2011, any new hires were no longer offered a defined benefit retiree health care plan. Instead, they are enrolled in a retirement health savings plan.

Effective January 1, 2020, the Township moved its healthcare platform from fully insured to self-funded. The Township's administration remains committed to the education and involvement of all employees of the organization in an effort to contain all benefit costs through promoting consumerism. The Township's administration also regularly meets with its consultants and vendors involved in the employee benefit programs to explore present and future potential solutions to lower and/or contain these costs while continuing to provide valuable programs to attract and retain employees.

Road Fund

The road fund is the smallest fund in size and scope of the three major governmental operating funds. Bloomfield Township is very rare in the State of Michigan in that it's a township that has its own road department. It has an agreement with the Road Commission for Oakland County (RCOC) to allow the Township to maintain most of the subdivision roads which remain owned by the RCOC. At the end of the fiscal year, the fund balance was \$2,944,020. The overall fund balance increased by \$59,115 as compared to the prior fiscal year. Presently, this fund balance amount provides sufficient cash resources to meet operating expenses until the property tax revenue and transfer from the general fund is received toward the end of the subsequent fiscal year. It is recommended by the Government Finance Officers Association (GFOA) to have fund balance equivalent to 15-20% of annual expenditures as a minimum. As of the fiscal year end, this fund has fund balance equivalent to 48.9% of annual expenditures before transfers.

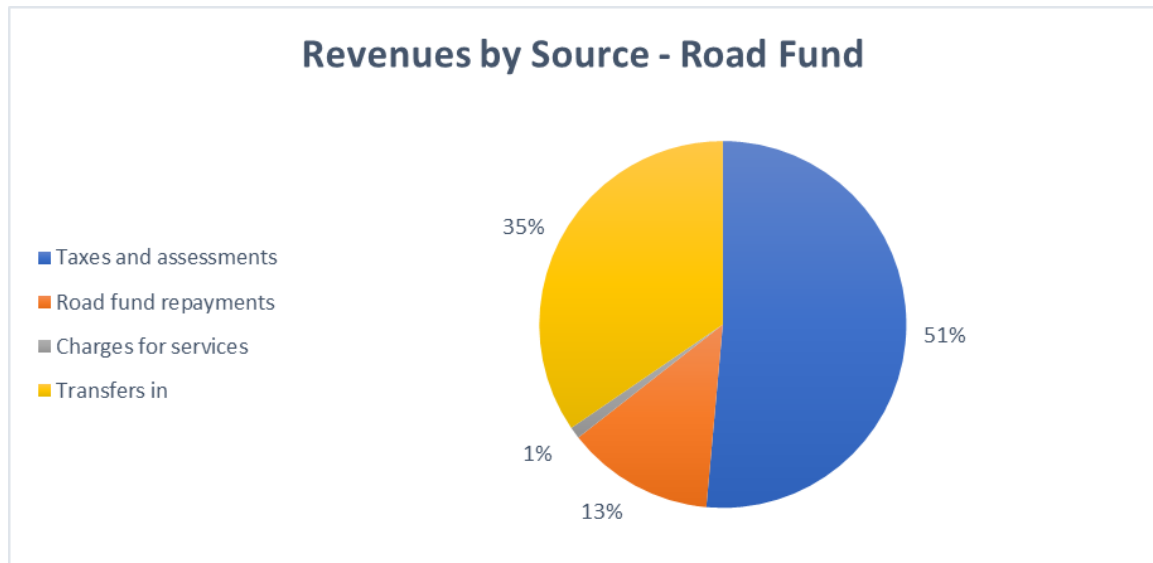
The department had 14 full-time employees at the end of the fiscal year. Due to years of Headlee rollbacks to the road millage, the general fund must transfer funds to the road fund to maintain proper service levels. This fiscal year the transfer amounted to \$2,400,000 as compared to \$1,900,000 last year. The transfer was much higher this year to cover increased capital purchases. Without this support, the road fund cannot cover annual operating expenditures. If in the future, general fund support is no longer possible, services will have to further decrease, or other revenue sources will have to be obtained.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Road Fund (Continued)

Currently, the major revenue sources of the fund include property taxes of \$3,574,357, the general fund transfer of \$2,400,000 and RCOC contract repayments totaling \$902,790. Approximately 34% of the fund's expenditures are related to personnel, the remainder are the contracted costs of repairing and maintaining the roads. Road department employees had agreed to the same health care and pension changes as the general fund employees.

The RCOC contract with the Township provides partial funding for basic maintenance of residential and subdivision streets. Residential road replacement in the Township can be completed with the property owners' support of a special assessment district (SAD) under Public Act 188 of 1954, where the benefiting property owners pay for the improvement. If the responsibility for maintaining the roadways were returned to the RCOC, it would have a dramatic negative effect on the level of service and response time that the residents have become accustomed to and expect. Management is committed to continue providing high quality road maintenance services to the Township residents.



CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

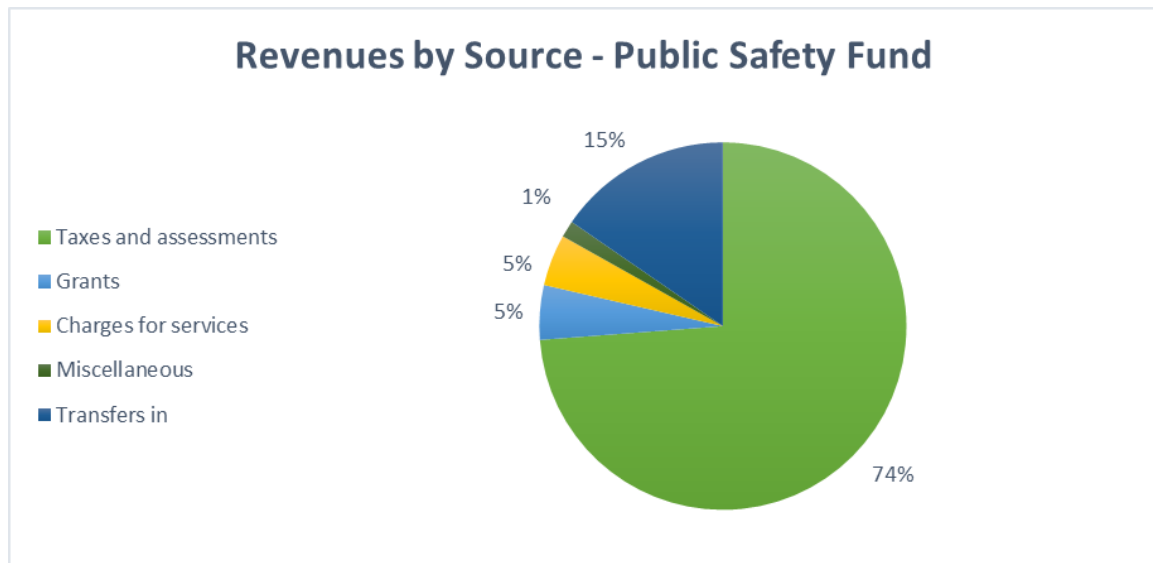
MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

Public Safety Fund

This special revenue fund is by far the largest within the governmental fund type category. The costs associated with providing police services, fire/EMS services and dispatch services are all within this fund. At the end of the fiscal year, the fund balance was \$14,579,872, an increase of \$135,774 compared to the prior year. It is recommended by the GFOA to have fund balance equivalent to 15-20% of annual expenditures as a minimum. As of the fiscal year end, this fund has fund balance equivalent to 39.9% of annual expenditures before transfers.

Total revenues ended the year at 97% of budget. The public safety fund derives 89% of its revenue from property taxes, either directly or through the general fund transfer. This fund experienced a significant decline in taxable property values beginning in 2008. It took twelve years to recover to pre-2008 values. To offset some of the lost revenue, the 2010 general millage of 1.30 mills was renewed by voters in 2019 at 1.24 mills. All or most of the taxes collected from this millage have been used to maintain public safety services as closely as possible to current levels. Despite this source of revenue, management must continue to monitor cost increases to this fund. In 2010, the public safety fund did not receive any support from the general fund. The transfers from the general fund have grown year over year, and this fiscal year it received \$7,150,000 from the general fund through transfers in.



CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Public Safety Fund (Continued)

Most of this fund's expenditures are related to personnel. The expenditures before transfers ended the year at 93.4% of budget. This fund ended the fiscal year with 151 full-time employees, and there are 156 budgeted next year. The fund also made a transfer of \$2,000,000 to the retiree health care trust fund which holds assets for the OPEB liability.

This is the seventh year of recording the central services transfers based on a cost allocation study prepared by an outside consulting firm. The study is updated every two years. The impact to the public safety fund was a transfer out to the general fund in the amount of \$3,885,000. This also caused the general fund to increase its support to the public safety fund through increasing the transfer in. The purpose is to provide a more accurate picture of the true cost of those departments that have been receiving services provided by the general fund or through its employees. This is not new revenue being collected, nor is it new revenue being charged to residents or collected from residents.

Negotiated contracts have eliminated the defined benefit retiree health care for all new hires, replacing it with a defined contribution retirement health savings plan. The administration also implemented a high deductible, consumer-directed health care plan for all active Township employees eligible for medical benefits beginning in January 2010. In 2018, the Township went through an RFP process and selected a new health care consultant. Effective January 1, 2020, the Township moved its healthcare platform from fully insured to self-funded. All of these changes have provided positive results year after year.

The legal restrictions on a local government's ability to increase property tax revenues in the state of Michigan makes it very difficult for this or any fund that relies almost exclusively on property tax revenue to absorb expenditure increases greater than the consumer price index for an extended period. Management must continue to find ways to permanently contain and/or reduce the rate at which fund expenditures increase. Failure to do so would almost certainly lead to a reduction in the workforce, hampering the department's ability to provide critical services in a timely manner.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

Pension Obligation Bond Debt Fund

This fund was established in 2013 to account for revenues and expenditures related to the sale of \$80,780,000 in bonds to fund the defined benefit pension plan. This was allowed under State of Michigan Public Act 329 of 2012. The taxable bonds are backed by the full faith and credit of the Township and will mature in May 2032. This fund accounts for contribution revenue in the form of transfers from the various Township funds, and in turn makes the principal and interest payments related to the bonds. Principal and interest payments for the year totaled \$5,799,337. The taxable bonds were refunded in 2019 creating net present value total savings of \$4.4M, or approximately \$370,000 per year. The true interest cost in 2013 was 4.5%, and that was reduced to 2.2% after the 2019 refunding. After making the \$4,940,000 principal installment this year, the outstanding bond debt was \$37,305,000. The fund had a year end fund balance of \$3,944.

Equipment and Replacement Fund

This fund was established in fiscal year 2021 to account for transfers in from other funds for future costs related to purchasing and replacing capital items. The Township Board has committed these dollars to only be spent on capital. At the time of purchase, the dollars would be transferred out into the fund that the capital belongs to. The fund had a year end fund balance of \$28,628,946.

Special Assessment Debt Fund

This fund was established in fiscal year 2014 to account for bond debt taken on behalf of the Township to pay for subdivision road paving projects through the Special Assessment District (SAD) process identified in Public Act 188 of 1954. The Township collects assessments from the benefiting residents in the special assessment districts to pay the debt incurred from the road paving projects. Since 2014, there have been multiple bond sales and 24 road projects covering approximately 38 miles of residential roads. The bonds are backed by the full faith and credit of the Township. The fund had a year end fund balance of \$3,712,469.

The Township Board adopted a SAD Policy that covers road SAD's as well as water and sewer SAD's. The policy serves as a guide to residents on how the SAD process works. It also provides the guidelines to the Township so that each SAD project is handled in the same manner.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

CAPITAL ASSETS

The Township's total capital assets net of accumulated depreciation for its governmental activities amounted to \$51,956,274. This represents an increase of \$3,824,821 from the prior year balance of \$48,131,453. The annual amount of depreciation was less than the purchases of capital assets.

The business-type activities capital assets net of accumulated depreciation was \$84,944,821, an increase of \$4,408,440 when compared to the prior year of \$80,536,381. Most of these assets are being depreciated over an estimated useful life of 50 years. As stated earlier in this report, this fund has been investing restricted cash and bond proceeds into both the water and sewer systems by replacing the aged existing infrastructure. During this fiscal year, the Township spent over \$4.9 million on improvements and emergency repairs to the water and sewer systems, compared to over \$2.9 million the prior year.

The capital assets include land, buildings, improvements to properties other than buildings, machinery and equipment, furniture and fixtures, vehicles, infrastructure, water system, sewer system, and Township share of county sewers.

Some capital asset events that occurred during the current fiscal year included:

- Building improvements including boilers, HVAC systems, and office renovations totaling \$1,010,958
- Equipment, computers, hardware, and upfitting of vehicles totaling \$975,133
- Road department vehicle replacements totaling \$1,004,490
- Police vehicle replacements totaling \$651,788
- The fire department replaced a ladder truck at a cost of \$1,783,487
- Senior Center parking lot repaving totaling \$994,948
- Safety Path construction at a cost of \$1,170,622
- Improvements and emergency repairs to water and sewer infrastructure of \$4.9M

See Note 4 for additional information on capital assets.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2026

LONG-TERM DEBT

At the end of the fiscal year, the Township had total governmental long-term debt outstanding, including amounts due within one year, of \$83,142,416. Most of the governmental debt consists of bonded debt of \$10,330,000 to pay for campus additions and renovations and \$37,305,000 in pension obligation bonds. The pension debt payments are funded by the various departments or funds making transfers into a pension obligation bond debt fund which in turn makes the principal and interest payments. There is \$34,590,000 outstanding to pay for twenty-four road special assessment districts. The Township sold bonds for these projects and will be repaid by the residents in those districts through annual special assessments. The remaining debt within the governmental funds reflects the Township's share of county debt for various storm sewer projects. Other than the pension debt and special assessment debt, all other governmental activity debt is being paid for via ad valorem property tax levies.

The Township had total business-type debt outstanding, including amounts due within one year, of \$26,779,681. The bonded debt in the business-type activity fund consists of the Township share of county debt obligations for various sanitary sewer construction projects within the Township as well as debt issued by the Township related to the water and sewer system capital improvement programs. The water and sanitary sewer debt obligations are paid for using funds collected from customers on their monthly or quarterly bills.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10% of its state equalized valuation. Special assessment bonds and County issued bonds do not count towards this limit. At the time of the last bond sale, August 2025, the Township was well below the legal limit with applicable debt of \$51,670,000 and the 2025 adjusted SEV was \$7,454,471,781. This means the Township's debt was 0.69% of the SEV or was utilizing 6.9% of the available legal limit. The credit rating agencies include long-term liabilities for pension and other post-employment benefits as part of their debt analysis. This methodology leads them to conclude that the Township has a weak debt profile. The agencies also compare debt charges as a percentage of total expenditures and direct debt as a percentage of total governmental revenue. These ratios should improve each year as the existing debt matures. Currently, 77.8% of the outstanding debt is scheduled to be retired by May 2032.

See Note 6 for additional information on long-term debt.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

ECONOMIC FACTORS AND LOOKING FORWARD

The Township's present financial condition in both the governmental and the business-type funds is extremely strong. S&P has reaffirmed its AAA rating, and Moody's has rated the Township as Aa1. The Township has experienced twelve consecutive years of increases in property values. There continue to be multiple residential and commercial developments in process which will help increase the overall tax base. Even though property values have been rising steadily, due to Headlee, the property tax increases have been limited to the rate of inflation or 5%, whichever is less. The inflation rate multiplier for 2021 to 2025 respectively were 1.4%, 3.3%, 5.0%, 5.0%, and 2.7%. It is noteworthy that between 2023 and 2026, the Township will have 5 of its 7 millages up for renewal, representing approximately 40% of the operating millages. In 2022, the residents approved renewals of two millages and combining two expiring millages into one millage.

In 2013, the Township addressed its pension liability by selling pension obligation bonds. The goal was to stabilize an annual expenditure that used to fluctuate year to year based upon an actuarial valuation. Selling the pension bonds kept the trust fully funded without having to make additional contributions until 2018. Currently and for the foreseeable future, the Township must budget for annual contributions of approximately \$4M-\$5M to be paid into the pension trust to keep it properly funded under state requirements. At the same time of evaluating the pension obligation bonds, the Township also analyzed whether to fully fund the OPEB liability with bonds. The conclusion at that time was that the debt would be unsustainable, meaning the annual debt costs would far exceed what the operating budgets could afford.

The OPEB liability has always existed but beginning in 2017 the Governmental Accounting Standards Board (GASB) has required entities to report this liability on the government-wide statements, which dramatically changes the financial picture of the Township when comparing the modified accrual statements to the full accrual statements. As of the end of the fiscal year, the Township had trust assets valued at \$36.9 million towards funding retiree health care. Prior to 2017, the Township had been on a pay-as-you-go basis for this liability, and that was not only allowable by law but was practiced by most municipalities over many decades. The credit rating agencies have been aware of this for many years and understand that the Township is operationally in a very strong position. They also recognize that the OPEB liability would be much greater if the Township hadn't made all the changes to health care benefits that were summarized earlier. The state law changed dramatically with Public Act 202 of 2017. This has put additional pressure on municipalities by requiring either a minimum funding percentage of 40% for OPEB plans within thirty years of the law enactment or an actuarially determined contribution that is less than 12% of governmental fund revenues. As of December 2025, the Township was removed from underfunded status. Updated projections as of 2024 from the Township actuary show that the OPEB liability could be 40% funded by 2029 and 100% funded by 2041.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

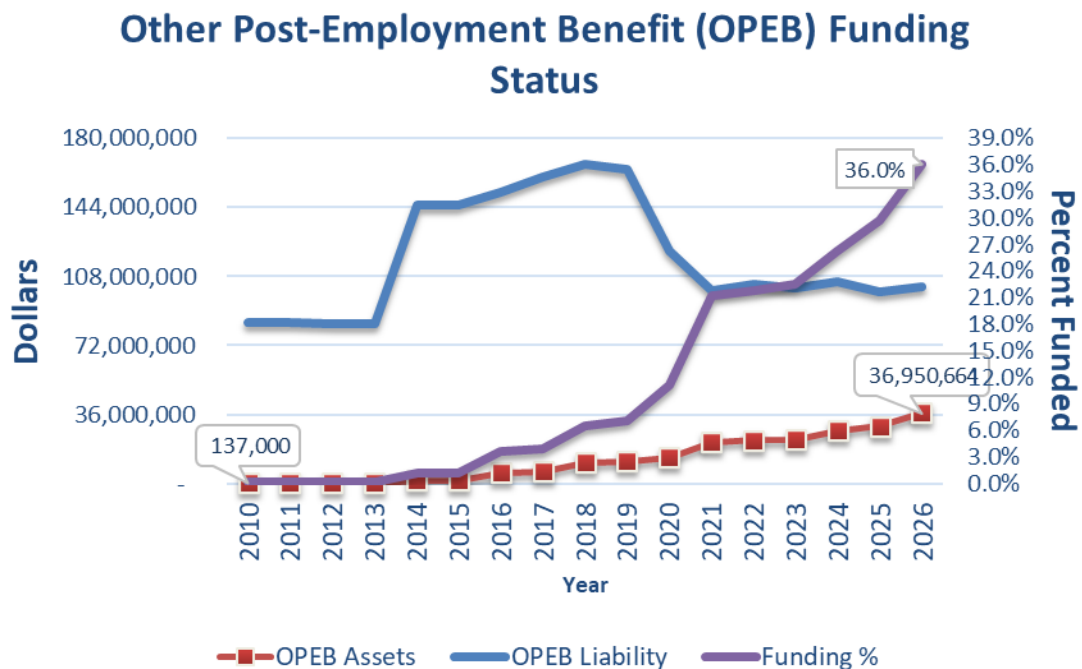
March 31, 2026

ECONOMIC FACTORS AND LOOKING FORWARD (Continued)

Between 2011 and 2019, the Township focused on addressing the OPEB funding issue by transferring most if not all its operating funds' surplus into the OPEB trust on an annual basis. Since 2020, the Township has been budgeting specifically for OPEB contributions. This fiscal year the Township contributed \$2,500,000 to the OPEB trust and has committed to continuing contributing funds towards the OPEB liability on an annual basis going forward. This fiscal year the net OPEB liability decreased to \$65,569,717 compared to last year being \$70,412,727. The total net decrease over the last seven years is \$86,711,727 and is currently at a total funding level of 36%. This has been made possible due to the actions by the Township administration, cost containment measures by the departments, healthcare changes negotiated with the union groups, and outstanding investment market performance.

See Note 11 for additional information on the Township's OPEB Plan.

The below chart illustrates the growth of assets that has occurred and at the same time a decline in the liability.



Prior to 2019, there were four represented unions; police command, police patrol, fire and water maintenance. There were also two unrepresented bargaining units in the department of public works. During 2019, the employees across all Township departments filed petitions to unionize. As of 2020, the Township workforce became 99.9% unionized. The dispatch supervisor and police captains joined the police command union. The dispatchers joined the police patrol union. The two public works bargaining units formed two new union groups. Department heads and their deputies formed a new union group, and the remainder of employees formed a new union group.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2026

ECONOMIC FACTORS AND LOOKING FORWARD (Continued)

The Township has signed contracts with every group, with the fire contract expiring March 31, 2028, and all other contracts expiring December 31, 2028. There were significant changes that were agreed on by both parties. The total compensation package was improved to be competitive with surrounding communities. Employees are more involved with their healthcare through increased consumerism. The vesting schedules of the 401(a) and RHS plan have been lengthened to encourage employee retention. Finally, both the employer and employee contributions to the RHS plan were increased.

An Equipment and Replacement Fund was established in 2021 to assist the Township in planning for and funding future capital purchases. In lieu of operating surpluses closing into fund balance at the end of the fiscal year, those surpluses have been transferred into this equipment fund. As of March 31, 2026, this fund has an accumulated balance of \$28,628,946 that can be utilized in future years to pay for capital purchases and replacement of aging assets.

During 2024, the Township completed an updated strategic plan for the next five years and is in the process of implementation. The plan identified five broad priorities, with detailed objectives and outcomes for each priority. One of the priorities was the creation and development of a Human Resources department. This is in progress, and the Township has hired its first HR Director.

In early 2025, the Township created a road advisory committee consisting of a volunteer group of residents. The committee will review current road conditions, discuss practical solutions, and ultimately will report back to the Board of Trustees with recommendations on how to address and fund the poor road conditions throughout the Township. The Township does not own any of the roads in the Township, and therefore receives no federal, state, or county funding for the maintenance or replacement of the roads.

Management's ability to seek ways to continue to contain expenditures and reduce liabilities will determine the long-term outlook for the Township's ability to provide services. Township management is committed to taking a proactive approach in the anticipation and resolution of every challenge. The goal is to continue to provide superior services in the public sector with as much local control and access as possible. Management remains confident that the employees and elected officials of Bloomfield Township possess the capability, foresight, and resolve necessary to successfully meet these challenges with the support of the residents.

REQUESTS FOR INFORMATION

Questions concerning any of the information contained in this report or requests for additional financial information should be addressed to the Bloomfield Township Director of Finance & Budget, 4200 Telegraph Road, Bloomfield Township, MI 48302. The Township's past and current budgets, audited financials, and actuarial reports are available on the Township website: www.bloomfieldtwpmi.gov.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF NET POSITION (DEFICIT)
March 31, 2026

	Primary Government			Component Unit
	Governmental	Business-type		
	Activities	Activities	Total	Library
ASSETS				
CURRENT ASSETS				
Cash and investments	\$ 93,622,011	\$ 18,095,590	\$ 111,717,601	\$ 22,571,800
Receivables	4,162,946	11,241,946	15,404,892	-
Due from component unit	169,380	-	169,380	-
Prepaid items	262,115	-	262,115	-
Inventory	685,291	2,129,423	2,814,714	-
Total current assets	98,901,743	31,466,959	130,368,702	22,571,800
NONCURRENT ASSETS				
Capital assets				
Nondepreciable assets:				
Land	828,648	-	828,648	131,015
Investment in systems	-	7,728,033	7,728,033	-
Construction-in-progress	-	-	-	404,600
Depreciable assets:				
Land improvements	41,327,189	-	41,327,189	-
Buildings	48,357,897	-	48,357,897	32,403,036
Machinery and equipment	23,683,432	2,479,237	26,162,669	5,333,030
Library books and audiovisual materials	-	-	-	3,808,928
Infrastructure and investment in systems	13,957,031	136,579,701	150,536,732	-
Right to use asset - subscription arrangements	-	-	-	128,065
Less accumulated depreciation	(76,197,923)	(61,842,150)	(138,040,073)	(18,350,206)
Total capital assets	51,956,274	84,944,821	136,901,095	23,858,468
OTHER ASSETS - Long-term receivables	42,260,955	12,309,681	54,570,636	-
Total noncurrent assets	94,217,229	97,254,502	191,471,731	23,858,468
Total assets	193,118,972	128,721,461	321,840,433	46,430,268
DEFERRED OUTFLOWS OF RESOURCES				
Debt refunding	3,498,995	43,958	3,542,953	-
Pension	603,826	119,999	723,825	-
Total deferred outflows of resources	4,102,821	163,957	4,266,778	-
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	2,211,939	1,679,637	3,891,576	267,409
Refundable bonds	223,150	-	223,150	-
Escrow deposits	13,809	260,819	274,628	-
Accrued expenses and other liabilities	2,075,134	213,168	2,288,302	-
Due to primary government	-	-	-	169,380
Unearned revenue	236,871	118,786	355,657	-
Amount due within one year	9,746,810	2,264,705	12,011,515	205,691
Total current liabilities	14,507,713	4,537,115	19,044,828	642,480
NONCURRENT LIABILITIES				
Net other post-employment benefits liability (asset)	68,058,972	(2,489,255)	65,569,717	1,989,488
Net pension liability	25,959,990	1,497,307	27,457,297	1,117,265
Compensated absences and sick pay	5,051,578	164,409	5,215,987	211,629
Insurance claims payable	-	-	-	26,910
Bonds payable	76,899,484	25,097,164	101,996,648	-
Total noncurrent liabilities	175,970,024	24,269,625	200,239,649	3,345,292
Total liabilities	190,477,737	28,806,740	219,284,477	3,987,772
DEFERRED INFLOWS OF RESOURCES -				
Leases	6,388,269	-	6,388,269	-
Unearned revenue	48,399	-	48,399	-
Pension	2,785,625	190,818	2,976,443	120,917
Other post-employment benefits	2,482,640	583,147	3,065,787	156,955
Total deferred inflows of resources	11,704,933	773,965	12,478,898	277,872
NET POSITION (DEFICIT)				
Net investment in capital assets	41,626,274	58,165,140	99,791,414	23,787,533
Restricted for:	-	-	-	-
Debt service	6,110,506	-	6,110,506	-
Community enrichment	412,062	-	412,062	-
Opioid settlement	783,882	-	783,882	-
Other post-employment benefits	-	2,489,255	2,489,255	-
Gifts	-	-	-	130,432
Unrestricted	(53,893,601)	38,650,318	(15,243,283)	18,246,659
Total net position (deficit)	\$ (4,960,877)	\$ 99,304,713	\$ 94,343,836	\$ 42,164,624

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF ACTIVITIES
Year Ended March 31, 2026

	Program Revenues				Net (Expenses) Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total	
FUNCTIONS/PROGRAMS								
Primary government:								
Governmental activities:								
Legislative	\$ 43,732	\$ -	\$ -	\$ -	\$ (43,732)	\$ -	\$ (43,732)	\$ -
Judicial	1,410,369	1,218,560	-	-	(191,809)	-	(191,809)	-
General government	12,624,981	4,809,662	280,866	-	(7,534,453)	-	(7,534,453)	-
Public works	21,803,423	3,954,447	5,226	-	(17,843,750)	-	(17,843,750)	-
Public safety	34,999,129	2,350,841	2,257,048	-	(30,391,240)	-	(30,391,240)	-
Community enrichment	4,313,434	2,459,946	1,187,056	-	(666,432)	-	(666,432)	-
Debt service	2,899,694	226,215	2,010	-	(2,671,469)	-	(2,671,469)	-
Other	57,804	57,804	-	-	-	-	-	-
Total governmental activities	78,152,566	15,077,475	3,732,206	-	(59,342,885)	-	(59,342,885)	-
Business-Type activities -								
Water and sewer	31,486,036	32,883,428	-	-	-	1,397,392	1,397,392	-
Total primary government	\$ 109,638,602	\$ 47,960,903	\$ 3,732,206	\$ -	(59,342,885)	1,397,392	(57,945,493)	-
Component unit - Library	\$ 8,300,684	\$ 93,938	\$ 89,704	\$ -	-	-	-	(8,117,042)
General revenues:								
Taxes and assessments					73,141,040	-	73,141,040	9,959,451
State shared revenue					5,109,295	-	5,109,295	56,783
Miscellaneous					696,032	66,426	762,458	55,736
Investment earnings					5,758,102	167,513	5,925,615	621,292
Capital contributions					-	1,712,711	1,712,711	-
Opioid settlement					14,821	-	14,821	-
Transfers					985,795	(985,795)	-	-
Transfer to Retiree Health Care Fund					(2,500,000)	-	(2,500,000)	-
Total general revenues and transfers					83,205,085	960,855	84,165,940	10,693,262
CHANGE IN NET POSITION					23,862,200	2,358,247	26,220,447	2,576,220
NET POSITION (DEFICIT) , as previously reported					(50,421,053)	92,489,609	42,068,556	39,588,404
Error correction					21,597,976	4,456,857	26,054,833	-
NET POSITION (DEFICIT) , adjusted and restated					(28,823,077)	96,946,466	68,123,389	39,588,404
NET POSITION (DEFICIT) , End of year					\$ (4,960,877)	\$ 99,304,713	\$ 94,343,836	\$ 42,164,624

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
BALANCE SHEET
GOVERNMENTAL FUNDS
March 31, 2026

	General	Road	Public Safety	Special Assessment Debt Service	Pension Obligation Bond Debt Retirement	Equipment and Replacement	Special Assessment Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
ASSETS									
Cash and investments	\$ 13,846,496	\$ 3,518,759	\$ 15,675,380	\$ 3,712,469	\$ 3,944	\$ 28,628,946	\$ 8,896,747	\$ 16,988,774	\$ 91,271,515
Receivables (net):									
Delinquent taxes	2,160,766	-	-	-	-	-	-	-	2,160,766
Component unit	169,380	-	-	-	-	-	-	-	169,380
Special assessment	-	-	-	34,776,425	-	-	-	-	34,776,425
Lease receivable	6,461,318	-	-	-	-	-	-	-	6,461,318
Other	986,440	12,278	149,323	-	-	-	-	959,935	2,107,976
Prepaid items	262,115	-	-	-	-	-	-	-	262,115
Inventory	460,164	225,127	-	-	-	-	-	-	685,291
Total assets	<u>\$ 24,346,679</u>	<u>\$ 3,756,164</u>	<u>\$ 15,824,703</u>	<u>\$ 38,488,894</u>	<u>\$ 3,944</u>	<u>\$ 28,628,946</u>	<u>\$ 8,896,747</u>	<u>\$ 17,948,709</u>	<u>\$ 137,894,786</u>
LIABILITIES									
Accounts payable	\$ 262,541	\$ 741,538	\$ 249,548	\$ -	\$ -	\$ -	\$ 486,888	\$ 471,424	\$ 2,211,939
Accrued expenses and other liabilities	288,228	70,606	995,283	-	-	-	-	165,502	1,519,619
Refundable bonds	-	-	-	-	-	-	-	223,150	223,150
Escrow deposits	12,448	-	-	-	-	-	-	1,361	13,809
Unearned revenue	236,871	-	-	-	-	-	-	-	236,871
Total liabilities	<u>800,088</u>	<u>812,144</u>	<u>1,244,831</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>486,888</u>	<u>861,437</u>	<u>4,205,388</u>
DEFERRED INFLOW OF RESOURCES -									
Leases	6,388,269	-	-	-	-	-	-	-	6,388,269
Special assessments	-	-	-	34,776,425	-	-	-	-	34,776,425
Opioid settlement - unavailable revenue	-	-	-	-	-	-	-	487,926	487,926
	<u>6,388,269</u>	<u>-</u>	<u>-</u>	<u>34,776,425</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>487,926</u>	<u>41,652,620</u>
FUND BALANCES									
Nonspendable:									
Inventory, deposits, and prepaid items	722,279	225,127	-	-	-	-	-	-	947,406
Long-term advances receivable	46,250	-	-	-	-	-	-	-	46,250
Restricted:									
Debt service	-	-	-	3,712,469	3,944	-	-	2,394,093	6,110,506
Roads and safety paths	-	2,718,893	-	-	-	-	8,409,859	2,575,233	13,703,985
Public safety	-	-	14,579,872	-	-	-	-	1,526,814	16,106,686
Community enrichment	-	-	-	-	-	-	-	412,062	412,062
Opioid settlement	-	-	-	-	-	-	-	295,956	295,956
Committed:									
Capital projects	-	-	-	-	-	28,628,946	-	-	28,628,946
Assigned:									
Community enrichment	-	-	-	-	-	-	-	5,128,918	5,128,918
Building inspection	-	-	-	-	-	-	-	4,266,270	4,266,270
Unassigned	16,389,793	-	-	-	-	-	-	-	16,389,793
Total fund balances	<u>17,158,322</u>	<u>2,944,020</u>	<u>14,579,872</u>	<u>3,712,469</u>	<u>3,944</u>	<u>28,628,946</u>	<u>8,409,859</u>	<u>16,599,346</u>	<u>92,036,778</u>
Total liabilities and fund balances	<u>\$ 24,346,679</u>	<u>\$ 3,756,164</u>	<u>\$ 15,824,703</u>	<u>\$ 38,488,894</u>	<u>\$ 3,944</u>	<u>\$ 28,628,946</u>	<u>\$ 8,896,747</u>	<u>\$ 17,948,709</u>	<u>\$ 137,894,786</u>

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET POSITION (DEFICIT)
March 31, 2026

FUND BALANCE REPORTED IN GOVERNMENTAL FUNDS **\$ 92,036,778**

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 funds.

Cost of capital assets	128,154,197
Less accumulated depreciation	(76,197,923)

Governmental funds do not report a liability for accrued interest until due and payable.	(555,515)
--	-----------

Some receivables are not available to pay for current period expenditures and, therefore are deferred in the funds. Those receivables include:

Opioid settlement	487,926
Special assessments	34,776,425

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities include:

Bonds payable	(86,646,294)
Other post-employment benefit obligations (OPEB)	(68,058,972)
Net pension liability	(25,959,990)
Compensated absences	(2,701,082)
Deferred outflows of resources - refunding	3,498,995
Deferred outflows of resources - pension	603,826
Deferred inflows of resources - pension	(2,785,625)
Deferred inflows of resources - OPEB	(2,482,640)
Accounts payable and other accrued liabilities	(48,399)

Some revenues in the governmental funds are not collected within the prescribed time period after year end and therefore, are considered unavailable.

These revenues are recognized on the full accrual basis in the government-wide financial statements.

Special assessment receivable	917,416
-------------------------------	---------

NET POSITION (DEFICIT) OF GOVERNMENTAL ACTIVITIES	\$ (4,960,877)
--	-----------------------

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended March 31, 2026

	General	Road	Public Safety	Special Assessment Debt Service	Pension Obligation Bond Debt	Equipment and Replacement	Special Assessment Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUE									
Taxes and assessments	\$ 11,756,454	\$ 3,574,357	\$ 34,260,591	\$ 3,522,222	\$ -	\$ -	\$ 1,456,699	\$ 7,525,418	\$ 62,095,741
Grants	280,866	3,120	2,224,776	-	-	-	-	1,223,444	3,732,206
Road fund repayments	-	902,790	-	-	-	-	-	-	902,790
State shared revenues	5,069,886	-	39,409	-	-	-	-	-	5,109,295
Charges for services	625,010	71,947	2,106,570	-	-	-	-	3,350,856	6,154,383
Licenses, permits and fees	255,831	-	47,039	-	-	-	-	1,537,522	1,840,392
Investment earnings	4,351,794	-	-	1,260,987	-	-	145,321	-	5,758,102
Fines and forfeitures	1,331,762	-	-	-	-	-	-	44,543	1,376,305
Rent	754,022	-	-	-	-	-	-	-	754,022
Reimbursements	36,913	22,108	34,147	-	-	-	-	75,239	168,407
Miscellaneous	595,044	58,051	679,275	-	226,215	-	2,918,481	168,454	4,645,520
Total revenue	25,057,582	4,632,373	39,391,807	4,783,209	226,215	-	4,520,501	13,925,476	92,537,163
EXPENDITURES									
Operating:									
Legislative	43,732	-	-	-	-	-	-	-	43,732
Judicial	1,410,369	-	-	-	-	-	-	-	1,410,369
General government	10,711,302	-	-	-	-	-	-	1,689,757	12,401,059
Public works	-	4,957,671	-	-	-	-	13,693,023	1,091,152	19,741,846
Public safety	356,768	-	32,420,778	-	-	-	-	740,579	33,518,125
Community enrichment and development	528,306	-	-	-	-	-	-	3,564,456	4,092,762
Debt service	-	-	-	-	-	-	-	668	668
Capital outlay	705,253	1,060,350	4,090,461	-	-	-	-	2,511,107	8,367,171
Debt service:									
Principal retirement	-	-	-	2,295,000	4,940,000	-	-	1,499,533	8,734,533
Interest and fiscal charges	-	-	-	1,369,329	859,337	-	-	581,539	2,810,205
Administrative charges	-	-	-	5,250	500	-	-	1,298	7,048
Total expenditures	13,755,730	6,018,021	36,511,239	3,669,579	5,799,837	-	13,693,023	11,680,089	91,127,518
REVENUES OVER (UNDER) EXPENDITURES	11,301,852	(1,385,648)	2,880,568	1,113,630	(5,573,622)	-	(9,172,522)	2,245,387	1,409,645
OTHER FINANCING SOURCES (USES)									
Bond proceeds	-	-	-	-	-	-	13,957,260	-	13,957,260
Transfers in	6,265,000	2,400,000	7,150,000	-	5,573,122	6,453,946	-	-	27,842,068
Transfers out	(17,255,999)	(955,237)	(9,894,794)	-	-	-	-	(1,250,243)	(29,356,273)
Total other financing sources (uses)	(10,990,999)	1,444,763	(2,744,794)	-	5,573,122	6,453,946	13,957,260	(1,250,243)	12,443,055
NET CHANGE IN FUND BALANCES	310,853	59,115	135,774	1,113,630	(500)	6,453,946	4,784,738	995,144	13,852,700
FUND BALANCES , Beginning of year, as previously reported	16,847,469	2,884,905	14,444,098	4,433,183	4,444	22,175,000	3,625,121	15,604,202	80,018,422
Error correction	-	-	-	(1,834,344)	-	-	-	-	(1,834,344)
FUND BALANCES , adjusted and restated	16,847,469	2,884,905	14,444,098	2,598,839	4,444	22,175,000	3,625,121	15,604,202	78,184,078
FUND BALANCES , End of year	\$ 17,158,322	\$ 2,944,020	\$ 14,579,872	\$ 3,712,469	\$ 3,944	\$ 28,628,946	\$ 8,409,859	\$ 16,599,346	\$ 92,036,778

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
Year Ended March 31, 2026

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS **\$ 13,852,700**

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is capitalized and depreciated over their estimated useful lives and reported as depreciation expense.

Capital outlay	8,367,171
Loss on sale of assets	(66,557)
Depreciation expense	(4,475,793)

The issuance of long-term debt (e.g. bonds payable) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.

Debt issued, net of premium	(13,957,260)
Principal paid	8,734,533
Amortization of bond premium/discount and deferred outflow - bond refunding	(147,432)

Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds.

Accrued interest	65,659
Compensated absences	(345,942)
Other post-employment benefit obligations (OPEB)	3,884,290
Pension obligations	4,679,333
Deferred outflows - pension	(3,298,977)
Amortization of deferred outflows - pension	(2,137,425)
Deferred inflows - pension	(29,930)
Amortization of deferred inflows - pension	(2,759,869)
Deferred outflows - OPEB	(798,808)
Amortization of deferred outflows - OPEB	12,457
Deferred inflows - OPEB	(1,377,490)
Amortization of deferred inflows - OPEB	2,660,979

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Special assessment receivable	(299,532)
Special assessment district receivable	11,344,105
Opioid settlement	(37,914)
Deferred revenue	(6,098)

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 23,862,200
--	----------------------

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
March 31, 2026

	Enterprise Fund	Governmental Activities
	Water & Sewer	Proprietary Internal Service Fund
ASSETS		
CURRENT ASSETS		
Cash and investments	\$ 18,095,590	\$ 2,350,496
Receivables (net):		
Customers	11,120,146	-
Other	121,800	-
Inventory	2,129,423	-
Total current assets	31,466,959	2,350,496
NONCURRENT ASSETS		
Capital assets		
Machinery and equipment	2,479,237	-
Investment in system	144,307,734	-
	146,786,971	-
Less accumulated depreciation	61,842,150	-
Net capital assets	84,944,821	-
Bond proceeds receivable	12,309,681	-
Total noncurrent assets	97,254,502	-
Total assets	128,721,461	2,350,496
DEFERRED OUTFLOWS OF RESOURCES		
Pension	119,999	-
Debt refunding	43,958	-
Total deferred outflows of resources	163,957	-
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	1,679,637	-
Escrow deposits	260,819	-
Accrued expenses and other liabilities	213,168	-
Amounts due within one year	2,264,705	-
Unearned revenue	118,786	-
Total current liabilities	4,537,115	-
NONCURRENT LIABILITIES		
Net other post-employment benefits asset	(2,489,255)	-
Net pension liability	1,497,307	-
Compensated absences	164,409	2,350,496
Amounts due in more than one year	25,097,164	-
Total noncurrent liabilities	24,269,625	2,350,496
Total liabilities	28,806,740	2,350,496
DEFERRED INFLOWS OF RESOURCES		
Pension	190,818	-
Other post-employment benefits	583,147	-
Total deferred inflows of resources	773,965	-
NET POSITION		
Net invested in capital assets	58,165,140	-
Other post-employment benefits	2,489,255	-
Unrestricted	38,650,318	-
Total net position	\$ 99,304,713	\$ -

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended March 31, 2026

	Enterprise Fund	Governmental Activities
	Water & Sewer	Proprietary Internal Service Fund
OPERATING REVENUES		
Water sales	\$ 14,854,647	\$ -
Sewer usage	17,002,007	-
Privilege fees	305,000	-
Tap sales	40,600	-
Meter material and service sales	170,841	-
Water capital charges	41,500	-
Late payment penalties	405,150	-
Total operating revenues	<u>32,819,745</u>	<u>-</u>
DIRECT COSTS		
Water purchased	8,763,097	-
Treatment charges	11,320,075	-
Depreciation	2,766,439	-
Tap costs	592,145	-
Meters, materials and service costs	55,040	-
Sick pay	-	133,304
Total direct costs	<u>23,496,796</u>	<u>133,304</u>
OPERATING AND ADMINISTRATIVE EXPENSES	<u>7,415,863</u>	<u>-</u>
Operating profit (loss)	<u>1,907,086</u>	<u>(133,304)</u>
NONOPERATING REVENUES (EXPENSES)		
Interest revenue	167,513	-
Interest expense	(573,377)	-
Receipts from other governments	19,024	-
Miscellaneous	111,085	-
Total nonoperating revenues (expenses)	<u>(275,755)</u>	<u>-</u>
Income (loss) before contributions and transfers	<u>1,631,331</u>	<u>(133,304)</u>
CONTRIBUTIONS AND TRANSFERS		
Township contributions	-	133,304
Transfer out to General Fund	(690,000)	-
Transfer out to Pension Obligation Bond Debt Fund	(295,795)	-
Capital contributions	1,712,711	-
Total contributions and transfers	<u>726,916</u>	<u>133,304</u>
Change in net position	<u>2,358,247</u>	<u>-</u>
NET POSITION , Beginning of year, as previously reported	92,489,609	-
Error correction	<u>4,456,857</u>	<u>-</u>
NET POSITION , Adjusted and restated	<u>96,946,466</u>	<u>-</u>
NET POSITION , End of year	<u><u>\$ 99,304,713</u></u>	<u><u>\$ -</u></u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended March 31, 2026

	Enterprise Fund	Governmental Activities
	Water & Sewer	Proprietary Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 33,344,104	\$ -
Receipts from other governments	228,832	-
Payments for miscellaneous	(24,340)	-
Payments to employees and fringes	(3,036,392)	-
Payments to suppliers	(25,318,271)	-
Sick pay	-	(75,500)
Net cash provided by (used in) operating activities	5,193,933	(75,500)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Receipts from other governments	19,024	-
Transfer to other funds	(985,795)	-
Transfers from Township	-	133,304
Net cash provided by (used in) noncapital financing activities	(966,771)	133,304
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
General obligation contracts with County		
Principal payments	(1,865,000)	-
Interest and fiscal charges	(685,435)	-
Purchase of capital assets	(5,462,168)	-
Proceeds from sale of capital assets	32,242	-
Net cash used in capital and related financing activities	(7,980,361)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	167,513	-
Miscellaneous	78,843	-
Net cash provided by investing activities	246,356	-
Net increase (decrease) in cash, cash equivalents, and investments	(3,506,843)	57,804
CASH, CASH EQUIVALENTS AND INVESTMENTS, Beginning of year	21,602,433	2,292,692
CASH, CASH EQUIVALENTS AND INVESTMENTS, End of year	\$ 18,095,590	\$ 2,350,496

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended March 31, 2026

	<u>Enterprise Fund</u>	<u>Governmental Activities</u>
	<u>Water & Sewer</u>	<u>Proprietary Internal Service Fund</u>
RECONCILIATION OF OPERATING PROFIT (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Operating profit (loss)	\$ 1,907,086	\$ (133,304)
Adjustments to reconcile operating profit (loss) to net cash provided by (used in) operating activities:		
Depreciation	2,766,439	-
Amortization	38,903	-
(Increase) decrease in:		
Receivables from customers	493,441	-
Receivables from others	204,492	-
Inventory	1,507,248	-
Deferred outflow of resources	430,373	-
Increase (decrease) in:		
Accounts payable	(1,370,528)	-
Accrued expenses and other liabilities	(20,503)	57,804
Unearned revenue	30,918	-
Net pension liability	(216,287)	-
Net OPEB liability	(958,720)	-
Employee compensated absences	15,926	-
Deferred inflow of resources	365,145	-
	<u>\$ 5,193,933</u>	<u>\$ (75,500)</u>
Net cash provided by (used in) operating activities	<u>\$ 5,193,933</u>	<u>\$ (75,500)</u>

NONCASH CAPITAL AND FINANCING ACTIVITIES

Capital assets of \$1,712,711 were acquired through contributions from others.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
March 31, 2026

	Pension & Other Employee Benefit Trust Funds	Custodial Funds
ASSETS		
Cash	\$ -	\$ 921,434
Other receivables	91,519	-
Investments:		
Mutual funds, stocks and other investments	187,728,292	-
Guaranteed deposit account fixed income fund	109,074,682	-
Real estate investment fund	11,216,210	-
Total investments, at fair value	308,019,184	-
Total assets	308,110,703	921,434
LIABILITIES		
Accounts payable	-	1,904
Accrued provisional interest	132,875	-
Total liabilities	132,875	1,904
NET POSITION		
Restricted:		
Pensions - Defined benefit	243,694,287	-
Pensions - Defined contribution	27,332,877	-
Other post-employment benefits	36,950,664	-
Individuals, organizations and other governments	-	919,530
Total net position	\$307,977,828	\$ 919,530

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
Year Ended March 31, 2026

	Pension & Other Employee Benefit Trust Funds	Custodial Funds
ADDITIONS		
Contributions:		
Employer	\$ 14,897,445	\$ -
Employee	473,729	-
Total contributions	15,371,174	-
Investment income:		
Net change in fair value of investments	23,721,880	-
Interest	5,731,249	-
Dividends	2,781,167	-
Total investment income	32,234,296	-
Taxes and assessments	-	151,432,703
Payments collected on behalf of others	-	207,000
Total additions	47,605,470	151,639,703
DEDUCTIONS		
Distributions	21,851,771	-
Administrative fees	1,449,431	-
Other disbursements	-	38,973
Payments disbursed to others	-	151,594,953
Total deductions	23,301,202	151,633,926
Net increase in fiduciary net position	24,304,268	5,777
NET POSITION , Beginning of year	283,673,560	913,753
NET POSITION , End of year	<u>\$307,977,828</u>	<u>\$ 919,530</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Charter Township of Bloomfield, County of Oakland, State of Michigan (the "Township") are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by the Township.

Financial Reporting Entity

Description of Reporting Entity

The Charter Township of Bloomfield, County of Oakland, State of Michigan was organized in 1827 as a common law township and was known as Bloomfield Township until October 14, 1993. On October 15, 1993, the State of Michigan recognized the incorporation of the Township, and it is now known as the Charter Township of Bloomfield, Michigan.

The Township covers an area of approximately 26 square miles. Operations are governed by an elected board of seven trustees, including a full-time supervisor, clerk and treasurer. The Township's government provides legislative, judicial, public safety, public works, community enrichment and development and general government services to approximately 44,000 residents.

These financial statements present the Township (the primary government) and its component unit, an entity for which the Township is considered to be financially accountable. The Component unit discussed below is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Township.

Discretely Presented Component Unit — Bloomfield Township Public Library

The Bloomfield Township Public Library (the "Library") was organized in 1963. The Library operates under an autonomous library board and provides library services to the residents of the Township. The Library Board is required to report to the Township Board of Trustees regarding the expenditures of funds and other information about Library operations. The Library may not issue debt or levy a tax without the approval of the Township's Board of Trustees. If approval is granted, the Library taxes are levied under the taxing authority of the Township, as approved by the Township's electors. If the taxes relate to a debt millage, then they are included as part of the Township's total tax levy. Financial statements of the Library may be obtained from the Library.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bloomfield Village Association

Bloomfield Village Association (the "Association") (presented as "Bloomfield Village" in the financial statements) is a subdivision association located within the Township. Residents who live within the Association's boundaries have consented to be a special assessment district within the Township. The special assessment is to provide extra police and fire services to the residents of the Association over and above the Township's general public safety services. This assessment activity is shown as special revenue funds of the Township. This Association is not considered a component unit of the Township.

Government-Wide and Fund Financial Statements

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

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

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

The government reports the following major governmental funds:

General

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

Road

The *Road Fund* is a special revenue fund to account for a tax levy for the purpose of providing street improvement and maintenance services to the Township's residents.

Public Safety

The *Public Safety Fund* is a special revenue fund to account for a tax levy for the purpose of providing police and fire protection services to the Township's residents.

Pension Obligation Bond Debt Fund

The *Pension Obligation Bond Debt Fund* is a debt service fund used to collect transfers from other governmental and enterprise funds to pay the annual principal and interest due on the pension obligation bonds.

Special Assessment Debt Service

The *Special Assessment Debt Service Fund* is a debt service fund used to account for the payment of interest and principal on long-term special assessment debt funded by special assessment districts.

Equipment and Replacement Fund

The *Equipment and Replacement Fund* is a capital project fund used to fund capital assets purchases.

Special Assessment Capital Projects Fund

The *Special Assessment Capital Projects Fund* is a capital project fund used to account for the construction of capital assets funded in whole or part by long-term special assessment debt.

The government reports the following major proprietary fund:

Water and Sewer

The *Water and Sewer Fund* accounts for the activities of the government's water distribution, sewage disposal and related treatment systems.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

Additionally, the government reports the following other fund types:

The *Special Revenue Funds* account for revenue sources that are legally restricted or committed to expenditures for specific purposes, not including major capital projects.

The *Campus Construction Debt Retirement Fund* is a debt service fund used to collect funds for retirement of debt related to campus construction bonds.

The *Drain-at-Large Fund* is a debt service fund used to collect funds for retirement of debt related to construction, repair, and maintenance of drains.

The *Retirement System Pension Trust Fund* is a fiduciary fund used to account for pension assets reserved for future pension obligations.

The *Retiree Health Care Fund* is a fiduciary fund used to account for assets reserved for future health care costs of retirees.

The *401(a) Defined Contribution Plan Fund* is a fiduciary fund used to account for future retirement benefits for eligible employees.

The *Custodial Funds* account for assets held by the Township in a trustee capacity, or as an agent for individuals, private organizations, other governments and/or other funds. The Township reports the following custodial funds:

The *Federal and State OCVCTF Forfeitures Funds* are used to account for assets held for other government members.

The *Current Tax Collection Fund* is used for the collection and disbursement of taxes payable to various jurisdictions.

The *Miscellaneous Custodial Fund* is used for a variety of items collected on behalf of and disbursed to other jurisdictions.

Internal Service Fund

The *Internal Service Fund* is used to account for and collect funds from various departments for accumulated employee sick pay.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)

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

Assets, Liabilities and Fund Equity

Cash, Cash Equivalents and Investments

For purposes of the statement of cash flows, demand deposits and short-term investments with an original maturity of three months or less are considered to be cash equivalents. In addition, the statement of cash flows includes both restricted and unrestricted cash and cash equivalents.

Investments are stated at fair value based on quoted market prices.

Investment income from pooled investments is assigned to the general fund. Income is recorded when received which is not materially different from the modified accrual basis.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans).

Inventory

Inventory is recorded at the lower of cost or net realizable value, with cost determined on a first-in, first-out basis. Inventory, which consists of materials and supplies, is recorded as expenditures (in the governmental fund types) and expenses (in the proprietary fund type) when used.

Prepaid Items

Prepaid items are costs incurred during the current fiscal year for which benefit will be received in a future fiscal year and are recorded in both the government-wide and fund financial statements.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Capital Assets

Capital assets of all funds and the component unit are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. Capital assets, which include property, plant equipment and infrastructure assets (e.g., sidewalks and drains) are reported in the government-wide financial statements. Capital assets are defined by the Township as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its life are not capitalized.

Interest incurred before the end of a construction period is recognized as expense in the business-type activities and water and sewer fund financial statements in accordance with GASB Statement No. 89.

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

<u>Assets</u>	<u>Years</u>
Land improvements	15
Buildings	40
Vehicles	3-20
Machinery & equipment	10
Infrastructure & water and sewer system improvements	15-50

Unearned Revenues

Unearned revenues consist of American Recovery Plan Act Funds the Township received but are not allocated or spent at year-end.

Long-term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other non-current obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bonds payable are reported net of the applicable bond premium or discount.

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

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Compensated Absences and Sick Pay Funding

Full-time permanent employees are granted vacation and sick pay benefits in varying amounts up to specified maximums. Township employees have the option of accumulating earned and unused sick and vacation pay. There are certain limits on the amount of sick and vacation pay which can be accumulated; these limits vary and depend on tenure and/or department, and union contract. Employees are entitled to their accrued vacation leave and, in certain circumstances, a portion of their sick pay upon termination. Employees are entitled to a portion of their sick pay balance upon retirement.

Sick pay is reconciled quarterly, and cash is transferred to the Internal Service Fund for accumulated sick pay on a quarterly basis. The estimated sick pay liability is reported as a liability in the fund.

In accordance with GASB Statement No. 101, *Compensated Absences*, the Township recognizes a liability for the accumulated compensated absences that are expected to be settled with current financial resources. Compensated absences are charged to operations when earned and unused benefits are recorded as a noncurrent liability in the financial statements.

As of March 31, 2026, accrued payroll taxes on sick pay and accrued vacation pay were not funded. Consequently, these unfunded amounts are shown as a liability for employees' compensated absences and are included in long term liabilities on the government-wide financial statements.

Deferred Outflow and Inflow of Resources

In addition to assets, the Statement of Net Position and/or Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Township reports deferred outflows from the differences between projected and actual investment earnings, differences between expected and actual experience of the pension plan. In addition, the government-wide statements also report deferred outflows from bond refunding.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Deferred Outflow and Inflow of Resources (Continued)

In addition to liabilities, the Statement of Net Position and/or Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Township reports deferred inflows related to leases, the differences between projected and actual investment earnings, differences between expected and actual experience and changes in assumptions of the pension and other post-employment benefit plans. In addition, the Township has one other type of item which occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Township's fiscal year) under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, deferred special assessment revenues are reported in the governmental funds balance sheet.

Pension

The Township offers pension benefits to some retirees. The Township records a net pension liability for the difference between the total pension liability calculated by the actuary and the pension plan's fiduciary net position. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plan and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-employment Benefits (OPEB)

The Township offers healthcare benefits to some retirees. The Township records a net OPEB liability for the difference between the total OPEB liability calculated by the actuary and the OPEB plan's fiduciary net position. For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB plan and additions to/deductions from the OPEB plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Government-wide and Proprietary Fund Net Position

Government-wide and proprietary fund net positions are divided into three components:

Net investment in capital assets-consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.

Restricted net position-consist of assets that are restricted by the Township's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), or by other contributors.

Unrestricted-all other net position is reported in this category.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for specific purposes determined by a formal action of the Township's highest level of decision-making authority. The Township's Board of Trustees (the Board) is the highest level of decision-making authority for the Township that can, by resolution, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Board has by resolution authorized the Finance Director to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of the assignment.

In the General Fund, the Township strives to achieve and maintain an unrestricted fund balance that is between 50% - 75% of current year expenditures and transfers out. If the unassigned fund balance falls below the goal or has a deficiency, the Township will replenish the fund balance by applying all annual future budget surpluses and excess resources toward the fund balance until it is within the range.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Fund Balance Flow Assumptions

It is the Township's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first followed by assigned fund balance. Unassigned fund balance is applied last.

Interfund Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Leases

The Township is a lessor for leases of the District Court Building, and land, tower and building space for telecommunications equipment. The Township recognizes a lease receivable and a deferred inflow of resources in the government-wide and fund financial statements.

At the commencement of a lease, the Township initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the Township determines the discount rate it uses to discount the expected lease receipts to present value, lease term, and lease receipts.

The Township uses the US Treasury risk free rate of return for leases.

The lease term includes the noncancelable period of the lease and the additional periods that are unlikely to be terminated. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Equity (Continued)

Leases (Continued)

The Township monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Use of 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.

Reclassifications

Certain amounts in the Library's (Component Unit) financial statements have been reclassified in order to conform to the presentation of the Township's (Reporting Entity) financial statements.

NOTE 2 – DEPOSITS 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 Treasurer recommends and the Township Board approves financial institutions for the deposit of Township funds. The investment policy adopted by the board has authorized investment in the certificates of deposit of local banks, bonds, securities, and other direct obligations of the United States, certain fixed income securities, and United States Treasury bills, but not the remainder of the State statutory authority as listed above.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 2 – DEPOSITS AND INVESTMENTS (Continued)

The Township's retirement system and retiree healthcare fund investments are held in trust by the investment fiduciary. Michigan Compiled Laws, Section 38.1132 et seq., authorizes the investment fiduciary to invest trust funds in a wide variety of investments. Specific limitations apply to the various investment types depending on the size of the system. All of the Township's retirement system and retiree healthcare trust fund investments are in public and private equities, bonds, real estate, annuity contract obligations, stable value funds, cash and cash equivalents, and are therefore uncategorized as to risk.

At year-end, the Township's deposits and investments, excluding pension and other employee trust funds, were reported in the basic financial statements in the following categories:

	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total Primary Government	Component Unit including Fiduciary Fund*
Cash and investments	<u>\$ 93,622,011</u>	<u>\$ 18,095,590</u>	<u>\$ 921,434</u>	<u>\$ 112,639,035</u>	<u>\$ 48,279,801</u>

* The component unit fiduciary fund is not included the Township's financial statements.

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. The bank balance of the primary government's deposits is \$112,341,834 of which \$7,835,496 is covered by federal depository insurance. The component unit had \$176,695 of deposits exposed to custodial credit risk.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 2 – DEPOSITS AND INVESTMENTS (Continued)

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Township's investment policy sets the objectives of maintaining the safety of principal, maintaining a diversified investment portfolio, maintaining adequate liquidity, and achieving a market rate of return. The policy allows the Treasurer to invest in any instrument allowed by MCL 129.91 et seq. As of year-end, the credit quality ratings of the Township's investments are as follows:

Primary Government Investment		Rating	Rating Organization
US Treasury securities	\$ 13,583,600	AA1	Moody's
US Government agency bonds	\$ 9,080,430	AA1	Moody's
Commercial paper	\$ 999,274	A-2	S&P
Local government investment pools	\$ 25,729,272	Not Rated	N/A
Certificates of deposit	\$ 7,585,496	Not Rated	N/A
<u>Component Unit Investment including Fiduciary Fund</u>			
US Treasury notes	\$ 18,161,412	AA1	Moody's

Interest Rate Risk

Interest rate risk is the risk that the value of investments will decrease as a result of a rise in interest rates. As a means of limiting its exposure to fair value losses arising from interest rates, the Township's investment policy is to invest primarily in short-term securities or public investment pools. At year end, the Township had the following investments and maturities.

Investment Maturities (in Years)

Primary Government Investment Type	Fair Value	Less Than 1	1 - 5	> 5 years
US Treasury securities	\$ 13,583,600	\$ -	\$ -	\$ 13,583,600
US Government agency bonds	\$ 9,080,430	\$ -	\$ 3,032,190	\$ 6,048,240
Commercial paper	\$ 999,274	\$ 999,274	\$ -	\$ -
Local government investment pools	\$ 25,729,272	\$ 25,729,272	\$ -	\$ -
Certificates of deposit	\$ 7,585,496	\$ 7,585,496	\$ -	\$ -
<u>Component Unit Investment Type including Fiduciary Fund</u>				
US Treasury notes	\$ 18,161,412	\$ 6,001,811	\$ 12,159,601	\$ -

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 2 – DEPOSITS AND INVESTMENTS (Continued)

Fair Value Measurements

The Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

In instances whereby input used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Township's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 2 – DEPOSITS AND INVESTMENTS (Continued)

Fair Value Measurements (Continued)

The Township has the following recurring fair value measurements as of March 31, 2026:

Investments classified as Level 1 are valued using prices quoted in active markets for those securities. Investments classified as Level 3 are valued by an independent third party or the general partner of the fund.

	Balance at March 31, 2026	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Primary government:				
US Treasury securities	\$ 13,583,600	\$ 13,583,600	\$ -	\$ -
US Government agency bonds	9,080,430	9,080,430	-	-
Certificates of deposit	7,585,496	7,585,496	-	-
Commercial paper	999,274	999,274		
Total primary government	31,248,800	31,248,800	-	-
Fiduciary funds:				
Mutual funds - Equities	169,507,378	169,507,378	-	-
Mutual funds - Money market	3,289,983	3,289,983	-	-
Mutual funds - Fixed income	9,615,817	9,615,817	-	-
Limited Partnership investment	5,315,114	-	-	5,315,114
Real estate investment fund	11,216,210	-	-	11,216,210
Total fiduciary funds	198,944,502	182,413,178	-	16,531,324
Total investments by fair value level	230,193,302	\$ 213,661,978	\$ -	\$ 16,531,324
Investments measured at net asset value (NAV)				
Primary government -				
Oakland County local government investment pool	22,719,590			
Michigan CLASS investment pool	3,009,682			
Fiduciary funds-				
Stable value - Guaranteed deposit account	109,074,682			
Total investments	\$ 364,997,256			

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 2 – DEPOSITS AND INVESTMENTS (Continued)

Investments in Entities that Calculate Net Asset Value per Share

The Township holds shares or interests in investment pools or guaranteed deposit accounts where the fair value of the investments are measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

At March 31, 2026, the fair value, unfunded commitments, and redemption rules of those investments are as follows:

	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency, if Eligible</u>	<u>Redemption Notice Period</u>
NAV - Oakland County local government investment pool	\$ 22,719,590	\$ -	No restrictions	None
NAV - Michigan CLASS investment Pool	\$ 3,009,682	\$ -	No restrictions	None
NAV - Stable value - Guaranteed deposit account	\$ 109,074,682	\$ -	No restrictions	None

NOTE 3 – RECEIVABLES

Receivables, including the applicable allowances for uncollectible accounts, if any, are as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Taxes receivable	\$ 2,160,766	\$ -
Special assessments receivable	35,693,841	4,209,724
Water and sewer billing receivable	-	7,032,222
Bond proceeds receivable	-	12,309,681
Lease receivable	6,461,318	-
Accounts receivable	855,010	-
Other receivables	1,252,966	-
	<u>\$ 46,423,901</u>	<u>\$ 23,551,627</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 4 – CAPITAL ASSETS

Capital asset activity of the primary government for the current year was as follows:

	Balance April 1, 2025	Additions	Disposals	Balance March 31, 2026
Governmental Activities				
Capital assets not being depreciated -				
Land	\$ 828,648	\$ -	\$ -	\$ 828,648
Capital assets being depreciated:				
Buildings	47,346,939	1,010,958	-	48,357,897
Improvements other than buildings	39,161,619	2,165,570	-	41,327,189
Machinery and equipment	19,445,490	5,190,643	(952,701)	23,683,432
Infrastructure	13,957,031	-	-	13,957,031
Subtotal	119,911,079	8,367,171	(952,701)	127,325,549
Less accumulated depreciation:				
Buildings	24,601,277	1,134,787	-	25,736,064
Improvements other than buildings	26,315,853	1,366,904	-	27,682,757
Machinery and equipment	11,698,955	1,694,808	(886,144)	12,507,619
Infrastructure	9,992,189	279,294	-	10,271,483
Subtotal	72,608,274	4,475,793	(886,144)	76,197,923
Net capital assets being depreciated	47,302,805	3,891,378	(66,557)	51,127,626
Net capital assets	\$ 48,131,453	\$ 3,891,378	\$ (66,557)	\$ 51,956,274

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 4 – CAPITAL ASSETS (Continued)

Capital asset activity of the enterprise activities for the current year was as follows:

	Balance April 1, 2025	Additions	Disposals	Balance March 31, 2026
Business-Type Activities				
Capital assets not being depreciated -				
Investment in systems	\$ 6,120,730	\$ 1,607,303	\$ -	\$ 7,728,033
Capital assets being depreciated:				
Investment in systems	97,598,446	4,919,966	-	102,518,412
Machinery and equipment	2,069,344	647,610	(237,717)	2,479,237
Township share of county sewers	34,061,289	-	-	34,061,289
Subtotal	133,729,079	5,567,576	(237,717)	139,058,938
Less accumulated depreciation:				
Investment in systems	39,470,991	1,980,741	-	41,451,732
Machinery and equipment	1,577,784	165,664	(237,717)	1,505,731
Township share of county sewers	18,264,653	620,034	-	18,884,687
Subtotal	59,313,428	2,766,439	(237,717)	61,842,150
Net capital assets being depreciated	74,415,651	2,801,137	-	77,216,788
Net capital assets	\$ 80,536,381	\$ 4,408,440	\$ -	\$ 84,944,821

Depreciation expense was charged to the programs of the primary government as follows:

Governmental Activities

General government	\$ 633,743
Public safety	1,315,057
Community enrichment and development	295,394
Public works	2,231,600

Total governmental activities \$ 4,475,793

Business-type activities

Water & sewer \$ 2,766,439

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 4 – CAPITAL ASSETS (Continued)

Capital asset activity of the Component Unit was as follows:

	Balance April 1, 2025	Additions	Disposals/ Decreases	Balance March 31, 2026
Capital assets not being depreciated:				
Land	\$ 131,015	\$ -	\$ -	\$ 131,015
Construction-in-progress	22,500	382,100	-	404,600
	<u>153,515</u>	<u>382,100</u>	<u>-</u>	<u>535,615</u>
Capital assets being depreciated:				
Buildings	32,348,626	54,410	-	32,403,036
Furniture and equipment	5,299,055	94,577	(60,602)	5,333,030
Library books and audiovisual materials	3,810,547	450,661	(452,280)	3,808,928
Right to use asset - subscription arrangements	221,624	-	(93,559)	128,065
	<u>41,679,852</u>	<u>599,648</u>	<u>(606,441)</u>	<u>41,673,059</u>
Subtotal				
Less accumulated depreciation:				
Buildings	10,602,441	699,403	-	11,301,844
Furniture and equipment	4,465,780	124,168	(60,602)	4,529,346
Library books and audiovisual materials	2,452,027	460,467	(452,280)	2,460,214
Right to use asset - subscription arrangements	51,549	41,275	(34,022)	58,802
	<u>17,571,797</u>	<u>1,325,313</u>	<u>(546,904)</u>	<u>18,350,206</u>
Subtotal				
Net capital assets being depreciated	<u>24,108,055</u>	<u>(725,665)</u>	<u>(59,537)</u>	<u>23,322,853</u>
Net capital assets	<u>\$ 24,261,570</u>	<u>\$ (343,565)</u>	<u>\$ (59,537)</u>	<u>\$ 23,858,468</u>

Capital assets including library books are recorded at cost. Depreciation expense was \$1,325,313 for the year ended March 31, 2026.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The Township reports interfund balances between many of its funds. The sum of all balances presented in the tables below agrees with the sum of interfund balances presented in the statements of net position/balance sheet for governmental funds and proprietary funds. These interfund balances resulted primarily from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

<u>Paying Fund (Transfer Out)</u>	<u>Receiving Fund (Transfer In)</u>	<u>Amount</u>
General Fund	Public Safety Fund (1)	\$ 7,150,000
	Road Fund (1)	2,400,000
	Equipment and Replacement Fund (1)	6,400,000
	Pension Obligation Bond Debt Retirement Fund (2)	805,999
	Retiree Health Care Fund (3)	500,000
	Total General Fund	17,255,999
Road Fund	General Fund (4)	685,000
	Pension Obligation Bond Debt Retirement Fund (2)	270,237
	Total Road Fund	955,237
Public Safety Fund	General Fund (4)	3,885,000
	Pension Obligation Bond Debt Retirement Fund (2)	4,009,794
	Retiree Health Care Fund (3)	2,000,000
	Total Public Safety Fund	9,894,794
Non-major Governmental Funds	General Fund (4)	1,005,000
	Pension Obligation Bond Debt Retirement Fund (2)	191,297
	Equipment and Replacement Fund (5)	53,946
	Total Non-major Governmental Funds	1,250,243
Water & Sewer Fund	General Fund (4)	690,000
	Pension Obligation Bond Debt Retirement Fund (2)	295,795
	Total Water & Sewer Fund	985,795
	Total	\$ 30,342,068

- (1) Transfer of unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.
- (2) Transfer to cover pension obligation debt payment.
- (3) Transfer to Retiree Health Care Fund in accordance with corrective action plan.
- (4) Transfer to General Fund for centralized services.
- (5) Transfer to Equipment and Replacement Fund from Cable Studio Fund for equipment replacement.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 6 – LONG TERM DEBT

The government issues bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. County contractual agreements and installment purchase agreements are also general obligations of the government. Special assessment bonds provide for capital improvements that benefit specific properties and will be repaid from amounts levied against those properties benefited from the construction. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the government is obligated to provide resources to cover the deficiency until other resources (such as tax sale proceeds or a re-assessment of the district) are received. Revenue bonds involve a pledge of specific income derived from the acquired or constructed assets to pay debt service.

Bond and contractual obligation activity can be summarized as follows:

	Interest Rate	Principal Matures	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities							
Bonds and contracts payable:							
Other debt:							
County drain contracts	1.00-4.4%	2026-2031	\$ 1,216,949	\$ -	\$ (299,533)	\$ 917,416	\$ 303,672
General construction bond	4-5.00%	2032	11,530,000	-	(1,200,000)	10,330,000	1,265,000
Pension obligation bond	.51-5.37%	2032	42,245,000	-	(4,940,000)	37,305,000	5,025,000
Special assessment bonds	.8-4.75%	2028-2040	23,875,000	13,010,000	(2,295,000)	34,590,000	2,790,000
Total other debt outstanding:			78,866,949	13,010,000	(8,734,533)	83,142,416	9,383,672
Unamortized bond premium			2,921,235	947,260	(363,562)	3,504,933	363,562
Unamortized bond discount			(1,479)	-	424	(1,055)	(424)
Total unamortized premium / discount:			2,919,756	947,260	(363,138)	3,503,878	363,138
Total bonds and contracts payable			81,786,705	13,957,260	(9,097,671)	86,646,294	9,746,810
Other long-term obligations - employee compensated absences and sick pay							
	-	N/A	4,647,832	403,746	-	5,051,578	-
Total governmental activities			<u>\$86,434,537</u>	<u>\$14,361,006</u>	<u>\$ (9,097,671)</u>	<u>\$91,697,872</u>	<u>\$ 9,746,810</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 6 – LONG TERM DEBT (Continued)

	Interest Rate	Principal Matures	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-Type Activities							
Bonds and contracts payable:							
Other debt:							
County water & sewer contracts	1.875-5%	2026-2047	\$27,285,249	\$ 1,359,432	\$(1,865,000)	\$26,779,681	\$ 2,160,000
Unamortized bond premium			700,188	-	(118,000)	582,188	104,705
Total bonds and contracts payable			27,985,437	1,359,432	(1,983,000)	27,361,869	2,264,705
Other long-term obligations - employee compensated absences and sick pay							
	-	N/A	148,483	15,926	-	164,409	-
Total business-type activities			<u>\$28,133,920</u>	<u>\$ 1,375,358</u>	<u>\$(1,983,000)</u>	<u>\$27,526,278</u>	<u>\$ 2,264,705</u>

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

Year Ending March 31,	Governmental Activities		Business-Type Activities	
	Other Debt		Other Debt	
	Principal	Interest	Principal	Interest
2027	\$ 9,383,672	\$ 2,788,004	\$ 2,160,000	\$ 619,668
2028	9,438,436	2,496,499	2,523,584	540,048
2029	9,628,436	2,198,726	1,658,781	477,500
2030	9,558,436	1,891,062	1,838,776	432,389
2031	9,713,436	1,580,586	1,914,274	384,689
2032-2036	27,170,000	3,969,027	7,308,359	1,288,205
2037-2041	8,250,000	767,450	4,448,553	476,900
2042-2046	-	-	4,276,648	79,458
2047-2051	-	-	650,706	-
	<u>\$ 83,142,416</u>	<u>\$ 15,691,354</u>	<u>\$ 26,779,681</u>	<u>\$ 4,298,857</u>

NOTE 7 – AGREEMENTS

Franchise Agreements

The Township has entered into an agreement with Comcast under which it granted that company a non-exclusive franchise to provide cable television services in the Township. The agreement states that cable provider pay an annual franchise fee of 5% of gross annual revenues to the Township. This agreement expires in March 2035.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 7 – AGREEMENTS (Continued)

The Township had also entered into an agreement with AT&T Michigan (subsequently transferred to DirecTV) which it granted that company a non-exclusive franchise to construct, operate and maintain a cable television system within the Township. This agreement stated the cable provider pay an annual franchise fee of 5% of gross annual revenues to the Township. This agreement expires October 2026. Subsequent to March 31, 2026, the Township renewed the agreement with DirecTV for an additional 10-year period.

Total franchise fees recognized under these agreements during the current year were \$850,398.

NOTE 8 – RETIREMENT PLAN - PENSION TRUST

Plan Description

The Township contributes to the Township of Bloomfield Retirement Income Plan (the "Plan"), which is a single employer defined benefit plan. It is the responsibility of the Township to function as the investment and administrative agent for the pension plan. A stand-alone financial report of the plan has not been issued. Information shown for the plan is as of January 1, 2025, the date of the plan's latest actuarial valuation.

Based on state statutes, all full-time employees must be allowed to participate in township or municipal pension plans. However, as a defined contribution plan was created and effective April 1, 2005, new hires are no longer allowed to participate in the defined benefit plan. Under the provision of the Township's pension plan, pension benefits vest after eight years of full-time employment, except for the Township's police officers who vest after ten years of service. The plan pays upon retirement a benefit (depending on union contract) of 2.1% to 3.0% of final yearly earnings multiplied by years of credited service. Maximum benefits vary by union contract and tenure and range from 80% to 90% of final earnings. Retirement ages also vary by union contract and range from age 50 to age 62. Employees are also eligible for early retirement at reduced benefits. Retirement plan benefits for some departments are negotiated as part of collective bargaining agreements and may vary pursuant to these agreements.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 8 – RETIREMENT PLAN - PENSION TRUST (Continued)

Membership in the Plan consisted of the following at January 1, 2025, the actuarial valuation date:

Active plan members	73
Retirees and beneficiaries receiving benefits	308
Terminated and inactive plan members entitled to but not yet receiving benefits	<u>8</u>
Total plan members	<u><u>389</u></u>

Basis of Accounting

The Plan's financial statements are prepared using information as of December 31, 2025, which approximates the date of the plan's latest actuarial report. The Plan's financial statements include contributions received and benefits paid through that date.

Contributions

Total Township contributions to the Plan for the plan year beginning January 1, 2025, amounted to \$5,399,192 of which \$164,928 were made by the Township employees and \$5,234,264 was made by the Township on covered payroll of \$7,439,709 for the 2025 calendar year.

Significant actuarial assumptions used to compute pension contribution requirements are the same as those used to determine the standardized measure of the pension obligation.

Funding Policy

The obligation to contribute to and maintain the Plan for the Township's employees was established by Board resolution.

Under provisions of the Plan, Library and Bloomfield Village Police Department employees contribute 5% of their gross earnings to the Plan. All other employees contribute between 1% and 3.5% of their gross earnings to the Plan. In addition, the Township must provide annual contributions sufficient to satisfy the actuarially determined contribution requirements as mandated by the Plan.

Investment Policy

The plan's policy in regard to the allocation of invested assets is established and may be amended by the Township Board of Trustees by a majority vote. It is the policy of the Board to pursue an investment strategy that manages risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

Approximately 45% of the Plan's investments are in a Guaranteed Deposit Account (GDA) and are reported at book value. The Plan's other investments are stated at fair value. Administrative fees are paid from investment earnings.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 8 – RETIREMENT PLAN - PENSION TRUST (Continued)

Investment Policy (Continued)

The policy limits the aggregate value held in certain investments to 1) equity securities cannot exceed 70% of total plan assets, 2) non-investment U.S. corporate debt cannot exceed 15% of total plan assets, 3) public or private real estate investment trusts or other authorized real or personal property cannot exceed 20% of total plan assets, and 4) Michigan private equity investments cannot exceed 5% of total plan assets:

The Board adopted the following recommended asset allocation of plan assets not held in the GDA (the “Discretionary Investments”).

Asset allocation of equity holdings:

Asset Class	Minimum	Target	Maximum
U.S. Large Cap Equities	25.0%	34.0%	50.0%
U.S. Small / Mid Cap Equities	10.0%	24.0%	40.0%
International Equities	10.0%	24.0%	40.0%
Real Estate	0.0%	5.0%	15.0%
Alternative Investments	0.0%	5.0%	20.0%
Fixed Income	0.0%	8.0%	20.0%
Cash & Cash-Equivalents	0.0%	0.0%	10.0%

Rate of Return

For the year ended March 31, 2026, the annual money-weighted rate of return on plan investments, net of pension plan investment expense was 9.0%. The money weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the Township at March 31, 2026 were as follows:

Total pension liability	\$ 260,225,456
Plan fiduciary net position	<u>232,768,159</u>
Net pension liability	<u><u>\$ 27,457,297</u></u>

Plan fiduciary net position as a percentage of the total pension liability	89.45%
---	--------

The Township has chosen to use March 31, 2026 as its measurement date for the net pension liability. The March 31, 2026 reported net pension liability was determined using a measure of the total pension liability and the pension net position as of March 31, 2026.

The March 31, 2026 total pension liability was determined by an actuarial valuation performed as of January 1, 2025.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 8 – RETIREMENT PLAN - PENSION TRUST (Continued)

Net Pension Liability (Continued)

Changes in the net pension liability during the measurement year were as follows:

Changes in Net Pension Liability	Increase (Decrease)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at April 1, 2025	\$ 255,741,296	\$ 223,388,379	\$ 32,352,917
Service cost	2,068,980	-	2,068,980
Interest	14,961,903	-	14,961,903
Differences between expected and actual experience including assumption changes	2,938,918	-	2,938,918
Contributions - Employer	-	5,233,720	(5,233,720)
Contributions - Employee	-	164,911	(164,911)
Net investment income	-	19,513,350	(19,513,350)
Benefit payments, including refunds	(15,485,641)	(15,485,641)	-
Administrative expenses	-	(46,560)	46,560
Net changes	4,484,160	9,379,780	(4,895,620)
Balance at March 31, 2026	<u>\$ 260,225,456</u>	<u>\$ 232,768,159</u>	<u>\$ 27,457,297</u>

Assumption Changes

There were no changes in assumptions.

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

For the year ended March 31, 2026, the Township recognized a recovery from pension expense of \$7,747,117. At March 31, 2026, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Source	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 723,825	\$ -
Net difference between projected and actual earnings on pension plan investments	-	2,976,443
Total	<u>\$ 723,825</u>	<u>\$ 2,976,443</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 8 – RETIREMENT PLAN - PENSION TRUST (Continued)

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

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

Years Ending March 31,	Amount
2027	\$ 1,897,126
2028	\$ (1,851,834)
2029	\$ (1,006,459)
2030	\$ (1,291,451)

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of March 31, 2026. The valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%	
Salary Increases	3.5%	including inflation
Investment rate of return	6.00%	

Mortality rates were based on the Pub-2010 with generational projection using Scale MP-2021 with PubS-2010 for public safety and PubG-2010 for other groups.

Discount Rate

The discount rate used to measure the total pension liability was 6%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the Township contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the employee rate.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 8 – RETIREMENT PLAN - PENSION TRUST (Continued)

Projected Cash Flows

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

The target allocation and best estimates of arithmetic real rates of return as of December 31, 2025, the measurement date, based on for each major class are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
US Core Fixed Income	35.60%	2.33%
US Large Cap Equity	23.80%	5.47%
US Small & Mid Cap Equity	16.80%	5.80%
Foreign Developed Equity	16.80%	6.35%
Private Real Estate Property	3.50%	5.91%
Private Equity	3.50%	10.51%
Total	100.00%	

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

The following presents the net pension liability of the Township, calculated using the discount rate of 6.00%, as well as what the Township's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.00%) or 1-percentage-point higher (7.00%) than the current rate:

Discount rate	1% Decrease 5.00%	Discount Rate 6.00%	1% Increase 7.00%
Net pension liability of the Township	\$ 58,622,722	\$ 27,457,297	\$ 1,519,526

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 9 – RETIREMENT PLAN - DEFINED CONTRIBUTION PLAN

Plan Description — Defined Contribution Plan

The Charter Township of Bloomfield 401(a) Plan is a defined contribution retirement plan established by the Township to provide benefits at retirement for eligible employees. The plan was effective April 1, 2005, for new Township hires and effective on or after April 2, 2011, for Bloomfield Township Library eligible employees. At March 31, 2026, there were 241 plan members. A stand-alone financial report of the plan has not been issued.

Contributions Required and Contributions Made — Defined Contribution Plan

The Township may make discretionary contributions of not more than 13% of the total compensation for all active participants for all plan members except Bargained Employees. The Township contributions for Bargained Employees will be made in accordance with the Collective Bargaining Agreement. Contributions are made bi-weekly. For the year ended March 31, 2026, contributions in the amount of \$2,085,343 were made to the plan by the Township. In addition, discretionary contributions in the amount of \$296,894 were made to the plan by Township employees.

NOTE 10 – DEFERRED COMPENSATION

The Township offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code, Section 457. The Plan, available to all Township employees, permits them to defer a portion of their current salary until the employee's termination, retirement, death, or unforeseeable emergency.

As required by GASB 32, the Plan's assets are held in a separate trust and thus are not included in the financial statements of the Township.

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The Retired Employees' Health Care Benefits Trust (the "Trust") provides other post-employment benefits (OPEB) for eligible retirees and their spouses. The Trust is a single employer defined benefit OPEB plan administered by the Township. The plan is closed to new members hired after May 1, 2011. The Township has set up an investment portfolio within the Trust.

The Township, under generally accepted accounting principles (GAAP), must, from an accounting perspective, recognize OPEB liabilities. The Township, based on the terms of its collective bargaining agreements has an obligation to continue to provide lifetime retiree healthcare.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

Benefits Provided

The Trust provides contributory and non-contributory medical, dental, vision and basic life insurance coverage for eligible retirees and their spouses. These benefits are paid to four groups of employees who are eligible for different retiree benefits based on their date of hire. Additionally, benefits for bargaining employees are specified by union contract while the Board of Trustees establishes those for non-bargaining employees. Bargaining and non-bargaining employees who retire after age 50 with at least 15 years of service are eligible for life insurance coverage in the amount of \$6,000 - \$8,000, depending on their bargaining or non-bargaining status.

Employees Covered by Benefit Terms

At April 1, 2024, the latest valuation date, the following employees were covered by the benefit terms:

Active employees	101
Inactive employees / beneficiaries receiving benefits	<u>408</u>
Total membership	<u><u>509</u></u>

Contributions

Active service members and retired members or their beneficiaries are not required to contribute to the plan. During the year ended March 31, 2026, the Township contributed \$7,365,417 based on actuarially determined rates.

Summary of Significant Accounting Policies

For the purpose of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expenses, information about the fiduciary net position have been determined on the same basis as they are reported for the Township. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

Investments

Investment Policy - The trustees of the Trust may invest funds, including depositing funds in approved financial institutions and administering investments in conformance with the policies set forth in the investment policy.

The policy limits the aggregate value held in certain investments to 1) equity securities cannot exceed 70% of total plan assets, 2) non-investment U.S. corporate debt cannot exceed 15% of total plan assets, 3) public or private real estate investment trusts or other authorized real or personal property cannot exceed 20% of total plan assets, and 4) Michigan private equity investments cannot exceed 5% of total plan assets:

The trustees have adopted the following recommended asset allocation:

<u>Asset Class</u>	<u>Minimum</u>	<u>Target</u>	<u>Maximum</u>
Large Cap	25.0%	30.0%	50.0%
Small / Mid Cap	15.0%	25.0%	40.0%
International Equity	10.0%	15.0%	40.0%
Real Estate	0.0%	7.5%	20.0%
Alternative Investments	0.0%	15.0%	20.0%
Fixed Income	0.0%	7.5%	30.0%
Cash & Cash-Equivalents	0.0%	0.0%	5.0%

Rate of Return – For the year ended March 31, 2026, the annual money weighted rate of return on investments, net of investment expense, was 15.37%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for changing amounts actually invested.

Net OPEB Liability of the Township

The Township's net OPEB liability was measured as of March 31, 2026 and was determined by an actuarial valuation as of April 1, 2024.

Total OPEB liability	\$ 102,520,381
OPEB plan fiduciary net position	<u>36,950,664</u>
Net OPEB liability	<u>\$ 65,569,717</u>
Plan fiduciary net position as a percentage of the total OPEB liability	36.04%

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of April 1, 2024 rolled forward to March 31, 2026, the measurement date. The following actuarial assumptions applied consistently to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.3%
Salary increases, including inflation	3.5%, average
Investment rate of return	6.0%
Healthcare cost trend rates	6.8% - 3.7%
Dental trend	3%

Mortality rates were based on the PubG-2010 Mortality Table with generational projection per the MP-2021 scale, with employee rates before benefit commencement and healthy or disabled annuitant rates after benefit commencement. PubS-2010 tables were used for public safety and PubG-2010 for all other groups.

The Trust has not had a formal actuarial experience study performed.

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

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Core Fixed Income	30.00%	2.33%
US Large Cap Equities	24.38%	5.47%
US Small & Mid Cap Equities	20.31%	5.80%
Foreign Developed Equity	12.19%	6.35%
Private Real Estate Property	8.13%	5.91%
Private Equity	5.00%	10.51%
	<u>100.0%</u>	

Changes in Assumptions

There were no changes in assumptions.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

Discount Rate

The discount rate used to measure the OPEB liability was 6.0%. The projection of cash flows used to determine the discount rate assumed that contributions will be made at rates equal to the expected benefit payments. Based on those assumptions, the OPEB plan's net fiduciary position was projected to cover all future OPEB payments. Therefore, the discount rate was set equal to the long-term expected rate of return.

Changes in net OPEB Liability

The components of the change in the net OPEB liability are summarized as follows:

Changes in Net OPEB Liability	Increase (Decrease)		
	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balance at April 1, 2025	\$ 100,241,629	\$ 29,828,902	\$ 70,412,727
Service cost	1,201,424	-	1,201,424
Interest	5,942,745	-	5,942,745
Contributions - Employer	-	7,365,417	(7,365,417)
Net investment income	-	4,643,375	(4,643,375)
Benefit payments, including refunds	(4,865,417)	(4,865,417)	-
Administrative expenses	-	(21,613)	21,613
Net changes	2,278,752	7,121,762	(4,843,010)
Balance at March 31, 2026	<u>\$ 102,520,381</u>	<u>\$ 36,950,664</u>	<u>\$ 65,569,717</u>

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

For the year ended March 31, 2026, the Township recognized a recovery from OPEB expense of \$2,034,921. At March 31, 2026, the Township reported deferred outflows of resources and deferred inflow of resources related to OPEB from the following sources:

Source	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 377,784
Changes in assumptions	-	812,642
Net difference between projected and actual earnings on OPEB plan investments	-	1,875,361
Total	<u>\$ -</u>	<u>\$ 3,065,787</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

<u>Years Ending March 31,</u>	<u>Amount</u>
2027	\$ (1,393,866)
2028	\$ (700,820)
2029	\$ (415,139)
2030	\$ (555,962)

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

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

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	<u>5.00%</u>	<u>Discount Rate</u>	<u>7.00%</u>
		<u>6.00%</u>	
Net OPEB liability	<u>\$ 79,082,332</u>	<u>\$ 65,569,717</u>	<u>\$ 54,433,166</u>

The following presents the OPEB liability of the Township, as well as what the Township's OPEB liability would be if it were calculated using healthcare trends rates that are 1 percentage-point lower (5.8% trending to 2.7%) or 1 percentage-point higher (7.8 % trending to 4.7%), than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
		<u>Healthcare Cost</u>	
		<u>Trend Rates</u>	
Net OPEB liability	<u>\$ 52,875,019</u>	<u>\$ 65,569,717</u>	<u>\$ 81,185,352</u>

NOTE 12 – RESTRICTED NET POSITION

The government-wide statement of net position reports \$7,306,450 of restricted net position of which \$783,882 is restricted by enabling legislation relative to the Opioid Settlement. The business-type activities statement of net position reports \$2,489,255 of restricted net position for other post-employment benefits.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 13 – OTHER INFORMATION

Risk Management

The Township is exposed to risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township manages its risk exposures and provides certain employee benefits through a combination of risk management pools, commercial insurance policies and excess coverage policies. Following is a summary of the Township's risk management.

The Township participates with the Michigan Municipal Risk Management Authority (MMRMA), a self-insured association with a membership of approximately 300 Michigan local governmental units, for general and automobile liability, motor vehicle physical damage, and judicial tenure defense and property damage coverages. Members include cities, counties, townships and special purpose governments. The MMRMA is organized under the laws of the State of Michigan and is governed by a Board of Directors elected by the membership. The MMRMA provides risk management, claims administration, legal defense and reinsurance services to its members.

The Township makes annual contributions to MMRMA based upon underwriting criteria and guidelines approved by the Board of Directors of MMRMA. Underwriting guidelines may be based upon net operating expenditures, number of employees, size of payroll, size and complexity of operations, loss experience, loss control efforts and any other relevant risk related criteria. These contributions are paid from the Township's General Fund and costs are allocated to the Township's other Funds.

Contributions received by MMRMA to pay administrative expenses, excess insurance, stop loss insurance, reinsurance and all other necessary MMRMA obligations are paid into the MMRMA General Fund. The Board of Directors of MMRMA has also established a minimum amount of funds each member must maintain on deposit with MMRMA.

The Member's Funds on Deposit are used to pay losses and allocated loss adjustment costs that fall within the Township's self-insured retention limits along with certain other member specific costs.

Accordingly, the Township records in the General Fund an asset for funds on deposit in the member retention fund of the MMRMA and a liability for incurred claims and allocated claims adjustment not paid as estimated by MMRMA. At March 31, 2026, the balance of the Township's funds prepaid in the Member Retention Fund of the MMRMA was \$160,722 and the claims incurred and allocated claims adjustment accrued was \$198,257.

The Township's self-insured retention limits must be fully satisfied before the MMRMA will assume any responsibility for payment of losses. The Township participates in MMRMA's Stop Loss Program. The stop loss program limits the self-insured retention limit payments made on behalf of the Township in the MMRMA's fiscal year.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 13 – OTHER INFORMATION (Continued)

Risk Management (Continued)

The Township's self-insured retention limits are as follows:

Coverage	Self-Insured Retention
Liability Non deductible	\$200,000 per occurrence
Vehicle physical damage \$1,000 deductible per occurrence	\$15,000 per vehicle \$30,000 per occurrence
Property and crime \$1,000 member deductible	N/A
Sewage system overflow No deductible	\$150,000 per occurrence
Workers' compensation-commercial insurance provider	

At March 31, 2026, there were no claims which exceeded insurance coverage for any of the past seven fiscal years. The Township had no significant reduction in insurance coverage from previous years.

The Township transitioned to a self-insured health plan on January 1, 2020. Cigna administers and processes the daily claims. The Township is responsible for individual claims up to \$130,000. The Township estimates the liability for medical claims that have been incurred through the end of the fiscal year, which includes claims that have been reported as well as those that have not yet been reported. The liability for medical claims totaled \$298,104 at March 31, 2026 and is recorded as a current liability in the statement of net position (deficit).

Library

The library is exposed to risks of loss related to theft of damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Library's general liability and property damage insurance is included in the Township's plan. Employee benefits are included in the Township's self-insured health plan and workers' compensation is obtained through commercial insurance providers through the Township.

At March 31, 2026, there were no claims which exceeded insurance coverage for any of the past five fiscal years. The Library had no significant reduction in insurance coverage from previous years.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 13 – OTHER INFORMATION (Continued)

Property Taxes

- a. Property taxes are assessed as of December 31 and the resulting property taxes become a lien on December 1 of the following year for the township taxes.
- b. The tax levy dates and the budget years are as follows:

<u>Budget Year</u>	<u>Tax Levy Date</u>
County – October 1, 2024 through September 30, 2025	6-1-2025
Township – April 1, 2025 through March 31, 2026	12-1-2025

The 2025 tax levy is summarized as follows:

	<u>Taxable Value</u>	<u>Millage Rate</u>	<u>Revenue</u>
Township			
General	\$ 5,395,634,891	2.1213	\$ 11,445,760
Senior services	\$ 5,395,634,891	0.3299	1,780,020
Public safety - voted	\$ 5,395,634,891	6.3533	34,280,087
Roads - voted	\$ 5,395,634,891	0.6625	3,574,608
Library-operating-voted perpetual	\$ 5,395,634,891	1.8482	9,972,212
Drain debt service	\$ 5,395,634,891	0.0630	339,925
Capital improvements	\$ 5,395,634,891	0.3242	1,749,265
Safety path - voted	\$ 5,395,634,891	0.4469	2,411,309
Total Township		<u>12.1493</u>	<u>\$ 65,553,186</u>
County Transportation - voted	\$ 5,395,634,891	<u>0.9407</u>	<u>\$ 5,075,674</u>

NOTE 14 – LEASES

The Township leases certain assets to third parties with fixed monthly payments. The assets include the District Court Building, and land, tower and building space for telecommunications equipment.

During the year ended March 31, 2026, the Township recognized the following related to its lessor agreements:

Lease revenue	\$ 754,704
Interest income related to its leases	\$ 41,217

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 15 – LITIGATION

The Township is a defendant in lawsuits arising principally in the normal course of its operations. The outcomes of these legal proceedings and potential claims are not yet determinable. However, based on the opinion of legal counsel and information currently available, management believes that the estimated losses resulting from these matters, individually and in the aggregate, will not have a material adverse effect on the financial condition of the Township.

NOTE 16 – ADJUSTMENT TO BEGINNING FUND BALANCE/NET POSITION

For the year ended March 31, 2026, the Township had the following adjustment to beginning fund balance/net position for the following funds, governmental activities, and business-type activities.

	MAJOR GOVERNMENTAL FUND	MAJOR ENTERPRISE FUND
	Special Assessment Debt Service Fund	Water and Sewer Fund
Beginning fund balance as previously reported	\$ 4,433,183	\$ 92,489,609
Correction of an error in beginning fund balance as a result of the incorrect recording of revenue	(1,834,344)	4,456,857
Beginning fund balance as restated	<u>\$ 2,598,839</u>	<u>\$ 96,946,466</u>
	PRIMARY GOVERNMENT	PRIMARY GOVERNMENT
	Governmental Activities	Business-type Activities
Beginning net position as previously reported	\$ (50,421,053)	\$ 92,489,609
Correction of an error in beginning net position as a result of the incorrect recording of revenue	21,597,976	4,456,857
Beginning net position as restated	<u>\$ (28,823,077)</u>	<u>\$ 96,946,466</u>

During fiscal year 2026, the Township determined that there was revenue related to Special Assessment Debt Service Fund that was recorded in prior years that should have been deferred. This resulted in an overstatement of net position of governmental activities and fund balance of \$1,834,344. In addition, there was revenue related to the Special Assessment Debt Service Fund that should have been recorded in the governmental activities in prior years when the assessment was levied. This resulted in an understatement of net position of governmental activities of \$23,432,320. These two items resulted in a net understatement of net position of governmental activities in the amount of \$21,597,976.

During fiscal year 2026, The Township determined that there was revenue related to special assessments in the Water and Sewer Fund that should have been recorded in the fund in prior years when the assessment was levied. This resulted in an understatement in net position of the business-type activities and the Water and Sewer Fund in the amount of \$4,456,857.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
March 31, 2026

NOTE 17 – SUBSEQUENT EVENTS

The Township's management has performed a review of events subsequent to the balance sheet date through September 28, 2026, the date the financial statements were available to be issued.

On June 11, 2026, the Township closed on the refunding of the Twp Campus Construction Bonds with a par amount of \$8,665,000 at 5% and premium of \$613,384. The bonds are to be repaid over six years through May 1, 2032. The net present value of savings on the refunding is approximately \$481,000.

On September 15, 2026, the Township issued SAD bonds with a par amount of \$8,415,000. The transaction is expected to close in October 2026.

REQUIRED SUPPLEMENTARY INFORMATION

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
Year Ended March 31, 2026

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUE				
Taxes and assessments	\$ 11,701,000	\$ 11,701,000	\$ 11,756,454	\$ 55,454
Grants	440,000	440,000	280,866	(159,134)
State shared revenues	4,900,000	5,000,000	5,069,886	69,886
Charges for services	499,000	499,000	625,010	126,010
Licenses, permits and fees	161,000	161,000	255,831	94,831
Investment earnings	3,000,000	5,950,000	4,351,794	(1,598,206)
Fines and forfeitures	912,000	912,000	1,331,762	419,762
Rent	803,814	803,814	754,022	(49,792)
Reimbursements	30,000	30,000	36,913	6,913
Miscellaneous	590,000	590,000	595,044	5,044
Total revenue	23,036,814	26,086,814	25,057,582	(1,029,232)
EXPENDITURES				
Current				
Legislative	42,500	44,000	43,732	268
Judicial	1,375,000	1,575,000	1,410,369	164,631
General government	12,032,631	11,676,131	10,711,302	964,829
Public safety	390,545	400,545	356,768	43,777
Community enrichment and development	644,313	569,313	528,306	41,007
Capital outlay	919,000	809,000	705,253	103,747
Total expenditures	15,403,989	15,073,989	13,755,730	1,318,259
EXCESS OF REVENUE OVER EXPENDITURES	7,632,825	11,012,825	11,301,852	289,027
OTHER FINANCING SOURCES (USES)				
Transfers in	6,265,000	6,265,000	6,265,000	-
Transfers out	(13,756,688)	(17,256,688)	(17,255,999)	689
Total other financing sources (uses)	(7,491,688)	(10,991,688)	(10,990,999)	689
NET CHANGE IN FUND BALANCE	141,137	21,137	310,853	289,716
FUND BALANCE, Beginning of year	16,847,469	16,847,469	16,847,469	-
FUND BALANCE, End of year	\$ 16,988,606	\$ 16,868,606	\$ 17,158,322	\$ 289,716

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
BUDGETARY COMPARISON SCHEDULE - ROAD FUND
Year Ended March 31, 2026

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUE				
Taxes	\$ 3,558,000	\$ 3,558,000	\$ 3,574,357	\$ 16,357
Grants	-	-	3,120	3,120
Road fund repayments	885,533	885,533	902,790	17,257
Charges for services	45,000	45,000	71,947	26,947
Reimbursements	15,000	15,000	22,108	7,108
Miscellaneous	37,000	37,000	58,051	21,051
Total revenue	4,540,533	4,540,533	4,632,373	91,840
EXPENDITURES				
Public works	5,111,901	5,111,901	4,957,670	154,231
Capital outlay	1,142,500	1,142,500	1,060,351	82,149
Total expenditures	6,254,401	6,254,401	6,018,021	236,380
EXCESS OF REVENUE UNDER EXPENDITURES	(1,713,868)	(1,713,868)	(1,385,648)	328,220
OTHER FINANCING SOURCES (USES)				
Transfers in	2,700,000	2,700,000	2,400,000	(300,000)
Transfers out	(954,669)	(954,669)	(955,237)	(568)
Total other financing sources (uses)	1,745,331	1,745,331	1,444,763	(300,568)
NET CHANGE IN FUND BALANCE	31,463	31,463	59,115	27,652
FUND BALANCE, Beginning of year	2,884,905	2,884,905	2,884,905	-
FUND BALANCE, End of year	\$ 2,916,368	\$ 2,916,368	\$ 2,944,020	\$ 27,652

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
BUDGETARY COMPARISON SCHEDULE - PUBLIC SAFETY FUND
Year Ended March 31, 2026

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUE				
Taxes	\$ 34,137,000	\$ 34,137,000	\$ 34,260,591	\$ 123,591
Grants	1,984,487	1,984,487	2,224,776	240,289
State share revenue	39,000	39,000	39,409	409
Charges for services	1,682,000	1,682,000	2,106,570	424,570
Licenses, permits and fees	57,000	57,000	47,039	(9,961)
Reimbursements	35,000	35,000	34,147	(853)
Miscellaneous	600,000	600,000	679,275	79,275
Total revenue	38,534,487	38,534,487	39,391,807	857,320
EXPENDITURES				
Public safety	35,140,183	35,140,183	32,420,778	2,719,405
Capital outlay	3,939,987	3,939,987	4,090,461	(150,474)
Total expenditures	39,080,170	39,080,170	36,511,239	2,568,931
EXCESS OF REVENUE OVER (UNDER)				
EXPENDITURES	(545,683)	(545,683)	2,880,568	3,426,251
OTHER FINANCING SOURCES (USES)				
Transfers in	9,500,000	9,500,000	7,150,000	(2,350,000)
Transfers out	(8,895,990)	(8,895,990)	(9,894,794)	(998,804)
Total other financing sources (uses)	604,010	604,010	(2,744,794)	(3,348,804)
NET CHANGE IN FUND BALANCE	58,327	58,327	135,774	77,447
FUND BALANCE, Beginning of year	14,444,098	14,444,098	14,444,098	-
FUND BALANCE, End of year	\$ 14,502,425	\$ 14,502,425	\$ 14,579,872	\$ 77,447

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION – BUDGETARY
INFORMATION
March 31, 2026

The Township's approved budgets were adopted at the activity (department) level in the General Fund and the total expenditure level in the Special Revenue Funds. However, for control purposes all budgets are maintained at the object (account) level. These are the legally enacted levels under the State of Michigan Uniform Budgeting and Accounting Act.

Encumbrance accounting is not employed in governmental funds. If encumbrance accounting were employed, encumbrances (e.g., purchase orders, contracts) outstanding at year end would be reported as assigned fund balances and would not constitute expenditures or liabilities because the goods or services had not been received as of year-end; the commitments would be reappropriated and honored during the subsequent year.

Instead, amounts encumbered for purchase orders, contracts, etc., are not tracked during the year. Budget appropriations are considered to be spent once the goods are delivered or the services rendered.

Michigan Public Act 621 of 1978, Section 18, as amended, provides that a local governmental unit shall not incur expenditures in excess of the amount appropriated at the legally enacted level. The Michigan Department of Treasury requires the reporting of any significant overages at the legal level of budgetary control level (any overages at the legal level of budgetary control greater than 10% of total expenditures and overage itself is larger than 10%). During the fiscal year ended March 31, 2026, the Township did not have any overages.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF CHANGES IN THE TOWNSHIP NET PENSION LIABILITY AND
RELATED RATIOS - PENSION TRUST
Last Ten Fiscal Years

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
TOTAL PENSION LIABILITY										
Service cost	\$ 2,068,980	\$ 2,268,071	\$ 2,456,409	\$ 2,578,015	\$ 2,667,741	\$ 2,823,092	\$ 2,765,836	\$ 2,776,101	\$ 2,880,877	\$ 3,093,406
Interest on the total pension liability	14,961,903	14,887,927	14,809,844	14,425,852	14,122,649	13,913,778	13,246,768	12,725,992	12,583,951	12,185,184
Differences between expected and actual experience including assumption changes	2,938,918	(28,830)	(868,727)	3,149,407	1,515,880	(61,406)	7,445,779	(4,559,366)	4,250,290	1,800,149
Benefit payments and refunds	(15,485,641)	(15,846,352)	(13,996,199)	(13,484,011)	(12,851,513)	(12,387,038)	(11,735,783)	(11,227,437)	(10,815,004)	(10,006,265)
Net change in total pension liability	4,484,160	1,280,816	2,401,327	6,669,263	5,454,757	4,288,426	11,722,600	(284,710)	8,900,114	7,072,474
Total pension liability, Beginning of year	255,741,296	254,460,480	252,059,153	245,389,890	239,935,133	235,646,707	223,924,107	224,208,817	215,308,703	208,236,229
Total pension liability, End of year	<u>\$ 260,225,456</u>	<u>\$ 255,741,296</u>	<u>\$ 254,460,480</u>	<u>\$ 252,059,153</u>	<u>\$ 245,389,890</u>	<u>\$ 239,935,133</u>	<u>\$ 235,646,707</u>	<u>\$ 223,924,107</u>	<u>\$ 224,208,817</u>	<u>\$ 215,308,703</u>
PLAN FIDUCIARY NET POSITION										
Employer contributions	\$ 5,233,720	\$ 5,358,260	\$ 9,129,500	\$ 4,874,840	\$ 4,851,430	\$ 4,446,439	\$ 3,379,195	\$ 3,583,851	\$ -	\$ -
Employee contributions	164,911	178,398	195,377	222,900	249,381	272,668	276,337	282,681	302,840	317,049
Pension plan net investment income (loss)	19,513,350	11,551,233	16,643,190	(2,228,640)	4,531,122	38,723,643	(4,841,807)	4,689,152	9,648,546	13,843,427
Benefit payments and refunds	(15,485,641)	(15,846,352)	(13,996,199)	(13,484,011)	(12,851,513)	(12,387,038)	(11,735,783)	(11,227,437)	(10,815,004)	(10,006,265)
Other expenses	(46,560)	(42,426)	(50,955)	(48,777)	(49,304)	(49,945)	(55,740)	(85,552)	(81,273)	(86,325)
Net change in plan fiduciary net position	9,379,780	1,199,113	11,920,913	(10,663,688)	(3,268,884)	31,005,767	(12,977,798)	(2,757,305)	(944,891)	4,067,886
Plan fiduciary net position, Beginning of year	223,388,379	222,189,266	210,268,353	220,932,041	224,200,925	193,195,158	206,172,956	208,930,261	209,875,152	205,807,266
Plan fiduciary net position, End of year	<u>\$ 232,768,159</u>	<u>\$ 223,388,379</u>	<u>\$ 222,189,266</u>	<u>\$ 210,268,353</u>	<u>\$ 220,932,041</u>	<u>\$ 224,200,925</u>	<u>\$ 193,195,158</u>	<u>\$ 206,172,956</u>	<u>\$ 208,930,261</u>	<u>\$ 209,875,152</u>
Township's Net Pension Liability	<u>\$ 27,457,297</u>	<u>\$ 32,352,917</u>	<u>\$ 32,271,214</u>	<u>\$ 41,790,800</u>	<u>\$ 24,457,849</u>	<u>\$ 15,734,208</u>	<u>\$ 42,451,549</u>	<u>\$ 17,751,151</u>	<u>\$ 15,278,556</u>	<u>\$ 5,433,551</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	89.45%	87.35%	87.32%	83.42%	90.03%	93.44%	81.99%	92.07%	93.19%	97.48%
Covered Employee Payroll	<u>\$ 7,439,709</u>	<u>\$ 8,133,134</u>	<u>\$ 8,922,259</u>	<u>\$ 9,469,719</u>	<u>\$ 9,912,679</u>	<u>\$ 10,130,103</u>	<u>\$ 11,223,752</u>	<u>\$ 11,324,871</u>	<u>\$ 10,941,904</u>	<u>\$ 11,627,527</u>
Net Pension Liability as a Percentage of Covered Payroll	369.06%	397.79%	361.69%	441.31%	246.73%	155.32%	378.23%	156.74%	139.63%	46.73%

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF INVESTMENT RETURNS - PENSION TRUST
Last Ten Fiscal Years

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Annual money-weighted rate of return, net of investment expense	9.0%	5.4%	8.1%	-1.0%	2.1%	20.6%	-2.4%	2.3%	4.7%	6.9%

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF TOWNSHIP CONTRIBUTIONS - PENSION TRUST
Last Ten Fiscal Years

		2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	**	\$ 5,446,685	\$ 5,575,713	\$ 4,837,010	\$ 5,074,787	\$ 5,050,416	\$ 4,120,637	\$ 3,506,480	\$ 3,718,845	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	**	5,446,685	5,575,713	9,500,000	5,074,787	5,050,416	4,620,637	3,506,480	3,718,845	-	-
Contribution excess (deficiency)		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,662,990</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 500,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	**	\$ 7,920,254	\$ 8,613,679	\$ 9,388,798	\$ 9,936,258	\$ 10,601,057	\$ 11,128,632	\$ 12,138,645	\$ 12,273,467	\$ 11,162,527	\$ 13,118,137
Contributions as a percentage of covered employee payroll		68.77%	64.73%	101.18%	51.07%	47.64%	41.52%	28.89%	30.30%	0.00%	0.00%

** Includes Township and Library

Notes to Schedule of Township Contributions

Actuarial valuation information relative to the determination of contributions:

Valuation Date: January 1, 2025

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

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal
Amortization method	Level dollar, closed, 13 years remaining amortization
Asset valuation method	Non-asymptotic, 5-year smoothing
Wage inflation	2.5%
Salary increases	3.5%
Investment rate of return	6.00%
Retirement age	General administrative employees and police department civilians: Age 52 with 8 years of service or 30 years of service. Fire department bargaining members and command officers: Age 52 with 8 years of service. Bloomfield Village police: Age 55 with 10 years of service or age 60 with 8 years of service.
Mortality	Pub-2010 Mortality Table with generational projection per MP-2021 with PubS-2010 for public safety groups and PubG-2010 for all others.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF CHANGES IN THE TOWNSHIP NET OPEB LIABILITY AND
RELATED RATIOS - RETIRED EMPLOYEES HEALTHCARE PLAN
Last Nine Fiscal Years (Schedule is built prospectively upon implementation of GASB 74)

	2026	2025	2024	2023	2022	2021	2020	2019	2018
TOTAL OPEB LIABILITY									
Service cost	\$ 1,201,424	\$ 1,267,604	\$ 1,503,645	\$ 1,499,976	\$ 1,585,028	\$ 1,780,999	\$ 4,340,848	\$ 4,076,621	\$ 4,147,825
Interest	5,942,745	6,243,532	6,071,194	6,190,674	5,999,291	7,260,735	6,797,577	6,966,037	6,721,348
Changes in assumptions and other inputs	-	(7,738,598)	-	(5,450,862)	-	(25,485,923)	(60,272,528)	(6,426,731)	(828,808)
Benefit payments and refunds	(4,865,417)	(4,577,679)	(4,358,489)	(4,114,655)	(4,498,723)	(4,272,525)	(4,863,894)	(5,051,788)	(4,822,601)
Net change in total OPEB liability	2,278,752	(4,805,141)	3,216,350	(1,874,867)	3,085,596	(20,716,714)	(53,997,997)	(435,861)	5,217,764
Total OPEB liability - Beginning of year	100,241,629	105,046,770	101,830,420	103,705,287	100,619,691	121,336,405	175,334,402	175,770,263	170,552,499
Total OPEB liability - End of year	102,520,381	100,241,629	105,046,770	101,830,420	103,705,287	100,619,691	121,336,405	175,334,402	175,770,263
PLAN FIDUCIARY NET POSITION									
Employer contributions	7,365,417	5,877,679	6,158,489	5,614,655	6,012,048	7,016,893	7,107,238	5,796,653	5,035,596
OPEB plan net investment income (loss)	4,643,375	989,532	2,859,972	(1,087,420)	(290,117)	5,158,993	(1,309,957)	203,550	642,738
Benefit payments and refunds	(4,865,417)	(4,577,679)	(4,358,489)	(4,114,655)	(4,498,723)	(4,272,525)	(4,863,894)	(5,051,788)	(4,822,601)
Administrative expenses	(21,613)	(69,159)	(22,110)	(35,397)	(47,720)	(25,457)	(36,068)	(25,422)	(20,902)
Net change in plan fiduciary net position	7,121,762	2,220,373	4,637,862	377,183	1,175,488	7,877,904	897,319	922,993	834,831
Plan fiduciary net position - Beginning of year	29,828,902	27,608,529	22,970,667	22,593,484	21,417,996	13,540,092	12,642,773	11,719,780	10,884,949
Plan fiduciary net position - End of year	36,950,664	29,828,902	27,608,529	22,970,667	22,593,484	21,417,996	13,540,092	12,642,773	11,719,780
Township's Net OPEB Liability	\$ 65,569,717	\$ 70,412,727	\$ 77,438,241	\$ 78,859,753	\$ 81,111,803	\$ 79,201,695	\$ 107,796,313	\$ 162,691,629	\$ 164,050,483
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	36.04%	29.76%	26.28%	22.56%	21.79%	21.29%	11.16%	7.21%	6.67%
Covered Employee Payroll	\$ 9,237,009	\$ 9,237,009	\$ 10,625,723	\$ 10,625,723	\$ 11,198,209	\$ 11,198,209	\$ 12,481,668	\$ 12,481,668	\$ 13,838,660
Net OPEB Liability as a Percentage of Covered Payroll	709.86%	762.29%	728.78%	742.16%	724.33%	707.27%	863.64%	1303.44%	1185.45%

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN

REQUIRED SUPPLEMENTAL INFORMATION

SCHEDULE OF INVESTMENT RETURNS - RETIRED EMPLOYEES HEALTHCARE PLAN

Last Nine Fiscal Years (Schedule is built prospectively upon implementation of GASB 74)

	2026	2025	2024	2023	2022	2021	2020	2019	2018
Annual money-weighted rate of return, net of investment expense									
Township	15.37%	3.56%	12.39%	-4.75%	2.01%	36.18%	-12.98%	1.71%	5.68%
Building and Cable	N/A	N/A	12.47%	-4.67%	-1.17%	38.19%	-7.32%	1.70%	6.02%
Cable	N/A	N/A	12.50%	-4.68%	-1.14%	38.33%	-7.39%	1.70%	6.02%
Water & Sewer	N/A	N/A	12.45%	-4.85%	-1.28%	37.87%	-8.31%	1.78%	6.08%
Public Safety	N/A	N/A	12.01%	-4.75%	-5.42%	N/A	N/A	N/A	N/A

* Beginning fiscal year 2025, plan assets were combined.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF TOWNSHIP CONTRIBUTIONS -
RETIRED EMPLOYEES HEALTHCARE PLAN
LAST TEN FISCAL YEARS

	2026	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 8,787,689	\$ 8,787,689	\$ 9,171,002	\$ 9,171,002	\$ 9,381,499	\$ 9,381,499	\$ 15,335,501	\$ 14,979,038	\$ 14,117,096	\$ 13,238,120
Contributions in relation to the actuarially determined contribution	7,365,417	5,877,679	6,158,489	5,614,655	6,012,048	7,016,893	7,107,238	5,796,653	5,035,596	4,613,559
Contribution excess (deficiency)	<u>\$ (1,422,272)</u>	<u>\$ (2,910,010)</u>	<u>\$ (3,012,513)</u>	<u>\$ (3,556,347)</u>	<u>\$ (3,369,451)</u>	<u>\$ (2,364,606)</u>	<u>\$ (8,228,263)</u>	<u>\$ (9,182,385)</u>	<u>\$ (9,081,500)</u>	<u>\$ (8,624,561)</u>
Covered employee payroll	\$ 9,237,009	\$ 9,237,009	\$ 10,625,723	\$ 10,625,723	\$ 11,198,209	\$ 11,198,209	\$ 12,481,668	\$ 12,481,668	\$ 13,838,660	\$ 15,279,000
Contributions as a percentage of covered employee payroll	79.74%	63.63%	57.96%	52.84%	53.69%	62.66%	56.94%	46.44%	36.39%	30.20%

Methods and assumptions used to determine contribution rates for 2026 (Based on the April 1, 2024 Valuation)

Valuation Date:	April 1, 2024
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar
Remaining amortization period	13 years
Asset valuation method	Market Value
Inflation	2.30%
Salary increases	3.50% including inflation
Investment rate of return	6.00%
Retirement age	Experience-based table rates that are specific to the type of eligibility condition
Mortality	Police and Fire: PubS-2010 Mortality Table with generational projection per the MP-2021 scale, with employee rates before benefit commencement and healthy or disabled annuitant rates after benefit commencement. Others: PubG-2010 Mortality Table with generational projection per the MP-2021 scale, with employee rates before benefit commencement and healthy or disabled annuitant rates after benefit commencement.
Health care trend rates	6.80% - 3.70%

SUPPLEMENTARY INFORMATION

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
March 31, 2026

Nonmajor Special Revenue Funds											Nonmajor Debt Service Funds	Total
	Senior Services	Bloomfield Village Police	Bloomfield Village Fire	Lake Improvement	Building Inspection	Federal Forfeitures	Drug Law Enforcement	Safety Path	Cable Studio	Opioid Settlement		
ASSETS												
Cash and investments	\$ 3,070,375	\$ 652,175	\$ 477,459	\$ 404,256	\$ 4,598,439	\$ 241,270	\$ 182,670	\$ 2,692,681	\$ 1,979,400	\$ 295,956	\$ 2,394,093	\$ 16,988,774
Receivables (net) - other	71,699	-	-	11,172	3,392	-	-	-	385,746	487,926	-	959,935
Total assets	<u>\$ 3,142,074</u>	<u>\$ 652,175</u>	<u>\$ 477,459</u>	<u>\$ 415,428</u>	<u>\$ 4,601,831</u>	<u>\$ 241,270</u>	<u>\$ 182,670</u>	<u>\$ 2,692,681</u>	<u>\$ 2,365,146</u>	<u>\$ 783,882</u>	<u>\$ 2,394,093</u>	<u>\$ 17,948,709</u>
LIABILITIES												
Accounts payable	\$ 67,548	\$ 600	\$ 1,051	\$ 3,366	\$ 60,788	\$ -	\$ -	\$ 112,630	\$ 225,441	\$ -	\$ -	\$ 471,424
Accrued expenses and other liabilities	51,697	20,624	4,485	-	50,262	-	-	4,818	33,616	-	-	165,502
Refundable bonds	-	-	-	-	223,150	-	-	-	-	-	-	223,150
Escrow deposits	-	-	-	-	1,361	-	-	-	-	-	-	1,361
Total liabilities	<u>119,245</u>	<u>21,224</u>	<u>5,536</u>	<u>3,366</u>	<u>335,561</u>	<u>-</u>	<u>-</u>	<u>117,448</u>	<u>259,057</u>	<u>-</u>	<u>-</u>	<u>861,437</u>
DEFERRED INFLOW OF RESOURCES												
Opioid settlement - unavailable revenue	-	-	-	-	-	-	-	-	-	487,926	-	487,926
FUND BALANCES												
Restricted:												
Debt service	-	-	-	-	-	-	-	-	-	-	2,394,093	2,394,093
Roads and safety paths	-	-	-	-	-	-	-	2,575,233	-	-	-	2,575,233
Public safety	-	630,951	471,923	-	-	241,270	182,670	-	-	-	-	1,526,814
Community enrichment	-	-	-	412,062	-	-	-	-	-	-	-	412,062
Opioid settlement	-	-	-	-	-	-	-	-	-	295,956	-	295,956
Assigned:												
Community enrichment	3,022,829	-	-	-	-	-	-	-	2,106,089	-	-	5,128,918
Building inspection	-	-	-	-	4,266,270	-	-	-	-	-	-	4,266,270
Total fund balances	<u>3,022,829</u>	<u>630,951</u>	<u>471,923</u>	<u>412,062</u>	<u>4,266,270</u>	<u>241,270</u>	<u>182,670</u>	<u>2,575,233</u>	<u>2,106,089</u>	<u>295,956</u>	<u>2,394,093</u>	<u>16,599,346</u>
Total liabilities and fund balances	<u>\$ 3,142,074</u>	<u>\$ 652,175</u>	<u>\$ 477,459</u>	<u>\$ 415,428</u>	<u>\$ 4,601,831</u>	<u>\$ 241,270</u>	<u>\$ 182,670</u>	<u>\$ 2,692,681</u>	<u>\$ 2,365,146</u>	<u>\$ 783,882</u>	<u>\$ 2,394,093</u>	<u>\$ 17,948,709</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended March 31, 2026

	Nonmajor Special Revenue Funds										Nonmajor Debt Service Funds	Total
	Senior Services	Bloomfield Village Police	Bloomfield Village Fire	Lake Improvement	Building Inspection	Federal Forfeitures	Drug Law Enforcement	Safety Path	Cable Studio	Opioid Settlement		
REVENUES												
Taxes and assessments	\$ 1,779,323	\$ 606,000	\$ 159,871	\$ 479,754	\$ -	\$ -	\$ -	\$ 2,411,111	\$ -	\$ -	\$ 2,089,359	\$ 7,525,418
Grants	1,187,056	-	-	-	-	32,272	-	2,106	-	-	2,010	1,223,444
Charges for services	803,300	-	-	-	2,532,536	-	-	-	15,020	-	-	3,350,856
Licenses, permits and fees	-	-	-	-	-	-	-	-	1,537,522	-	-	1,537,522
Fines and forfeitures	-	-	-	726	-	-	43,817	-	-	-	-	44,543
Reimbursements	-	-	-	75,239	-	-	-	-	-	-	-	75,239
Miscellaneous	43,371	-	-	-	15,398	-	17,955	33,451	5,544	52,735	-	168,454
Total revenues	3,813,050	606,000	159,871	555,719	2,547,934	32,272	61,772	2,446,668	1,558,086	52,735	2,091,369	13,925,476
EXPENDITURES												
Operating:												
General government	-	-	-	-	1,689,757	-	-	-	-	-	-	1,689,757
Public works	-	-	-	-	-	-	-	1,091,152	-	-	-	1,091,152
Public safety	-	490,928	132,176	-	-	10,755	106,720	-	-	-	-	740,579
Community enrichment and development	2,014,403	-	-	432,314	-	-	-	-	1,117,739	-	-	3,564,456
Debt service	-	-	-	-	-	-	-	-	-	-	668	668
Capital outlay	1,043,014	-	-	-	11,137	13,107	-	1,170,622	273,227	-	-	2,511,107
Debt service:												
Principal retirement	-	-	-	-	-	-	-	-	-	-	1,499,533	1,499,533
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-	581,539	581,539
Administrative charges	-	-	-	-	-	-	-	-	-	-	1,298	1,298
Total expenditures	3,057,417	490,928	132,176	432,314	1,700,894	23,862	106,720	2,261,774	1,390,966	-	2,083,038	11,680,089
Revenues over (under) expenditures	755,633	115,072	27,695	123,405	847,040	8,410	(44,948)	184,894	167,120	52,735	8,331	2,245,387
OTHER FINANCING SOURCES (USES)												
Transfers out	(438,899)	(48,480)	(15,000)	-	(402,266)	-	-	(80,000)	(265,598)	-	-	(1,250,243)
Net change in fund balances	316,734	66,592	12,695	123,405	444,774	8,410	(44,948)	104,894	(98,478)	52,735	8,331	995,144
FUND BALANCES, Beginning of year	2,706,095	564,359	459,228	288,657	3,821,496	232,860	227,618	2,470,339	2,204,567	243,221	2,385,762	15,604,202
FUND BALANCES, End of year	\$ 3,022,829	\$ 630,951	\$ 471,923	\$ 412,062	\$ 4,266,270	\$ 241,270	\$ 182,670	\$ 2,575,233	\$ 2,106,089	\$ 295,956	\$ 2,394,093	\$ 16,599,346

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
March 31, 2026

	Nonmajor Debt Service Funds		
	Campus Construction Debt Retirement	Drain at-Large	Total
ASSETS			
Cash and investments	\$ 1,642,698	\$ 751,395	\$ 2,394,093
FUND BALANCES			
Restricted - Debt service	\$ 1,642,698	\$ 751,395	\$ 2,394,093

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
Year Ended March 31, 2026

	Nonmajor Debt Service Funds		
	Campus Construction Debt Retirement	Drain at-Large	Total
REVENUES			
Taxes and assessments	\$ 1,749,299	\$ 340,060	\$ 2,089,359
State grants	1,627	383	2,010
Total revenues	<u>1,750,926</u>	<u>340,443</u>	<u>2,091,369</u>
EXPENDITURES			
Operating:			
Debt service	540	128	668
Debt service:			
Principal retirement	1,200,000	299,533	1,499,533
Interest and fiscal charges	546,500	35,039	581,539
Administrative charges	500	798	1,298
Total expenditures	<u>1,747,540</u>	<u>335,498</u>	<u>2,083,038</u>
Net change in fund balances	3,386	4,945	8,331
FUND BALANCES , Beginning of year	<u>1,639,312</u>	<u>746,450</u>	<u>2,385,762</u>
FUND BALANCES , End of year	<u>\$ 1,642,698</u>	<u>\$ 751,395</u>	<u>\$ 2,394,093</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION AND OTHER POSTEMPLOYMENT BENEFIT FUNDS
March 31, 2026

	Retiree Health Care Fund <u>March 31, 2026</u>	Retirement System Pension Trust <u>December 31, 2025</u>	401(a) Defined Contribution Plan <u>March 31, 2026</u>	Total Pension and Other Employee Trust Funds <u></u>
ASSETS				
Investments:				
Mutual funds, stocks and other investments	\$ 33,936,274	\$ 126,459,141	\$ 27,332,877	\$ 187,728,292
Guaranteed deposit account fixed income fund	-	109,074,682	-	109,074,682
Real estate investment fund	3,034,941	8,181,269	-	11,216,210
Accounts receivable	-	91,519	-	91,519
Total assets	<u>36,971,215</u>	<u>243,806,611</u>	<u>27,332,877</u>	<u>308,110,703</u>
LIABILITIES - Accrued provisional interest	<u>20,551</u>	<u>112,324</u>	<u>-</u>	<u>132,875</u>
NET POSITION				
Restricted:				
Pensions - Defined benefit	-	243,694,287	-	243,694,287
Pensions - Defined contribution	-	-	27,332,877	27,332,877
Other post-employment benefits	<u>36,950,664</u>	<u>-</u>	<u>-</u>	<u>36,950,664</u>
Total net position	<u>\$ 36,950,664</u>	<u>\$ 243,694,287</u>	<u>\$ 27,332,877</u>	<u>\$ 307,977,828</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION AND OTHER POSTEMPLOYMENT FUNDS
Year Ended March 31, 2026

	Retiree Health Care Fund	Retirement System Pension Trust	401(a) Defined Contribution Plan	Total
	Year Ended March 31, 2026	Year Ended December 31, 2025	Year Ended March 31, 2026	
ADDITIONS				
Contributions:				
Employer	\$ 7,365,417	\$ 5,446,685	\$ 2,085,343	\$ 14,897,445
Employee	-	176,835	296,894	473,729
Total contributions	7,365,417	5,623,520	2,382,237	15,371,174
Investment income:				
Net change in fair value of investments	3,495,676	17,802,036	2,424,168	23,721,880
Interest income	1,381,553	4,349,696	-	5,731,249
Dividend income	-	1,794,202	986,965	2,781,167
Total investment income	4,877,229	23,945,934	3,411,133	32,234,296
Total additions	12,242,646	29,569,454	5,793,370	47,605,470
DEDUCTIONS				
Distributions	4,865,417	15,943,534	1,042,820	21,851,771
Administrative fees	255,467	1,134,996	58,968	1,449,431
Total deductions	5,120,884	17,078,530	1,101,788	23,301,202
NET INCREASE IN NET POSITION HELD IN TRUST	7,121,762	12,490,924	4,691,582	24,304,268
NET POSITION HELD IN TRUST, Beginning of year	29,828,902	231,203,363	22,641,295	283,673,560
NET POSITION HELD IN TRUST, End of year	<u>\$ 36,950,664</u>	<u>\$ 243,694,287</u>	<u>\$ 27,332,877</u>	<u>\$ 307,977,828</u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
March 31, 2026

	OCVCTF Federal Forfeitures	OCVCTF State Forfeitures	Miscellaneous Custodial Funds	Total Custodial Funds
ASSETS				
Cash	\$ 497,964	\$ 41,536	\$ 381,934	\$ 921,434
LIABILITIES				
Accounts payable	<u>1,338</u>	<u>-</u>	<u>566</u>	<u>1,904</u>
NET POSITION				
Restricted for individuals, organizations, and other governments	<u>496,626</u>	<u>41,536</u>	<u>381,368</u>	<u>919,530</u>
Total net position	<u><u>\$ 496,626</u></u>	<u><u>\$ 41,536</u></u>	<u><u>\$ 381,368</u></u>	<u><u>\$ 919,530</u></u>

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
Year Ended March 31, 2026

	Current Tax Collection Fund	OCVCTF Federal Forfeitures	OCVCTF State Forfeitures	Miscellaneous Custodial Funds	Total Custodial Funds
ADDITIONS					
Revenues:					
Taxes and assessments	\$151,432,703	\$ -	\$ -	\$ -	\$151,432,703
Payments collected on behalf of others	-	-	-	207,000	207,000
Total additions	<u>151,432,703</u>	<u>-</u>	<u>-</u>	<u>207,000</u>	<u>151,639,703</u>
DEDUCTIONS					
Distributions:					
Other disbursements	-	38,115	858	-	38,973
Payments disbursed to others	<u>151,432,703</u>	<u>-</u>	<u>-</u>	<u>162,250</u>	<u>151,594,953</u>
Total deductions	<u>151,432,703</u>	<u>38,115</u>	<u>858</u>	<u>162,250</u>	<u>151,633,926</u>
NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION	-	(38,115)	(858)	44,750	5,777
NET POSITION, Beginning of year	<u>-</u>	<u>534,741</u>	<u>42,394</u>	<u>336,618</u>	<u>913,753</u>
NET POSITION, End of year	<u><u>\$ -</u></u>	<u><u>\$ 496,626</u></u>	<u><u>\$ 41,536</u></u>	<u><u>\$ 381,368</u></u>	<u><u>\$ 919,530</u></u>

OTHER INFORMATION

STATISTICAL INFORMATION REQUIRED FOR CONTINUING DISCLOSURE CERTIFICATE

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATISTICAL INFORMATION REQUIRED
FOR CONTINUING DISCLOSURE CERTIFICATE
March 31, 2026

Tax Levies and Collections

Year	Tax Levy	Collections to March 1 of the Following Year	
2025	\$ 72,449,736	\$ 70,313,732	97.05%
2024	\$ 67,132,400	\$ 65,229,418	97.17%
2023	\$ 63,245,959	\$ 61,314,323	96.95%
2022	\$ 56,404,316	\$ 54,548,258	96.71%
2021	\$ 54,155,886	\$ 52,694,951	97.30%
2020	\$ 52,821,966	\$ 51,206,033	96.94%
2019	\$ 51,576,090	\$ 50,127,011	97.19%
2018	\$ 49,620,624	\$ 48,131,324	97.00%
2017	\$ 47,948,023	\$ 46,734,437	97.47%
2016	\$ 47,099,065	\$ 45,317,158	96.22%

The Township's taxes are due and payable and a lien created upon the assessed property on December 1 each year. Taxes remaining unpaid on the following March 1 are turned over to the County Treasurer for collection. If all real property taxes are not paid by May 1, two years following return to the County Treasurer, the property is sold for taxes.

History of Property Valuations*

Year	State Equalized Valuation	Taxable Value
2025	\$ 7,016,481,537	\$ 5,395,634,891
2024	\$ 6,666,319,680	\$ 5,126,326,703
2023	\$ 6,084,736,751	\$ 4,778,252,549
2022	\$ 5,632,037,019	\$ 4,462,033,235
2021	\$ 5,387,071,371	\$ 4,215,032,105
2020	\$ 5,250,208,968	\$ 4,079,252,999
2019	\$ 5,060,371,530	\$ 3,924,651,918
2018	\$ 4,851,426,670	\$ 3,742,826,885
2017	\$ 4,677,280,760	\$ 3,572,807,760
2016	\$ 4,497,242,280	\$ 3,470,928,740

*Beginning in 1995, the Taxable Value and not the State Equalized Valued is used to calculate the tax levy.

Michigan Property Tax and School Finance Reform

See information provided in Continuing Disclosure Certificates previously filed with National and State of Michigan Municipal Securities Information Repositories regarding this topic.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATISTICAL INFORMATION REQUIRED
FOR CONTINUING DISCLOSURE CERTIFICATE
March 31, 2026

Tax Rate Limitations

The Township Charter provides tax rate limitations as follows:

Purpose	Rate (per \$1,000 of State) Equalized Valuation	Maximum Permitted Rate
General Operating	\$ 0.9195	\$ 0.9195

The Township may levy taxes in excess of the above limitation pursuant to state law for the following purposes:

Purpose	Authority	Rate (per \$1,000 of State) Equalized Valuation
Refuse Collection and Disposal	Act 298, P.A. of Michigan 1917, as amended	\$ 3.00
Police and Fire Pension Requirements	Act 345, P.A. of Michigan 1937, as amended	Amount required to make contribution

In addition, Article IX, Section 6 of the Michigan Constitution of 1963, as amended, permits the levy of millage in excess of the above for:

1. All debt service on tax supported bonds issued prior to December 23, 1978, or tax supported issues, which have been approved by the voters.
2. Operating purposes for a specific period of time provided that said increase is approved by a majority of the qualified electors of the local unit.

*The Michigan Constitution provides for tax rate limitations. See information provided in Continuing Disclosure Certificates previously filed with National and State of Michigan Municipal Securities Information repositories regarding these limitations.

CHARTER TOWNSHIP OF BLOOMFIELD, MICHIGAN
STATISTICAL INFORMATION REQUIRED
FOR CONTINUING DISCLOSURE CERTIFICATE
March 31, 2026

Labor Agreements

The Township has eight employee union groups which have negotiated comprehensive salary, wage, fringe benefits and working conditions contracts with the Township.

The duration of these agreements are as follows:

<u>Employee Group</u>	<u>Expiration Date of Contract</u>
Firefighters	March 31, 2028
Police Command Officers	December 31, 2028
Police Patrol and Dispatchers	December 31, 2028
Department Head and Deputy Department Head	December 31, 2028
General Employees	December 31, 2028
DPW Foreman and Supervisors	December 31, 2028
DPW Maintenance Employees	December 31, 2028
Water & Sewer Maintenance Employees	December 31, 2028

General Fund – Fund Balance

The Township's General Fund Balance for the last ten years has been as follows:

<u>Fiscal Year Ending March 31,</u>	<u>Fund Balance</u>
2026	\$ 17,158,322
2025	\$ 16,847,469
2024	\$ 16,160,026
2023	\$ 16,021,798
2022	\$ 15,779,577
2021	\$ 15,208,586
2020	\$ 14,532,840
2019	\$ 14,107,404
2018	\$ 13,901,966
2017	\$ 12,778,850